

401, Sector-16
Panchkula
Haryana-134113
Tel : +91-09876953443
E-mail : chandigarh@jmandal.com
Website : www.jmandal.com

J. MANDAL & CO.

Chartered Accountants

27, First Floor, Babar Lane
Bengali Market
New Delhi-110001
Te. : +91-11-41416556
Fax : +91-11-41416557
E-mail : newdelhi@jmandal.com

Independent Auditor's Report

To the Members of T.C. TERRYTEX LIMITED
V. SARSINI

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the financial statements of T.C. TERRYTEX LIMITED «Name» ("the Company"), which comprise the balance sheet as at 31st March 2022, 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.

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, its profit/loss and its cash flows for the year ended on that date.

Basis for Opinion

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

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

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

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

If, based on the work we have performed, 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.

Noida : FM House A-9, Sector-9, Noida-201301
Kolkata : Chamber No.A1, MMS Chambers, 1st Floor, 4A Council House Street, Kolkata-700001
Ahmedabad : 201, Anand Chambers, Nr. Aakruti Building, Above Income Tax Under Bridge
: Nr. Stadium Circle, Navrangpura, Ahmedabad-380009
Gurgaon : Flat No. 203, New Shivalik, CGHS Plot No.4, Sector-51, Gurgaon, Haryana-122003



Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.



- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'.
- g) 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) which are required to be commented upon by us.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed pending litigations and the impact on its financial position - refer note 3 of the accounting policies to the Standalone Financial Statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The management has represented that, to the best of it's knowledge and belief, 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;

 - (b) The management has represented, that, to the best of it's knowledge and belief, 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; and



- (c) Based on such audit procedures 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 (a) and (b) above, contain any material mis-statement.
- v. No dividend have been declared or paid during the year by the company.

Place:-V. SARSINI
Date: 29th August 2022
UDIN: 22503922ARHHJF7600

For J. MANDAL AND CO
Chartered Accountants
FRN: 302100E


CA ATUL GOEL
(PARTNER)



Membership No. 503922

Annexure 'A'

The Annexure referred to in paragraph 1 of Our Report on "Other Legal and Regulatory Requirements".

We report that:

- (i) (a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
(B) The company does not have any intangible assets. Accordingly clause 3(i)(a)(B) of the Order is not applicable to the Company
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification;
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year. Accordingly, the reporting under Clause 3(i)(d) of the Order is not applicable to the Company.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) As explained to us & on the basis of the records examined by us, in our opinion, physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancy of 10% or more in the aggregate for each class of inventory were noticed on physical verification of stocks by the management as



compared to book records.

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, 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 during any point of time of the year. The quarterly returns or statements filed by the company with such banks or financial institutions are not in agreement with the books of account of the Company in respect of following:

Particulars	Qtr/Month	As per books	As per statement	Difference
Stocks	30.06.2021	183.44	183.44	0.00
Debtors		76.49	76.17	0.32
Creditors		49.86	49.70	0.16
Stocks	30.09.2021	172.51	172.51	0.00
Debtors		87.96	87.14	0.82
Creditors		56.05	55.32	0.73
Stocks	31.12.2021	172.23	172.23	0.00
Debtors		83.38	82.78	0.60
Creditors		58.49	58.09	0.40
Stocks	30.03.2022	168.15	168.15	0.00
Debtors		98.20	98.77	-0.57
Creditors		65.29	65.25	0.04

The quarterly returns/statement of current assets as submitted to banks compared to books of accounts reflected material discrepancies in above mentioned quarters as the Company had not provided the details of trade receivables exceeding the credit period provided in the sanction and trade payables which are not covered under the credit facilities have been excluded while providing the details to the bank.

Further, the quarterly returns/statement of current assets submitted to banks were prepared before incorporating the impact of certain adjustments pertaining to cut off of revenue and purchase, as the Company did not have a formal quarterly closing process for its books of accounts.



- a. According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not made investments in, nor provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. Accordingly, provisions of clause 3(iii)(a), 3(iii)(b), 3(iii)(c), 3(iii)(d), 3(iii)(e) and 3(iii)(f) of the Order are not applicable to the Company.
- b. According to the information and explanations given to us and on the basis of our examination of the records, in respect of loans, investments, guarantees, and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- c. The company has not accepted any deposits or amounts which are deemed to be deposits covered under sections 73 to 76 of the Companies Act, 2013. Accordingly, clause 3(v) of the Order is not applicable.
- d. As per information & explanation given by the management, maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act and such accounts and records have been so made and maintained;
- e. (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanation given to us there were no outstanding statutory dues as on 31st of March, 2022 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the company, there is no statutory dues referred to in sub-clause (a) that have not been deposited on account of any dispute.

