

## INDEPENDENT AUDITOR'S REPORT

To the Members of

**T.C. TERRYTEX LIMITED**

### Report on the Financial Statements

We have audited the accompanying financial statements of **T.C. TERRYTEX LIMITED** ('the Company'), which comprise the Balance Sheet as at 31 March 2024 and the statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial 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, 2024, its profit, changes in equity 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 (ICAI) together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

### Key Audit Matters

Key Audit Matters are those matters that in our professional judgment, were of most significance in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.



## **Emphasis of Matter**

*We draw attention regarding the following matters referred in the Financial Statements which require user's attention:*

### **1. Trade Payables**

- In respect of Trade Payables, the confirmation from the Trade Creditors has not been received. No confirmation or reconciliation of the creditors has been provided. We are unable to comment on the truth and fairness of such balances.*

### **2. Sundry Debtors**

- In respect of the Trade Receivables, no confirmation or reconciliation from Trade Debtors has been provided. So we are unable to comment on the truth and fairness of such balance.*

### **3. Exchange differences in Foreign Currency Loans**

- In respect of Foreign Currency Term Loans and Foreign Currency Working Capital Term Loans availed by the company, there has a closing Balance of Foreign Currency Term Loan of \$ 25,26,879.46 and \$26,17,969.67 for Foreign Currency Working Capital Term Loans. The Loans have been computed in the books at spot rate. As per AS 11, the premium or discount arising at the inception of such a forward exchange contract should be amortised as expense or income over the life of the contract. Since the documents related to such apportionment were not provided and thus we are unable to comment on the same.*

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

The Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure(s) 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 Standalone 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.

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

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance, changes in equity 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 statement 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.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibility for the Audit of the Financial Statements**

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

### **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. A. 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; except for the matters stated in the paragraph 2(B)(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
  - c) The Balance Sheet and the Statement of Profit and Loss 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 31 March 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164 (2) of the Act.



f) The modification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2(A)(b) above on reporting under Section 143(3)(b) and paragraph 2(B)(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

g) Since the Company's turnover as per audited Financial Statements is more than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is more than Rs.25 Crores, the Company is mandated for getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide MCA notification No. G.S.R. 583 (E) dated June 13, 2017;

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:

a. the Company has disclosed pending litigations which would impact its financial position. refer note 3 of the accounting policies to the Standalone Financial Statements

b. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.

c. There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company.

d. (i) 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;

(ii) 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; and

(iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.



- e. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
- f. Based on our examination which included test checks and in accordance with the requirements of the Implementation Guide on Reporting on Audit Trail under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014, the Company has used an accounting software for maintaining its books of account, but the feature of recording audit trail (edit log) facility in terms of the Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 was not enabled throughout the year.
- C. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, we report that section 197 is not applicable on private company. Hence reporting as per section 197(16) is not required.

Place: Chandigarh  
Date: 02-08-2024  
UDIN: 24503922BKASWK7511

For J MANDAL & CO LLP  
Chartered Accountants  
FRN: 302100E  
  
A. Atul Goyal  
(Partner)  
M. No.: 503922

**“Annexure A” to the Independent Auditors’ Report**

(Referred to in paragraph 1 under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the members of **T.C. TERRYTEX LIMITED** of even date).

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

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of all fixed assets.

(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) Pursuant to the company’s programme of verifying property, plant and equipment in a phased manner, physical verification was conducted during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

c) According to the information and explanations given to us title deeds of immovable properties, classified as fixed assets, are held in the name of the company.

d) The company has not revalued its property, Plant, and Equipment during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.

e) 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. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.

(ii) a) In our opinion, physical verification of inventory has been conducted at reasonable intervals by the management and the coverage and procedure of such verification by the management are appropriate. No material discrepancies were noticed on such verification.

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:

(Amount in Lacs)

Particulars	Qtr. / Month ending	As per Books	As per Statement	Difference
Stock Debtors	30-06-2023	16470.25	16483.72	-13.47
Creditors		10268.18	10268.18	-
Stock Debtors	30-09-2023	6273.25	6265.52	7.73
Creditors		16609.10	16609.10	-
Stock Debtors		10402.72	10402.72	-
Creditors		6046.57	6046.57	-



Stock	31-12-2023	16146.32	16160.45	-14.13
Debtors		10869.32	10869.32	-
Creditors		6366.85	6366.82	-9.97
Stock	30-03-2024	17320.36	17320.37	-0.01
Debtors		10856.18	10847.36	8.82
Creditors		7842.09	7842.94	14.15

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.

(iii) (a) In our opinion and according to the information provided to us the company has made investments but has not provided guarantees and granted unsecured loans or advances in the nature of loans.

Nature	Aggregate Amount During the Year	Balance Outstanding as on 31.03.2024
Investment in Mutual Funds	Rs. 25,00,000	Rs. 97,86,523.29
Investment in Union Corporate Bond	0.00	Rs. 50,00,000
Fixed Deposits	Rs. 3,20,85,000	Rs. 9,05,49,093.74

(iv) 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.

(v) According to the information and explanations given to us, the Company has not accepted deposits from the public in terms of provisions of sections 73 to 76 of the Companies Act, 2013 therefore reporting under this clause is not applicable.