Name of the Statute	Nature of the Dues	Amount (Rs.)	Period to which the amount relates	Forum where Dispute is pending	Remarks, if Any
NIL					



- f. According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- g. (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender. According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not been declared a willful defaulter by any bank or financial institution or other lender;
- (b) According to the information and explanations given to us by the management, the Company has obtained term loan of Rs. 200 Lakhs during the year for purchase of machinery and the same has been applied for the purpose for which the loan was obtained.
- (c) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short term basis have been used for long term purposes by the company.
- (d) The Company does not hold any investment in any subsidiary, associate or joint venture (as defined under the Act) during the year ended 31 March 2022. Accordingly, clause 3(ix)(e) is not applicable.
- (e) In our opinion and according to the information and explanations given by the management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Accordingly, clause 3(ix)(f) is not applicable.
- h. (a) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- i. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the company or any fraud on the company has been noticed or reported during the course of audit.
- (b) According to the information and explanations given to us, no report



under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;

- (c) According to the information and explanations given to us by the management, no whistle-blower complaints had been received by the company
- j. The company is not a Nidhi Company. Accordingly, clause 3(xii)(a), 3(xii)(b) and 3(xii)(c) of the Order is not applicable.
- k. In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, where applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards;
- l. (a) Based on information and explanations provided to us and our audit procedures, the company has an internal audit system commensurate with the size and nature of its business;
(b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- m. In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company
- n. (a) In our Opinion and based on our examination, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934). Accordingly, clause 3(xvi)(a) of the Order is not applicable.
(b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable. ,
(c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
(d) According to the information and explanations given by the management, the Group does not have not more than one CIC as part of the Group.
- o. Based on our examination, the company has not incurred cash losses in the



financial year and in the immediately preceding financial year.

- p. There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- q. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, 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.
- r. Based on our examination, the provision of section 135 are not applicable on the company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.
- s. The company is not required to prepare Consolidate financial statement hence this clause is not applicable.

Place:-V. SARSINI
Date: 29th August 2022
UDIN: 22503922ARHHJF7600

For J. MANDAL AND CO
Chartered Accountants
FRN: 302100E


CA ATUL GOYAL
(PARTNER)
Membership No. 503922



Report on Internal Financial Controls with reference to financial statements

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 «Name» ("the Company") as of March 31, «YearClos» 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. 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 judgement, 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 unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, «YearClos», 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.

Place:-V. SARSINI
Date: 29th August 2022
UDIN: 22503922ARHHJF7600

For J. MANDAL AND CO
Chartered Accountants
FRN: 302100E



CA ATUL GOYAL
(PARTNER)

Membership No. 503922



T.C TERRYTEX LIMITED
Balance Sheet As On 31st March, 2022

(Figures in Lakhs)

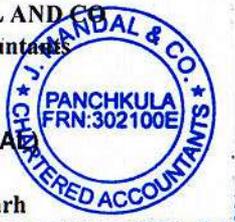
Particulars	Note No.	Figures as at the end of current reporting Rs.	Figures as at the end of previous reporting Rs.
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	12,931.83	13,131.83
(b) Reserves and surplus	2	1,294.20	1,505.87
(b) Money Received against share warrents		-	-
2 Share application money pending allotments			
3 Non-current liabilities			
(a) Long-term borrowings	3	6,785.06	5,598.80
(b) Deferred tax liabilities (net)		864.05	-
(c) Other Long Term Liabilities		689.70	622.91
(d) Long term provision		354.75	339.68
4 Current liabilities			
(a) Short Term Borrowings	4	13,996.29	15,123.19
(b) Trade payables	5		
(A) total outstanding dues of micro enterprises and small enterprises		6,525.99	6,023.26
(B) total outstanding dues of Creditors other than micro enterprises and small enterprises			
(c) Other current liabilities	6	214.45	150.63
(d) Short-term provisions	7	580.57	563.13
TOTAL		44,236.89	43,059.28
B ASSETS			
1 Non-current assets			
(a) (i) Property, Plant and Equipment	8	10,692.26	10,496.25
(ii) Intangible assets		-	-
(iii) Capital Work in progress		1,277.99	151.61
(iv) Advances to Suppliers		718.42	843.12
(b) Non-current investments	9	236.55	232.41
(c) Deferred Tax Assets			
(d) Long term loans and Advances		235.36	235.36
(e) Other Non Current Assets		4.00	-
2 Current assets			
(a) Current Investments	10	140.50	58.41
(b) Inventories	11	16,459.31	17,397.42
(c) Trade receivables	12	10,069.54	9,993.43
(d) Cash and cash equivalents	13	963.01	1,013.74
(e) Short-term loans and advances	14	22.31	31.97
(f) Other Current Assets	15	3,417.63	2,605.56
TOTAL		44,236.89	43,059.28

See accompanying notes forming part of the financial statements 0.00 (0.00)

In terms of our report attached.

For J. MANDAL AND CO
Chartered Accountants

CA ATUL GOYAL
Partner
Place: Chandigarh
Date: 29th August 2022
UDIN :22503922ARHHJF7600



AKHIL SATIA SUNIL KAURA
(MANAGING DIRECTOR) (DIRECTOR)
DIN -01138038 DIN - 05126396

T.C. Terrytex Limited

RAJIV CHOPRA
(CFO)

MANJEET KHARB
(CS)

T.C TERRYTEX LIMITED

Statement of Profit and Loss Account for the Year Ended on 31st March 2022

(Figures in Lakhs)

Particulars	Note No.	Figures for the current reporting period	Figures for the previous reporting period
		Rs.	Rs.
I Revenue from operations (gross)	16	54,589.04	44,592.73
Less: Excise Duty		-	-
Revenue from operations (net)		54,589.04	44,592.73
II Other Income	17	80.32	60.48
III Total Income (I+II)		54,669.36	44,653.21
IV Expenses			
(a) Cost of materials consumed	18	33,788.65	27,592.44
(b) Purchase of Stock in Trade		4,794.93	3,700.24
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	19	1,015.74	1,271.85
(d) Employee benefits expenses	20	3,178.23	2,693.21
(e) Finance costs	21	2,497.89	2,621.58
(f) Depreciation and amortisation expenses		1,072.51	1,143.50
(g) Other expenses	22	7,576.16	5,136.87
Total Expenses		53,924.12	44,159.68
V Profit before exceptional and extraordinary item and tax		745.24	493.53
VI Exceptional Items		-	0.45
VII Profit before extraordinary item and tax		745.24	493.08
VIII Extraordinary Items		-	-
IX Profit before Tax		745.24	493.08
X Tax Expense:			
(a) Current tax expense		124.40	81.50
(b) Deferred tax		99.86	-
(c) - Income Tax - Previous Year			(108.97)
(d) MAT CREDIT		(31.53)	(81.50)
XI Profit / (Loss) for the period from continuing operations		552.52	602.05
XII Profit / (Loss) from discontinuing operations		-	-
XIII Tax from discontinuing operations		-	-
XIV Profit/ (Loss) from discontinuing operations		-	-
XV (Loss) for the Period		552.52	602.05
XVI Earning per equity share:			
(1) Basic		0.43	0.47
(2) Diluted		0.43	0.47

In terms of our report attached.

FOR J. MANDAL & CO.
Chartered Accountants

(CA ATUL GOYAL)
Partner

Place: Chandigarh

Date: 29th August 2022

UDIN :22503922ARHHJF7600

T.C. Terrytex Limited






AKHIL SATIA **SUNIL KAURA** **RAJIV CHOPRA** **MANJEET KHARB**
(MANAGING DIRECTOR) (DIRECTOR) (CFO) (CS)

DIN -01138038 DIN - 05126396

T.C TERRYTEX LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

Note -1. SHARE CAPITAL

(Figures in Lakhs)

Particulars	Figures as at the end of current reporting		Figures as at the end of previous reporting	
	Number of shares	Rs.	Number of shares	Rs.
(a) Authorised				
130,500,000 Equity Shares of Rs. 10/- each	1,305.00	13,050.00	1,305.00	13,050.00
2,000,000 Preference Shares of Rs.10/- each	20.00	200.00	20.00	200.00
(b) Issued, Subscribed and Paid up				
129,318,280 Equity Shares of Rs. 10/- each <i>with voting rights</i>	1,293.18	12,931.83	1,293.18	12,931.83
2,000,000 Preference Shares of Rs.10/- each			20.00	200.00
Total	-	12,931.83	-	13,131.83

List of Shareholders holding more than 5% share capital

Name of Shareholders	No. of Shares	%	Value/Share	Total Value
A) Equity Shares of Rs 10 each fully paid up				-
Mr. Akhil Satia	786.06	60.79	10.00	7,860.61
Shiv Parivar Trust	497.70	38.49	10.00	4,977.04
TOTAL	1,283.77	99.28		12,837.65

NOTE 1A. SHARES HELD BY PROMOTORS

Current Reporting Period

Sr No.	Promotor's Name	No of shares	% of total shares	% Change during the year
Equity Shares				
1	Mr. Akhil Satia	786.06	60.79	-
Preference Shares				
1	Mr. Akhil Satia	-	-	(100.00)

Previous reporting Period

Sr No.	Promotor's Name	No of shares	% of total shares	% Change during the year
Equity Shares				
1	Mr. Akhil Satia	786.06	60.79	0.94
Preference Shares				
1	Mr. Akhil Satia	20.00	100.00	-

NOTE- 1B. STATEMENTS OF CHANGES IN EQUITY

Current Reporting Period

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period error	Related Balance at the beginning of the current reporting	Changes in Equity Share Capital during	Balance at the end of the current reporting period
12,931.83	-	12,931.83	-	12,931.83

Previous reporting Period

Balance at the beginning of the previous reporting period	Changes in Equity Share Capital due to prior period error	Related Balance at the beginning of the previous reporting period	Changes in Equity Share Capital during the previous year	Balance at the end of the previous reporting period
12,631.83		12,631.83	300.00	12,931.83



T.C TERRYTEX LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

Note 2 RESERVES AND SURPLUS		(Figures in Lakhs)	
Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period	
	(Rs.)	(Rs.)	
(A) Securities premium account			
Opening balance	-	-	
Closing balance	-	-	
(B) Surplus / (Deficit) in Statement of Profit and Loss			
Opening balance	1,505.87	903.82	
Less : Deferred Tax Liability upto FY 2020-21 considered in Books of accounts	(764.19)		
Add: Profit / (Loss) for the year	552.52	602.05	
Less:- Loss Due to Change in Rate of Depreciation as per Company Act 2013	-	-	
Closing balance	1,294.20	1,505.87	
Total	1,294.20	1,505.87	

Note 3 LONG TERM BORROWINGS		(Figures in Lakhs)	
Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period	
	(Rs.)	(Rs.)	
(A) Secured *			
(A) Term Loans from Banks			
i) Punjab National Bank	-	55.74	
ii) Union Bank of India	-	-	
iii) South Indian Bank	476.55	558.63	
iv) Punjab National Bank (New)	1,220.16	1,511.02	
v) Union Bank of India (New)	1,092.86	1,194.86	
vi) Allahabad bank TL	1,088.41	1,335.56	
vii) Covid Loan	8.87	80.38	
ix) GECL-	2,840.75	787.00	
(B) Term Loans from Others			
i) Union Bank of India CIAZ	-	-	
ii) Punjab National Bank (Ertiga)	-	2.88	
iii) ICICI Bank Ltd. Volvo loan	-	4.55	
iv) Union Bank of India CIAZ-new	3.20	4.41	
v) HDFC Bank Bolero	4.06	-	
vi) Union Bank of India Ertiga	3.82	-	
vii) ICICI Bank Ltd. (New Loan)	46.39	63.77	
TOTAL	6,785.06	5,598.80	

The above loans are secured by joint equitable mortgage of Company's immovable properties, present and future and hypothecation of Company's movable assets present and future (except book debts) all ranking pari-passu but subject to prior charges on specified movable assets created / to be created in favor of company's bankers for moveable assets and further personally guaranteed by the Managing Director & family of the Company.