(vi) According to the rules prescribed by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013 is not applicable to the company therefore reporting under this clause is not required.

(vii) a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company has been generally regular in depositing statutory dues as applicable, except there have been certain cases where the TDS has been less deducted than prescribed under the Income Tax Act, 1961. The total amount of Short Deduction covers Rs. 1,345.

b) According to the information and explanations given to us, and the records of the companies examined by us, there are no disputed dues of GST, income tax, custom duty, service tax, wealth tax, Value added tax, excise duty and cess which have not been deposited.

(viii) In our opinion and according to the information and explanations given to us,



there is no transaction not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)

(ix) 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 and borrowing or in the payment of interest thereon to any lender.

b) In our opinion and according to the information and explanations given to us, the company has not been a declared willful defaulter by any bank or financial institution or other lender.

c) According to the information and explanations given to us by the management, the Company has obtained Foreign Currency term loan of Rs. 3916.15 Lakhs during the year, Term Loan of 41.82 Lakhs, Foreign Currency Working Capital Term Loan of Rs. 4362.00 Lakhs and further another term loan of Rs. 687.74 Lacs for purchase of vehicle, the same have been applied for the purpose for which the loans were obtained.

c) In our opinion and according to the information and explanations given to us, the loans were applied for the purpose for which the loans were obtained.

d) In our opinion and according to the information and explanations given to us, there are no funds raised on short-term basis which have been utilized for long-term purposes.

e) In our opinion and according to the information and explanations given to us, 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) In our opinion and according to the information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(x) According to the information and explanations given to us, on an overall basis, the company has not raised any money by way of initial public offer or further public offer (including debt instruments)

(xi) a) According to the information and explanations given to us and on the basis of representation of the management which we have relied upon, no fraud by the Company or on the company by its officers or employees 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 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) As auditors, we did not receive any whistle-blower complaints during the year.

(xii) Since the company is not a Nidhi company, therefore this clause is not applicable.

(xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of The Companies Act, 2013 as applicable and the details have been disclosed in the



Financial Statements as required by the applicable accounting standards.

(xiv) The company is covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company is required to appoint any internal auditor. Therefore, the provisions of Clause (xiv) of paragraph 3 of the order are applicable to the Company.

(a) Based on information and explanations provided to us and our audit procedures, in our opinion, 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

(xv) According to the information and explanations given to us based on our examination of the record of the company, the company has not entered into any non-cash transactions with directors or persons connected with him. Therefore, the provisions of clause 3(xv) of the order are not applicable.

(xvi) a) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year.

c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. (d) As per the information and explanations received, the group does not have any CIC as part of the group.

(xvii) The company has not incurred cash loss in current financial year. The Company has started its operations and started incurring profits.

(xviii) There has been no resignation of the previous statutory auditors during the year.

(xix) 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, other information accompanying the 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 the 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) Based on our examination, the Company was required to spend a total amount of Rs. 15,60,087.02 - (for the year 2022-23) during the year. However the actual amount which the company has spent is Rs. 15,81,195/- towards Corporate Social Responsibility (CSR) other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section(5) of Section 135 of the said Act.



In respect of other than ongoing projects, the company has not transferred the unspent amount to a Fund specified in Schedule VII to the Companies Act, 2013 within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act, except in respect of the following:

Financial Year	Amount unspent on CSR activities "other than On going Projects"	Amount Transferred to Fund specified in Sch VII within 6 months from the end of the financial year.	Amount transferred after the due date (specify the date of deposit)
2021-22	64,548/-	0.00	0.00

(xxi) The company has not made investments in the subsidiary company. Therefore, the company does not require to prepare a consolidated financial statement. Therefore, the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company

Place: Chandigarh  
 Date: 02-08-2024  
 UDIN: 24503922BKASWK7511

For J MANDAL & CO LLP  
 Chartered Accountants  
 FRN: 302100E

  
 CA Abil Goyal  
 (Partner)  
 M. 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 T.C. TERRYTEX LIMITED as of March 31, 2024 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 authorizations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, 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, 2024, 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: -Chandigarh  
Date: 02-08-2024  
UDIN:24503922BKASWK7511

For J. MANDAL AND CO.  
Chartered Accountants  
FRN: 302100E  
PANCHKULA  
FRN/302100E  
CHITANU GOYAL  
(PARTNER)  
Membership No. 503922

**T.C TERRYTEX LIMITED**

**Balance Sheet As On 31st March, 2024**

(Figures in Lakhs)