Note 4 - SHORT TERM BORROWINGS		(Figures in Lakhs)	
Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period	
	(Rs.)	(Rs.)	
SECURED LOANS			
A) Working Capital Loans : Banks (Rupees Loan)			
i) State Bank of India	5,695.01	6,556.60	
ii) Indian Overseas Bank	2,190.43	2,208.09	
iii) Union Bank of India	2,013.25	2,339.98	
iv) Allahabad Bank	684.60	665.93	
v) Punjab National Bank Chd	401.12	406.46	
vi) South Indian Bank	1,392.08	1,340.81	
vii Andhra Bank	-	(0.13)	
B) Instalment of Term Loan repayable in next 12 months	1,619.80	1,605.46	
(Secured against hypothecation of Stocks and Personal guarantee of Directors and equitable mortgaged of Factory Land and Building)			
TOTAL	13,996.29	15,123.19	

Note 5 TRADE PAYABLES					
Figures For the Current Reporting Period			(Figures in Lakhs)		
Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
MSME	221.47	80.33	-	-	301.80
Others	6,149.52	72.66	2.02	-	6,224.19
Dispute dues-MSME	-	-	-	-	-
Dispute dues	-	-	-	-	-
Others	-	-	-	-	-
Total					6,525.99
Figures For Previous Reporting Period					
Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
MSME	264.19	1.44	-	-	265.63
Others	5,394.70	362.93	-	-	5,757.63
Dispute dues-MSME	-	-	-	-	-
Dispute dues	-	-	-	-	-
Others	-	-	-	-	-
Total					6,023.26



Note 6. OTHER CURRENT LIABILITIES		(Figures in Lakhs)	
Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period	
	(Rs.)	(Rs.)	
A) Statutory Liabilities	25.54	20.44	
B) Interest Accrued and Due	27.28	33.39	
C) Interest Accrued But not Due	17.09	18.41	
D) Other Liabilities	144.53	78.39	
Total	214.45	150.63	

Note 7 SHORT TERM PROVISIONS		(Figures in Lakhs)	
Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period	
	(Rs.)	(Rs.)	
a) Provision for employee benefits			
ESI	5.15	5.10	
Labour Welfare Fund	2.23	2.15	
Professional Tax	1.10	0.47	
Provident Fund	25.86	24.33	
Provision for Bonus Payable	123.02	146.45	
Salary & Wages Payable	248.71	232.02	
b) Provision - for TAX			
Provision for Income Tax(Current Years)	124.40	82.30	
	-	-	
c) Provision - Others			
Power Payable	50.10	51.53	
Others payable		18.77	
Total	580.57	563.13	



T. C. TERRYTEX LIMITED

Note - 8

Fixed Asset Schedule ' A' to Balance Sheet (As per Companies Act, 2013)

(Figures Rs. in Lakhs)

Particulars	Gross Block					Depreciation				Net Block	
	As On 31st March, 21	Additions	Deletions	Subsidy	As On 31st Mar,22	As On 31st Mar,21	During the year	Withdrawn during the year	Amount as on 31st Mar,22	W.D.V. as on 31st March,22	W.D.V. as on 31st March,21
Land	899.25				899.25	-	-	-	-	899.25	899.25
Building Roads & Other Developments	4,265.35	369.34	-		4,634.68	1,372.78	134.26	-	1,507.04	3,127.64	2,892.56
Plant & Machinery	20,238.78	894.15	234.07	18.65	20,880.21	13,833.17	880.72	222.37	14,491.52	6,388.68	6,405.61
Computers	123.10	0.53	-	-	123.64	107.34	4.41	-	111.76	11.88	15.76
Electrical Equipments	416.57	16.67	-	-	433.24	399.35	4.87		404.21	29.02	17.22
Furniture & Fixtures	146.78	3.93	-	-	150.71	98.30	13.13		111.43	39.29	48.48
Office Equipments	18.26	1.10	-	-	19.36	16.59	0.33		16.93	2.43	1.67
Vehicles	302.91	21.86	33.76		291.01	87.21	34.79	25.05	96.95	194.06	215.70
Total	26,411.00	1,307.59	267.83	18.65	27,432.10	15,914.74	1,072.51	247.42	16,739.84	10,692.26	10,496.25
Previous Year	26,039.66	435.90	64.58	-	26,411.00	14,807.38	1,140.84	33.48	15,914.74	10,496.25	11,232.28



T.C TERRYTEX LIMITED

Note 9 NON CURRENT INVESTMENTS		(Figures in Lakhs)
Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	(Rs.)	(Rs.)
Fixed Deposit	236.55	232.41
Total	236.55	232.41