Particulars	Note No.	Figures as at the end of current reporting period Rs.	Figures as at the end of previous reporting Period Rs.
<b>A EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	1	12931.83	12931.83
(b) Reserves and surplus	2	3795.60	2397.89
(b) Money Received against share warrents		0.00	0.00
<b>2 Share application money pending allotments</b>		0.00	0.00
<b>3 Non-current liabilities</b>			
(a) Long-term borrowings	3	5186.51	6457.23
(b) Deferred tax liabilities (net)		553.25	538.45
(c) Other Long Term Liabilities		25.16	37.30
(d) Long term provision		457.93	399.65
<b>4 Current liabilities</b>			
(a) Short Term Borrowings	4	14175.92	13975.37
<b>(b) Trade payables</b>			
(A) total outstanding dues of micro enterprises and small enterprises	5	309.32	237.52
(B) total outstanding dues of Creditors other than micro enterprises and small enterprises		7532.99	6209.44
(c) Other current liabilities	6	129.30	201.46
(d) Short-term provisions	7	975.02	1092.56
<b>TOTAL</b>		<b>46072.84</b>	<b>44478.70</b>
<b>B ASSETS</b>			
<b>1 Non-current assets</b>			
<b>(a (i) Property, Plant and Equipment</b>			
(ii) Intangible assets	8	12514.00	10418.18
(iii) Capital Work in progress		0.00	0.00
(iv) Advances to Suppliers		511.87	1707.62
(b) Non-current investments	9	310.08	507.47
(c) Deferred Tax Assets		232.50	219.07
(d) Long term loans and Advances		235.36	235.36
(e) Other Non Current Assets		4.00	4.00
<b>2 Current assets</b>			
(a) Current Investments	10	147.87	162.50
(b) Inventories	11	17320.37	16551.05
(c) Trade receivables	12	10856.40	10320.43
(d) Cash and cash equivalents	13	755.87	750.44
(e) Short-term loans and advances	14	15.33	16.27
(f) Other Current Assets	15	3169.18	3586.31
<b>TOTAL</b>		<b>46072.83</b>	<b>44478.70</b>

See accompanying notes forming part of the financial statements

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In terms of our report attached.

For **J. MANDEL AND CO**  
Chartered Accountants

**PANCHKULA**  
FRN:302100E  
**(CA) ATUL GOYAL**  
Partner  
Place: Chandigarh

Date: 02/08/2024

UDIN : 24503922BKASWK7511

*A Sat*  
**AKHIL SATIA** (MANAGING DIRECTOR)  
DIN -01138038

*SV*  
**SUNIL KAURA** (DIRECTOR)  
DIN - 05126396

*R Chopra*  
**RAJIV CHOPRA** (CFO)

*Tanny*  
**TANU MAHENDRU** (CS)

**T.C TERRYTEX LIMITED**  
**STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2024**

(Figures in Lakhs)			
Particulars	Note No.	Figures for the current reporting period	Figures for the previous reporting period
		Rs.	Rs.
<b>I</b> Revenue from operations (gross)	16	65,444.32	54,415.71
Less: Excise Duty		-	-
Revenue from operations (net)		<b>65,444.32</b>	<b>54,415.71</b>
<b>II</b> Other Income	17	65.67	51.66
<b>III Total Income (I+II)</b>		<b>65,509.99</b>	<b>54,467.37</b>
<b>IV Expenses</b>			
(a) Cost of materials consumed	18	42,078.81	35,225.83
(b) Purchase of Stock in Trade		6,307.51	3,550.86
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	19	(419.82)	(189.66)
(d) Employee benefits expenses	20	3,792.43	3,526.65
(e) Finance costs	21	2,408.04	2,478.32
(f) Depreciation and amortisation expenses		1,108.15	1,084.02
(g) Other expenses	22	8,384.59	7,699.55
<b>Total Expenses</b>		<b>63,659.71</b>	<b>53,375.57</b>
<b>V Profit before exceptional and extraordinary item and tax</b>		<b>1,850.28</b>	<b>1,091.81</b>
<b>VI Exceptional Items</b>		-	-
<b>VII Profit before extraordinary item and tax</b>		1,850.28	1,091.81
<b>VIII Extraordinary Items</b>		-	-
<b>IX Profit before Tax</b>		1,850.28	1,091.81
<b>X Tax Expense:</b>			
(a) Current tax expense		420.91	307.86
(b) Deferred tax		14.80	(325.60)
(c) - Income Tax - Previous Year		16.86	5.85
(d) MAT CREDIT		-	-
<b>XI Profit / (Loss) for the period from continuing operations</b>		1,397.72	1,103.69
<b>XII Profit / (Loss) from discontinuing operations</b>		-	-
<b>XIII Tax from discontinuing operations</b>		-	-
<b>XIV Profit/ (Loss) from discontinuing operations</b>		-	-
<b>XV (Loss) for the Period</b>		<b>1,397.72</b>	<b>1,103.69</b>
<b>XVI Earning per equity share:</b>			
(1) Basic		1.08	0.85
(2) Diluted		1.08	0.85

In terms of our report attached.

For J. MANDAL AND CO  
Chartered Accountants

(CA ATUL GOYAL)  
Partner

Place: Chandigarh

Date: 02/08/2024

UDIN :

T.C. Terrytex Limited

AKHIL SATIA SUNIL KAURA  
(MANAGING DIRECTOR) (DIRECTOR)

DIN -01138038 DIN - 05126396

RAJIV CHOPRA  
(CFO)

TANVI MAHENDRU  
(CS)

**T.C TERRYTEX LIMITED**  
Statement of Cash Flows  
For the Years Ending March 31, 2024

(Figures in Lakhs)

	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
<b>Cash Flows from Operating Activities</b>		
Net Income	1,397.72	1,103.69
<b>Add: Expenses Not Requiring Cash:</b>		
Depreciation	1,108.15	1,084.02
Income Tax	420.91	307.86
net Credit	0.00	0.00
Deferred Tax	14.80	-325.60
Other	<u>1,543.85</u>	<u>1,066.28</u>
<b>Add:- Decrease in Current Assets :-</b>		
Inventories	0.00	-91.74
Trade receivables	0.00	0.00
Short-term loans and advances	0.94	6.05
Other current assets	417.13	0.00
Current Investments	14.63	0.00
	<u>432.70</u>	<u>-85.69</u>
<b>Less :- Increase in Current Assets :-</b>		
Inventories	769.32	0.00
Short-term loans and advances	0.00	0.00
Trade receivable	535.97	250.89
Current Investments	0.00	22.00
Other current assets	0.00	168.68
	<u>1,305.29</u>	<u>441.57</u>
<b>Add:- Increase in Current Liability :</b>		
Short Term Borrowings	200.55	0.00
Trade payables	1,395.35	-79.03
Other current liabilities	0.00	-12.99
Short-term provisions	0.00	0.00
	<u>1,595.89</u>	<u>-92.02</u>
<b>Less:- Decrease in Current Liabilities-</b>		
Short Term Borrowings	0.00	20.93
Trade payables	0.00	0.00
Short Term Provision	538.32	-204.13
Other current liabilities	72.15	0.00
	<u>610.47</u>	<u>-183.21</u>
<b>Net Cash from Operating Activities</b>	<u><b>3,054.40</b></u>	<u><b>1,733.90</b></u>
<b>Cash Flows from Investing Activities</b>		
Add:- Sale of Fixed Assets	8.07	71.92
Less:- Purchase of New Equipment	1,819.03	1100.54
Add:- Other Non current assets	0.00	0.00
Less:- Investments increased	13.43	-17.48
<b>Net Cash Used for Investing Activities</b>	<u><b>-1,824.39</b></u>	<u><b>-1,011.14</b></u>
Add:- Share Capital	0.00	0.00
Add:- Long-term borrowings	-1,270.72	-830.21
Add:- Increase in Long term liabilities	46.14	-105.12
Less:- Long-term borrowings	0.00	0.00
<b>Net Cash from Financing Activities</b>	<u><b>-1,224.59</b></u>	<u><b>-935.34</b></u>
<b>NET INCREASE/(DECREASE) IN CASH</b>	<u><b>5.43</b></u>	<u><b>-212.57</b></u>
CASH, & CASH EQUIVALENT AT THE BEGINNING OF YEAR	750.44	963.01
<b>CASH, &amp; CASH EQUIVALENT AT THE END OF YEAR</b>	<u><b>755.87</b></u>	<u><b>750.44</b></u>

In terms of our report attached.  
Chartered Accountants

  
**ATUL GOYAL**  
Partner  
Place: Chandigarh  
UDIN : 24503922BKASWK7511

  
**AKHIL SATIA**  
(MANAGING DIRECTOR)

DIN - 01138038 DIN - 05126396

T.C. Terrytex Limited

  
**SUNIL KAURA**  
(DIRECTOR)

(CFO)

  
**RAJIV CHOPRA**

  
**TANVI MAHENDRU**  
(CS)

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

**Note -I. 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	1305.00	13050.00	1305.00	13050.00
2,000,000 Preference Shares of Rs.10/- each	20.00	200.00	20.00	200.00
(b) Issued, Subscribed and Paid up				
12,93,18,280 Equity Shares of Rs. 10/- each with voting rights	1293.18	12931.83	1293.18	12931.83
<b>Total</b>	<b>0.00</b>	<b>12931.83</b>	<b>0.00</b>	<b>12931.83</b>

**NOTE 1A**

**List of Shareholders holding more than 5% share capital**

Name of Shareholders	No. of Shares	%	Value/Share	Total Value
<b>A) Equity Shares of Rs 10 each fully paid up</b>				
Mr. Akhil Satia	731.06	56.53	10	7,310.61
Shiv Parivar Trust	497.70	38.49	10	4,977.04
<b>TOTAL</b>	<b>1,228.77</b>	<b>95.02</b>		<b>12,287.65</b>

**NOTE 1B. 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	731.06	56.53	3.94%

Previous reporting Period				
Sr No.	Promotor's Name	No of shares	% of total shares	% Change during the year
Equity Shares				
1	Mr. Akhil Satia	761.06	58.85	0.03

**NOTE- 1C. 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	0	12,931.83	0	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
12,931.83	0	12,931.83	0	12,931.83

**NOTE 1D**

**Terms / Rights attached to Equity Shares**

The company has only one class of equity share having par value of Rs.10 per share. Each holder of the equity share is entitled to one vote per share. Whenever the company declares dividend it will be paid in Indian Rupees.

In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.