Note 10 CURRENT INVESTMENTS		(Figures in Lakhs)
Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	(Rs.)	(Rs.)
i) UBI KBC Mutual fund	140.50	52.50
ii) IOB Gold Sovering bond	-	5.91
Total	140.50	58.41

Note 11 INVENTORIES (At lower of cost and net realisable value)		
Particulars	(Figures in Lakhs)	
	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	(Rs.)	(Rs.)
Finished Goods	6,824.28	7,739.03
Raw Material	3,781.58	3,761.24
Stores & Spares	1,193.32	1,136.03
W I P	4,660.13	4,761.12
Stock with Consignee	-	-
Total	16,459.31	17,397.42

Note 12 TRADE RECEIVABLES D) Other Liabilities							(Figures Rs. in Lakhs)
Particulars	Outstanding for following periods from due date of payment					Total	
	Less than 6 Months	6 Months -1Year	1-2 Years	2-3 Years	> 3 Years		
Undisputed Trade Receivables- Considered Goods	10,016.27	51.65	1.62	-	-	10,069.54	
Undisputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-	
Disputed Trade Receivables- Considered Goods	-	-	-	-	-	-	
Disputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-	
Others	-	-	-	-	-	-	
Total	10,016.27	51.65	1.62	-	-	10,069.54	

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months -1Year	1-2 Years	2-3 Years	> 3 Years	
Undisputed Trade Receivables- Considered Goods	9,901.05	64.81	0.83	-	2.04	9,968.73
Undisputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Disputed Trade Receivables- Considered Goods	-	-	-	-	-	-
Disputed Trade Receivables- Considered Doubtful	-	-	-	-	24.69	24.69
Others	-	-	-	-	-	-
Total	9,901.05	64.81	0.83	-	26.74	9,993.43



Note 13. CASH AND CASH EQUIVALENTS		
Particulars	(Figures in Lakhs)	
	Figures as at the end of current reporting period (Rs.)	Figures as at the end of previous reporting Period (Rs.)
A) Cash In Hand	78.14	22.04
B) Bank Balance	273.12	570.64
C) Fixed Deposit with banks	611.75	421.06
Total	963.01	1,013.74

Note 14 SHORT TERM LOANS AND ADVANCES		
Particulars	(Figures in Lakhs)	
	Figures as at the end of current reporting period (Rs.)	Figures as at the end of previous reporting Period (Rs.)
A) Others - Staff Loan, Advances & Staff Imprest	22.31	31.97
Total	22.31	31.97

Note 15 OTHER CURRENT ASSETS		
Particulars	(Figures in Lakhs)	
	Figures as at the end of current reporting period (Rs.)	Figures as at the end of previous reporting Period (Rs.)
A) Export Incentives Receivable	1,511.39	678.09
B) TUFS Receivable	112.93	112.93
C) VAT / GST Receivable	1,220.30	1,288.59
D) Insurance premium advance	-	62.92
E) TDS Receivable	67.84	48.80
F) MAT Credit Entitlement	403.02	371.41
G) Advance Tax	20.00	-
H) Prepaid Expenses	80.43	40.57
I) Others (All assets which are not classified above)	1.72	2.25
Total	3,417.63	2,605.56



T.C TERRYTEX LIMITED
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

Note 16 REVENUE FROM OPERATIONS			(Figures in Lakhs)
Particulars	Figures for the current reporting period	Figures for the previous reporting period	
	Rs.	Rs.	
<u>I) DIRECT EXPORT</u>			
A) TOWEL	35,774.25	26,399.14	
B) YARN	1,038.60	435.34	
Sub Total (i)	36,812.85	26,834.47	
<u>II) DOMESTIC</u>			
A) TOWEL	519.01	1,107.77	
B) YARN	11,808.75	13,428.46	
C) OTHERS	848.37	628.70	
Sub Total (ii)	13,176.12	15,164.92	
<u>iii) OTHER OPERATING INCOME</u>			
A) EXPORT INCENTIVES	3,960.70	2,534.63	
B) OTHERS	639.36	58.71	
Sub Total (iii)	4,600.06	2,593.34	
Total - Sales	54,589.04	44,592.73	

Note 17 OTHER INCOME			(Figures in Lakhs)
Particulars	Figures for the current reporting period	Figures for the previous reporting period	
	Rs.	Rs.	
A) Interest	46.60	44.22	
B) Other Non Operating Income	33.73	16.26	
Total	80.32	60.48	

Note 18 COST OF MATERIALS CONSUMED			(Figures in Lakhs)
Particulars	Figures for the current reporting period	Figures for the previous reporting period	
	Rs.	Rs.	
Opening stock			
Raw Material	3,761.24	4,228.71	
Packing Materail	285.11	314.96	
Dyes & Chemicals	635.02	604.96	
Stores & Spares	103.88	101.00	
Opening stock- Total	4,785.25	5,249.63	
Add: Purchases			
<u>Import</u>			
Stores & Spares	64.94	70.46	
<u>Domestic</u>			



Raw Material	28,528.08	23,206.94
Packing Material	1,807.60	1,296.54
Dyes & Chemicals	3,005.21	2,315.93
Stores & Spares	443.44	238.19
Purchases - Total	33,849.27	27,128.06
Less: Closing stock		
Raw Material	3,781.58	3,761.24
Packing Material	293.09	285.11
Dyes & Chemicals	662.15	635.02
Stores & Spares	109.05	103.88
Closing Stock- Total	4,845.87	4,785.25
Cost of material consumed	33,788.65	27,592.44

Note 19 CHANGE IN INVENTORIES		(Figures in Lakhs)	
Particulars	Figures for the current reporting period	Figures for the previous reporting period	
	Rs.	Rs.	
<u>Inventories at the end of the year:</u>			
Finished goods	6,824.28	7,739.03	
Work-in-progress	4,660.13	4,761.12	
	11,484.41	12,500.15	
<u>Inventories at the beginning of the year:</u>			
Finished goods	7,739.03	9,451.81	
Work-in-progress	4,761.12	4,320.18	
	12,500.15	13,771.99	
Net (increase) / decrease	1,015.74	1,271.85	

Note 20 EMPLOYEE BENEFIT EXPENSES		(Figures in Lakhs)	
Particulars	Figures for the current reporting period	Figures for the previous reporting period	
	Rs.	Rs.	
A) Salaries, Wages and Other Incentives	2,969.22	2,509.97	
B) Welfare Expenses	19.11	13.16	
C) Contribution to Provident and Other Funds.	189.90	170.08	
Total	3,178.23	2,693.21	

Note 21 FINANCE COST		(Figures in Lakhs)	
Particulars	Figures for the current reporting period	Figures for the previous reporting period	
	Rs.	Rs.	
A) Interest on Term Loan	781.30	713.99	
B) Interest on Working Capital	1,211.20	1,413.42	
C) Other Interest	277.01	260.72	
D) Bank & Other Charges	228.37	233.45	
Total	2,497.89	2,621.58	



Note 22 OTHER EXPENSES		(Figures in Lakhs)	
Particulars	Figures for the current reporting period	Figures for the previous reporting period	
	Rs.	Rs.	
(A) DIRECT EXPENSES			
A) UTILITIES:			
i) Power	3,581.50	2,453.51	
ii) Freight	191.40	143.26	
iii) Job Work Expenses	960.81	393.60	
iv) Packing Charges	516.03	401.84	
B) Repair & Maintenance :			
i) Machinery	6.09	13.18	
Total (A)	5,255.83	3,405.39	
(B) INDIRECT EXPENSES			
I) ADMINISTRATIVE AND OTHER EXPENSES :			
ADMINISTRATION EXPENSES	14.18	7.52	
AUDIT FEES	0.80	0.80	
COMPUTER EXPENSES	2.18	2.51	
CONVEYANCE EXP A/C	32.43	28.31	
DIWALI EXPENSES	18.99	2.94	
ECGC PREMIUM	11.58	14.45	
FEES & TAXES A/C	18.93	24.52	
LOSS ON SALE OF ASSETS	-	7.24	
HORTICULTURE EXP.	27.06	11.44	
INSURANCE A/C	77.49	60.10	
INTEREST ON TCS/TDS/MAT/SERVICE TAX/GST	23.74	3.35	
MISC EXPENSES	2.92	2.40	
POOJA EXP	0.58	0.49	
POSTAGE & TELEGRAM EXP	49.21	38.46	
PRINTING & STATIONARY A/C	0.39	0.83	
PROFESSIONAL CHARGES	85.20	87.64	
RENT ACCOUNT	24.43	24.79	
SHORT & EXCESS	3.13	1.11	
TELEPHONE EXPENSES	3.13	3.43	
TOUR & TRAVEL EXP	14.63	1.87	
GST Expenses-Reversal	7.25	12.34	
VEHICLE RUNNING & MAINTN	35.33	27.79	
REPAIR & MAINTANCES BUILDING & OTHERS	19.68	34.89	
GST CESS	1.00	1.10	
TESTING CHARGES	49.46	46.57	
CHARITY & DONATION	0.50	1.12	
Total (BI)	524.24	447.99	
II) SELLING & DISTRIBUTION EXPENSES :			
COMMISSION (DOMESTIC SALE)	98.38	58.17	
EXPORT COMMISSION	52.41	45.52	
REBATE & DISCOUNT ALLOWED	106.26	66.59	
EXPORT EXPENSES	1,102.68	531.60	
FREIGHT OUTWARD	286.30	476.50	
LOADING & UNLOADING CHARGES A/C	94.33	91.71	
REFRESHMENT EXPENSES	0.03	0.10	
SALES & BUSINESS PROMOTION	30.18	13.30	
Write off	25.52	-	
Total (BII)	1,796.09	1,283.49	
Total (B)	2,320.33	1,731.48	
Total (A+B)	7,576.16	5,136.87	



T.C TERRYTEX LIMITED
Statement of Cash Flows
For the Years Ending March 31, 2022 and March 31, 2022

(Figures in Lakhs)