**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.
<b>(A) Securities premium account</b>		
Opening balance	-	-
Closing balance	-	-
<b>(B) Surplus / (Deficit) in Statement of Profit and Loss</b>		
Opening balance	2,397.89	1,294.20
Add: Profit / (Loss) for the year	1,397.72	1,103.69
Less:- Loss Due to Change in Rate of Depreciation as per Company Act 2013	0.00	0.00
<b>Closing balance</b>	<b>3,795.60</b>	<b>2,397.89</b>
<b>Total</b>	<b>3,795.60</b>	<b>2,397.89</b>

**Note 3 LONG TERM BORROWINGS**

Particulars	Figures as at the end of current reporting period		Figures as at the end of previous reporting Period	
	Non Current	Current	Non Current	Current
<b>I) Secured *</b>				
<b>A) Term Loans from Banks</b>				
i) Punjab National Bank	0.00	0.00	0.00	0.00
ii) Union Bank of India	688.14	229.56	100.00	0.00
iii) South Indian Bank	258.19	102.00	368.66	102.00
iv) Punjab National Bank (New)	678.32	282.96	939.26	282.96
v) Union Bank of India (New)	0.00	7.69	953.87	329.56
vi) Allahabad bank TL	622.44	235.92	846.74	235.92
vii) Covid Loan	0.00	0.00	0.00	0.00
viii) IIFL Home Finance	0.00	0.00	172.33	0.00
ix) Mahindra & Mahindra Financial Services Ltd.	437.16	92.67	0.00	0.00
ix) GECL-	2,368.67	954.53	3,016.32	830.67
<b>B) Term Loans from Others</b>				
i) Union Bank of India- audi	13.87	15.19	28.96	13.84
ii) Punjab National Bank (Ertiga)	0.00	0.00	0.00	0.00
iii) HDFC Bank BMW	106.38	21.88	0.00	0.00
iv) Union Bank of India Bolero	3.07	1.56	0.00	0.00
v) HDFC Bank Bolero	0.00	1.65	1.65	2.41
vi) Union Bank of India Ertiga	0.15	1.80	1.87	2.02
vii) Union Bank of India Honda Amaze	2.94	1.57		
viii) ICICI Bank Ltd. (New Loan)	7.17	20.39	27.56	18.83
<b>II) Un secured</b>				
<b>A) From promoters</b>				
<b>TOTAL</b>	<b>5,186.51</b>	<b>1,969.36</b>	<b>6,457.23</b>	<b>1,818.21</b>

\*The above loans are secured by joint equitable mortgage of Company's immovable present and future and hypothecation of Company's movable assets present and future (except book debts) all ranking parri-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**

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	Rs.	Rs.
<b>SECURED LOANS</b>		
A) Working Capital Loans : Banks (Rupees Loan)		
i) State Bank of India	5,488.59	5,628.83
ii) Indian Overseas Bank	1,683.75	1,942.90
iii) Union Bank of India	2,668.94	2,565.96
iv) Allahabad Bank	689.50	306.82
v) Punjab National Bank Chd	380.59	343.22
vi) South Indian Bank	1,295.18	1,369.42
vii Andhra Bank	0.00	0.00
viii FITL	0.00	0.00
B) Instalment of Term Loan repayable in next 12 mon	1,969.36	1,818.21
(Secured against hypothecation of Stocks and Personal guarantee of Directors and equitable mortgaged of Factory Land and Building)	0.00	0.00
	0.00	0.00
	0.00	0.00
	0.00	0.00
<b>TOTAL</b>	<b>14,175.92</b>	<b>13,975.37</b>

**Note 6 OTHER CURRENT LIABILITIES**

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	Rs.	Rs.
A) Statutory Liabilities	27.93	22.34
B) Interest Accrued and Due	7.18	25.62
C) Interest Accrued But not Due	34.48	27.11
D) Other Liabilities	59.72	126.39
<b>Total</b>	<b>129.30</b>	<b>201.46</b>

**Note 7 SHORT TERM PROVISIONS**

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	Rs.	Rs.
<b>(a) Provision for employee benefits</b>		
esi	6.23	5.35
labour welfare fund	2.43	2.16
Professional Tax	0.71	1.50
pf	33.33	27.56
Provision for Bonus payable	151.06	310.19
Salary, Goodwork & Wages payable	314.38	262.44
		-
<b>(b) Provision - for TAX</b>		
Provision for Income Tax(Current Years)	420.91	307.86
	-	-
<b>(c) Provision - Others</b>		
Power Payable	45.99	56.44
Others payable	-	119.06
<b>Total</b>	<b>975.02</b>	<b>1,092.56</b>

In terms of our report attached.