PARICULARS	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
Cash Flows from Operating Activities		
Net Income	552.52	- 602.05
Add: Expenses Not Requiring Cash:		
Depreciation	1,072.51	1,143.50
Income Tax	124.40	(27.47)
mat Credit	(31.53)	(81.50)
Deffered Tax	99.86	-
Other	<u>1,265.24</u>	<u>1,034.53</u>
Add:- Decrease in Current Assets :-		
Inventories	938.11	1,706.18
Trade receivables	-	-
Short-term loans and advances	9.66	-
Current Investments	-	3.75
	<u>947.77</u>	<u>1,709.93</u>
Less :- Increase in Current Assets :-		
Inventories	-	-
Short-term loans and advances	-	19.05
Trade receivable	76.11	2,507.70
Current Investments	82.09	-
Other current assets	780.54	356.89
	<u>938.74</u>	<u>2,883.64</u>
Add:- Increase in Current Liability :		
Short Term Borrowings	-	254.34
Trade payables	502.74	-
Other current liabilities	63.82	-
Short-term provisions	-	22.12
	<u>566.56</u>	<u>276.46</u>
Less:- Decrease in Current Liabilities-		
Short Term Borrowings	1,126.89	-
Trade payables	-	353.28
Short Term Provision	106.96	-
Other current liabilities	-	76.53
	<u>1,233.85</u>	<u>429.81</u>
Net Cash from Operating Activities	1,159.49	309.52
Cash Flows from Investing Activities		
Add:- Sale of Fixed Assets	71.03	-
Less:- Purchase of New Equipment	2,341.24	641.01
Add:- Other Non current assets	4.00	17.11
Less:- Investments Increased	4.15	-
Net Cash Used for Investing Activities	(2,278.35)	(658.12)
Add Share Capital	(200.00)	300.00
Add Long-term borrowings	1,186.27	204.09
Add: Increase in Long term liabilities	81.86	(253.04)
Less:- Long-term borrowings	-	-
Net Cash from Financing Activities	1,068.13	251.05
NET INCREASE/(DECREASE) IN CASH	(50.73)	(97.56)
CASH, & CASH EQUIVALENT AT THE BEGINNING OF YEAR	1,013.74	1,111.30
CASH, & CASH EQUIVALENT AT THE END OF YEAR	963.01	1,013.74

For J. MANDAL & CO.
Chartered Accountants

(CA ATUL GOYAL)
Partner

Place: Chandigarh

Date: 29th August 2022

UDIN :22503922ARHHJF7600

T.C. Terrytex Limited

AKHIL SATIA
(MANAGING DIRECTOR)

DIN -01138038

SUNIL KAURA
(DIRECTOR)

DIN - 05126396

RAJIV CHOPRA MANJEET KHARB
(CFO) (CS)



(Handwritten signatures and initials)

T.C TERRYTEX LIMITED

I Title deeds of immovable Property not held in name of the Company

Relevant line items in the Balance sheets	Descriptions of item of property	Gross carrying Value	Title deeds of immovable Property not held in name of the Company	Whether title deed holder is a promotor, director or relative of Promotor' director or employee of promoters/ director	Property held since which date	Reason for not being held in the name of company
NIL						

II Where the Company has revalued its Property, Plant and Equipment, the company shall disclose as to whether the revaluation is based on the valuation by a registered valuer as defined under rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017

No revaluation

III where Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are:

- (a) repayable on demand or Nil
(b) without specifying any terms or period of repayment

Type of Borrower	Amount of loan and Advance in the nature of Loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters	0	0
Directors	0	0
KMPs	0	0
Related Parties	0	0

IV Capital Work In Progress (CWIP)

- (a) For Capital-work-in progress, following ageing schedule shall be given

CWIP	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	1278	0	0	0	1278
Projects temporarily suspended					

- (b) For capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan, following

CWIP	To be Completed in				Total
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Project 1	0	0	0	0	0
Project 2					

V Intangible assets under development:

- (a) For Intangible assets under development

Intangible Assets under Development	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Project 1	0	0	0	0	0
Project 2					

- (b) Intangible assets under development completion schedule

Intangible Assets under Development	To be Completed in				Total
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Project 1	0	0	0	0	0
Project 2					

VI Details of Benami Property held

NIL

VII Where the Company has borrowings from banks or financial institutions on the basis of current assets

- (a) whether quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.
(b) if not, summary of reconciliation and reasons of material discrepancies, if any to be adequately disclosed

VIII Wilful Defaulter

- a. Date of declaration as wilful defaulter, NIL
b. Details of defaults (amount and nature of defaults), N.A

IX Relationship with Struck off Companies

Where the company has any transactions with companies struck off under section 248 of the disclose the following details:- Companies Act, 2013 or section 560 of Companies Act, 1956, the Company shall

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any to be disclosed
	Investments in securities		
NIL	Receivables		
	Payables		
	Shares held by struck-off Company		
	Other outstanding balances (to be specified		



x Registration of charges or satisfaction with Registrar of Companies

Where any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period, details and reasons thereof shall be disclosed.

NIL

XI Compliance with number of layers of companies

Where the company has not complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies Rules, 2017, the name and CIN of the companies beyond the specified layers and the relationship/extent of holding of the company in such downstream companies shall be disclosed.

XI Ratios

Ratios	Numerator	Denominator	Current Reporting Period	Previous reporting period	% of Change
Debt Equity Ratio	Debt Capital	Shareholder's Equity	1.46	1.42	0.04
Debt Service coverage ratio	EBITDA-CAPEX	Debt Service (Int+Principal)	0.00		0.00
Return on Equity Ratio	Profit for the year	Average Shareholder's Equity	4.27	4.58	-0.31
Inventory Turnover Ratio	COGS	Average Inventory	3.07	2.33	0.74
Trade Receivables turnover ratio	Net Sales	Average trade receivables	5.42	4.46	0.96
Trade payables turnover ratio	Total Purchases (Fuel Cost + Other Expenses+Closing Inventory-Opening Inventory)	Closing Trade Payables	6.07	5.41	0.66
Net capital turnover ratio	Sales	Working capital (CA-CL)	5.60	4.83	0.77
Net profit ratio	Net Profit	Sales	1.01%	1.35%	-0.34
Return on Capital employed	Earnings before interest and tax	Capital Employed	7.33%	7.23%	0.10
Return on Investment	Net Profit	Investment	4.27%	4.66%	-0.39