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

(SA ATUL GOYAL)

Partner

Place: Chandigarh

Date: 02/08/2024

UDIN :

T.C. Terrytex Limited

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

RAJIV CHOPRA

(CFO)

GANVI MAHENDRU  
(CS)

Note 5 TRADE PAYABLES

Figures For the Current Reporting Period

(Figures in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
MSME	309.32	-	-	-	309.32
Others	7,475.55	57.20	0.24	-	7,532.99
Dispute dues-MSME	-	-	-	-	-
Dispute dues	-	-	-	-	-
Others	-	-	-	-	-
<b>Total</b>					<b>7,842.31</b>

Figures For Previous Reporting Period

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
MSME	237.52	-	-	-	237.52
Others	6,105.05	98.10	6.30	-	6,209.44
Dispute dues-MSME	-	-	-	-	-
Dispute dues	-	-	-	-	-
Others	-	-	-	-	-
<b>Total</b>					<b>6,446.96</b>

Note 12 TRADE RECEIVABLES

Figures For the Current Reporting Period

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months -1Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivables- Considered Goods	10,668.34	183.59	4.17	0.30	-	10,856.40
Undisputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Disputed Trade Receivables- Considered Goods	-	-	-	-	-	-
Disputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Others	-	-	-	-	-	-
<b>Total</b>	<b>10,668.34</b>	<b>183.59</b>	<b>4.17</b>	<b>0.30</b>	<b>-</b>	<b>10,856.40</b>

Figures For Previous Reporting Period

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months -1Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivables- Considered Goods	10,267.62	51.30	0.19	0.70	0.62	10,320.43
Undisputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Disputed Trade Receivables- Considered Goods	-	-	-	-	-	-
Disputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Others	-	-	-	-	-	-
<b>Total</b>	<b>10,267.62</b>	<b>51.30</b>	<b>0.19</b>	<b>0.70</b>	<b>0.62</b>	<b>10,320.43</b>



Note - 8

(Figures in Lakhs)

Particulars	Gross Block			Subsidy	Depreciation			Net Block		
	Amount As On 31st March.,2023	Additions	Deletions		Amount As On 31st March.,2024	Rate Of Dep	Amount As On 31st March.,2023	During the year	Withdrawn during the year	W.D.V. as on 31st March.,2024
Land	899.25	-	-	899.25	-	-	-	-	899.25	899.25
Building Roads & Other Devel	4,810.25	556.07	-	5,366.32	0.03	1,654.49	151.78	-	1,806.27	3,560.05
Plant & Machinery	21,485.21	2,471.88	-	23,957.09	0.10	15,374.78	904.71	-	16,279.49	7,677.60
Computers	124.16	2.31	-	126.47	0.16	114.93	3.16	-	118.09	8.38
Electrical Equipments	433.24	-	-	433.24	0.07	409.03	4.77	-	413.80	19.44
Furniture & Fixtures	150.71	-	-	150.71	0.06	124.74	3.70	-	128.45	22.27
Office Equipments	19.36	-	-	19.36	0.05	17.34	0.32	-	17.66	1.70
Vehicles	265.03	181.91	17.67	265.03	0.10	73.71	39.71	54.82	103.96	325.32
<b>Total</b>	<b>28,187.21</b>	<b>3,212.17</b>	<b>17.67</b>	<b>31,217.48</b>		<b>17,769.03</b>	<b>1,108.15</b>	<b>54.82</b>	<b>18,867.71</b>	<b>12,514.00</b>
										<b>10,418.18</b>



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	232.50	219.07
<b>Total</b>	<b>232.50</b>	<b>219.07</b>

Note 10 CURRENT INVESTMENTS

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	97.87	112.50
ii) Ubi Corporate Bond	50.00	50.00
<b>Total</b>	<b>147.87</b>	<b>162.50</b>

Note 11 INVENTORIES

(At lower of cost and net realisable value)

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	Rs.	Rs.
Finished Goods	7,388.79	6,950.93
Raw Material	3,870.06	3,685.37
Stores & Spares	1,356.41	1,191.61
W I P	4,705.11	4,723.14
Stock with Consignee	0.00	0.00
<b>Total</b>	<b>17320.37</b>	<b>16551.05</b>

Note 13 CASH AND CASH EQUIVALENTS

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	Rs.	Rs.
A) Cash In Hand	46.70	43.31
B) Bank Balance	36.18	173.94
C) Fixed Deposit with banks	672.99	533.19
<b>Total</b>	<b>755.87</b>	<b>750.44</b>

Note 14 SHORT TERM LOANS AND ADVANCES

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	Rs.	Rs.
A) Others - Staff Loan, Advances & Staff Imprest A/c	15.33	16.27
<b>Total</b>	<b>15.33</b>	<b>16.27</b>

Note 15 OTHER CURRENT ASSETS

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting Period
	Rs.	Rs.
A) Export Incentives Receivable	1,381.20	1,355.24
B) TUFs Receivable	112.93	112.93
C) VAT / GST Receivable	1,066.74	442.48
D) Insurance premium advance	64.35	67.23
E) TDS Receivable	51.23	50.48
F) MAT Credit Entitlement	263.20	397.16
G) Advance Tax	200.00	-
H) Prepaid Expenses	20.14	26.47
I) Others (All assets which are not classified above)	9.37	1,134.31
<b>Total</b>	<b>3,169.17</b>	<b>3,586.31</b>

For J. MANDAL & CO.  
Chartered Accountants

Partner  
Place: Chandigarh  
Date: 02/08/2024  
UDIN :

T.C. Terrytex Limited

AKHIL SATIA  
(NAGING DIRECTOR)  
DIN - 01138038

SUNIL KAURA  
(DIRECTOR)  
DIN - 05126396

RAJIV CHOPRA TANVI MAHENDRU  
(CFO) (CS)

Note 16 REVENUE FROM OPERATIONS

(Figures in Lakhs)

Particulars	Figures for the current reporting period	Figures for the previous reporting period
	Rs.	Rs.
<b>I) DIRECT EXPORT</b>		
A) TOWEL	42477.44	38486.97
B) YARN	149.69	855.74
Sub Total (i)	42627.13	39342.71
<b>II) DOMESTIC</b>		
A) TOWEL	845.51	656.49
B) YARN	16930.10	9524.01
C) OTHERS	330.95	356.27
Sub Total (ii)	18106.56	10536.77
<b>iii) OTHER OPERATING INCOME</b>		
A) EXPORT INCENTIVES	4617.89	4233.35
B) OTHERS	92.74	302.89
Sub Total (iii)	4710.63	4536.24
<b>Total - Sales</b>	<b>65444.32</b>	<b>54415.71</b>

Note 17 OTHER INCOME

Particulars	Figures for the current reporting period	Figures for the previous reporting period
	Rs.	Rs.
A) Interest	62.29	47.12
B) Other Non Operating Income	3.38	4.55
<b>Total</b>	<b>65.67</b>	<b>51.66</b>

Note 18 COST OF MATERIALS CONSUMED

Particulars	Figures for the current reporting period	Figures for the previous reporting period
	Rs.	Rs.
<b>Opening stock</b>	0.00	0.00
Raw Material	3685.37	3781.58
Packing Material	293.30	293.09
Dyes & Chemicals	646.06	662.15
Stores & Spares	111.22	109.05
<b>Opening stock- Total</b>	<b>4735.95</b>	<b>4845.87</b>
<b>Add: Purchases</b>		
Import		
Stores & Spares	67.19	45.08
Domestic		
Raw Material	36860.56	30088.65
Packing Material	1910.72	1847.83
Dyes & Chemicals	3045.03	2670.73
Stores & Spares	524.81	463.63
<b>Purchases -Total</b>	<b>42408.31</b>	<b>35115.91</b>
<b>Less: Closing stock</b>		
Raw Material	3870.06	3685.37
Packing Material	340.69	293.30
Dyes & Chemicals	715.25	646.06
Stores & Spares	139.44	111.22
<b>Closing Stock- Total</b>	<b>5065.45</b>	<b>4735.95</b>
<b>Cost of Material Consumed</b>	<b>42078.81</b>	<b>35225.83</b>



Note 19 CHANGE IN INVENTORIES

Particulars	Figures for the current reporting period	Figures for the previous reporting period
	Rs.	Rs.
<b>Inventories at the end of the year:</b>		
Finished goods	7353.23	6950.93
Work-in-progress	4740.67	4723.14
	<b>12093.89</b>	<b>11674.07</b>
<b>Inventories at the beginning of the year:</b>		
Finished goods	6950.93	6824.28
Work-in-progress	4723.14	4660.13
	<b>11674.07</b>	<b>11484.41</b>
<b>Net (increase) / decrease</b>	<b>-419.82</b>	<b>-189.66</b>

Note 20 EMPLOYEE BENEFIT EXPENSES

Particulars	Figures for the current reporting period	Figures for the previous reporting period
	Rs.	Rs.
A) Salaries, Wages and Other Incentives	3511.38	3299.38
B) Welfare Expenses	27.29	23.39
C) Contribution to Provident and Other Funds.	253.76	203.88
	0.00	0.00
	<b>3792.43</b>	<b>3526.65</b>

Note 21 FINANCE COST

Particulars	Figures for the current reporting period	Figures for the previous reporting period
	Rs.	Rs.
A) Interest on Term Loan	728.81	771.83
B) Interest on Working Capital	1134.26	1247.22
C) Other Interest	347.56	248.24
D) Bank & Other Charges	197.41	211.03
<b>Total</b>	<b>2408.04</b>	<b>2478.32</b>