XII Compliance with approved Scheme(s) of Arrangements

Where any Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013, the Company shall disclose that the effect of such Scheme of Arrangements have been accounted for in the books of account of the Company 'in accordance with the Scheme' and 'in accordance with accounting standards' and deviation in this regard shall be explained

NIL



T.C. TERRYTEX LIMITED

FINANCIAL YEAR 2021-22

DISCLOSURE OF ACCOUNTING POLICIES AND GENERAL PROFILE OF COMPANY

1. NATURE OF OPERATION:-

T.C. Terrytex Limited (herein after referred to as 'The Company' is a manufacturer of Terry Towels mainly.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Preparation:

The financial statements have been prepared to comply in all material respects with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013, except where otherwise stated. The financial statements have been prepared under the historical cost convention, except where otherwise stated, and on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in previous year

b) Accrual System of Accounting is followed to record income and expenditures.

c) Fixed Assets are shown at Historical cost. Cost of the fixed assets comprises purchase price, duties, levies and direct / indirect attributable cost of bringing the assets to its working condition for intended use. Borrowing cost related to acquisition or construction of the qualifying fixed assets for the period up to the completion of their acquisition and installation are included in the cost of the assets. Expenditure for addition, improvement and renewals are capitalized and expenditure for repair and maintenance are charged to Profit & Loss Account.

d) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

e) Sales are recognized on the basis of dispatch of goods to the customers and are accounted for net of return, discounts, VAT, GST and CST, where applicable.



- f) The depreciation on Fixed Assets has been provided on straight-line basis in accordance to the provisions of Schedule II Section 123 of the Companies Act 2013 and as per life of the fixed assets prescribed in Schedule II.
- g) All the related incomes & expenditures clubbed to respective single head and shown in the profit & loss account.
- h) Insurance claims are shown separately under the head other income and corresponding expenses are shown under respective expense head in the Profit and Loss A/C.
- i) Valuation of Inventories :-
- i) Raw Material, Packing Materials, Dyes & Chemicals, Stores & Spares and Fuel are at cost (weighted) or net realizable value, whichever is lower. Waste & Scrap is valued at realizable value.
- ii) Semi Finished goods and Finished Goods are valued at cost (weighted) or net realizable value whichever is lower.
- iii) Work in Progress is valued at cost (weighted).
- j) Foreign Currency Transactions

Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction;

Exchange Differences

Exchange differences arising on the settlement of monetary items or on restatement of reporting Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.



k) Borrowing Cost

Interest & other costs incurred by the company in connection with the borrowing of funds are recognized as expenses in the period in which they are incurred unless activities that are necessary to prepare the qualifying assets for its intended use are in progress.

l) Government Grants

Government grants received as capital incentives are credited to Fixed Assets account. Government grants in other forms are credited to Profit & Loss Account and to the capital account during the pre operational period.

3. **Contingent Liabilities not provided for in respect of:-**

- a) Bank Guarantee under EPCG Nil (Previous year Rs. 1.90 lacs)
- b) Legal Cases Rs. 91.05 lacs (Previous Year Rs. 96.39 lacs)

4. **RETIREMENT BENEFITS**

- a) GRATUITY:- Provision for gratuity liability to employees has been made by the company.
- b) PROVIDENT FUND:- Contribution to provident fund is made in accordance with the provisions of Employees Provident Fund & Miscellaneous Provisions Act 1952 by charging the same to the profit and loss account.
- c) LEAVE ENCASHMENT:- Provision for leave encashment to employees is being made by the company in accordance with law.

5. **LEASES**

The company at present does not have any operational lease contract.

6. **SEGMENT REPORTING**

Based on the guiding principle given in the Accounting Standard – 17 "Segment Reporting" issued by The Institute of Chartered Accountants of India, the Company in single business segment of manufacturing of Terry Towel.

7. In the opinion of Board of Directors and to the best of their knowledge and belief, the value on realization of current assets, loans and advances in the ordinary course of business would not be less than the amount at which they are stated in Balance Sheet subject to clause 4 above. The



provision for all known liabilities is adequate and is neither excess nor short of the amount reasonably necessary.

8. The company has provided for deferred tax liability in accordance Accounting Standard – 22, Accounting for Taxes on Income. The amount of deferred tax liability upto 31st March 2021 has been directly debited to the Reserve and Surplus account.

9. **EXPORT INCENTIVE**

Export incentives in case of export under Duty Draw Back Scheme, ROSCTI & RODTEP have been accounted for on accrual basis.

AS PER OUR REPORT OF EVEN DATE ATTACHED.

FOR J. MANDAL & CO
CHARTERED ACCOUNTANTS



[Handwritten signature]

(CA ATUL GOYAL)
Membership Number: 503922

Place: V. Sarsini
Date: 29th Aug 2022

[Handwritten signature]
AKHIL SATIA
MANAGING DIRECTOR

[Handwritten signature]
SUNIL KAURA
DIRECTOR

[Handwritten signature]
RAJIV CHOPRA
CFO

[Handwritten signature]
MANJEET KHARB
CS