Note 22 OTHER EXPENSES

Particulars	Figures for the current reporting period	Figures for the previous reporting period
	Rs.	Rs.
<b>(A) DIRECT EXPENSES</b>		
A) UTILITIES:		
i) Power	3999.55	3423.14
ii) Freight	136.67	54.16
iii) Job Work Expenses	482.93	604.37
iv) Packing Charges	643.42	746.30
B) Repair & Maintenance :		
i) Machinery	14.81	8.48
<b>Total (A)</b>	<b>5277.38</b>	<b>4836.45</b>
<b>(B) INDIRECT EXPENSES</b>		
<b>I) ADMINISTRATIVE AND OTHER EXPENSES :</b>		
ADMINISTRATION EXPENSES	29.61	13.48
AUDIT FEES	0.80	0.80
AMC expenses	0.94	
COMPUTER EXPESNES	14.22	4.14
CONVEYANCE EXP A/C	38.26	39.29
DIWALI EXPENSES	29.65	20.77
ECGC PREMIUM	1.47	2.09
FEES & TAXES A/C	44.54	35.75
LOSS ON SALE OF ASSETS	0.13	20.42
HORTICULTURE EXP.	35.26	28.62
INSURANCE A/C	71.25	97.29
Incentives to workers	13.08	0.00
INTEREST ON TCS/TDS/MAT/SERVICE TAX/GST	19.64	21.95
MISC EXPENSES	2.11	2.95
POOJA EXP	0.71	1.09
POSTAGE & TELEGRAM EXP	79.82	71.33
PRINTING & STATIONARY A/C	0.41	0.36
PROFESSIONAL CHARGES	110.56	91.37
RENT ACCOUNT	38.56	27.19
SHORT & EXCESS	0.00	0.00
TELEPHONE EXPENSES	4.43	3.98
TOUR & TRAVEL EXP	155.48	135.07
GST Expenses-Reversal	0.00	0.22
VEHICLE RUNNING & MAINTT	18.48	34.35
REPAIR & MAINTANCES BUILDING & OTHERS	14.44	8.94
GST CESS	0.00	0.00
TESTING CHARGES	50.39	55.00
CHARITY & DONATION	1.11	11.19
GST Expenses	0.00	21.97
<b>Total (BI)</b>	<b>775.34</b>	<b>749.60</b>
<b>II) SELLING &amp; DISTRIBUTION EXPENSES :</b>		
COMMISSION (DOMESTIC SALE)	40.07	64.18
EXPORT COMMISSION	222.66	154.50
REBATE & DISCOUNT ALLOWED	108.38	267.40
EXPORT EXPENSES	1052.71	868.73
FREIGHT OUTWARD	741.23	601.06
LOADING & UNLOADING CHARGES A/C	111.20	123.23
REFRESHMENT EXPENSES	0.00	0.01
SALES & BUSINESS PROMOTION	49.02	29.14
Weight Shortage & Claim	6.59	5.27
Write off	0.00	0.00
<b>Total (BII)</b>	<b>2331.86</b>	<b>2113.51</b>
<b>Total (B)</b>	<b>0.00</b>	<b>0.00</b>
<b>Total (A+B)</b>	<b>8384.59</b>	<b>7699.55</b>

In terms of our report attached.

For J. MANDAL AND CO.  
Chartered Accountants

  
CA ATUL GOYAL  
Partner  
Place: Chandigarh  
Date: 02/08/2024



T.C TERRYTEX LIMITED

  
AKHIL SATIA  
(MANAGING DIRECTOR)  
DIN - 01138038

  
SUNIL KAURA  
(DIRECTOR)  
DIN - 05126396

  
RAVI CHOPRA  
(CFO)

  
TANVI MAHENDRU  
(CS)

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

(Figures in Lakhs)

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/	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	511.87	0.00	0.00	0.00	511.87
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	0.00	0.00	0.00	0.00	0.00
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	0.00	0.00	0.00	0.00	0.00
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	0.00	0.00	0.00	0.00	0.00
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 Companies Act, 2013 or section 560 of Companies Act, 1956, the Company shall disclose the following details:-

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 (Restriction on number of Layers) 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	1.16	1.46	-0.30
Debt Service coverage ratio	EBITDA	Debt Service (Int+Principal)	1.29	1.13	0.16
Return on Equity Ratio	Profit for the year	Average Shareholder's Equity	10.81	8.53	2.27
Inventory Turnover Ratio	COGS	Average Inventory	2.77	2.33	0.44
Trade Receivables turnover ratio	Net Sales	Average trade receivables	6.03	5.27	0.76
Trade payables turnover ratio	Total Purchases (Fuel Cost + Other Expenses+Closing Inventory Opening Inventory)	Closing Trade Payables	6.37	6.21	0.15
Net capital turnover ratio	Sales	Working capital (CA-CL)	7.16	5.63	1.53
Net profit ratio	Net Profit	Sales	2.14%	2.03%	0.11
Return on Capital employed	Earnings before interest and tax	Capital Employed	9.24%	8.03%	1.21
Return on investment	Net Profit	Investment	10.81%	8.53%	2.28

**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

In terms of our report attached.

For J. MANDAL AND CO  
Chartered Accountants

(CA. J. MANDAL)  
Partner  
Place: Chandigarh  
Date: 02/08/2024



T.C TERRYTEX LIMITED

AKHIL SATIA  
(MANAGING DIRECTOR)  
DIN - 01138038

SUNIL KAURA  
(DIRECTOR)  
DIN - 05126396

RAJIV GHOPRA  
(CFO)

TANVI MAHENDRU  
(CS)

## T.C. TERRYTEX LIMITED

### FINANCIAL YEAR 2023-24

#### 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) Due to change in the statute 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 except for the specific Plant & Machinery for which the management has decided to account for depreciation during the year on the basis of remaining use full life as determined by an independent Chartered Engineer.
- g) All the related incomes & expenditures clubbed to respective single head and shown in the profit & loss account.
- h) Insurance claims are adjusted under respective heads 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, 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

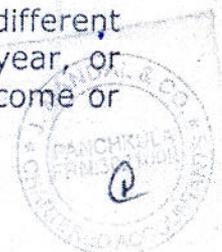
Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

#### 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

No grant received during the FY 2023-24

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

- a) Bank Guarantee under EPCG Nil (Previous year Rs. 0.00lacs)
- b) Legal Cases Rs. 91.03lacs ( Previous Year Rs. 91.05lacs)

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.

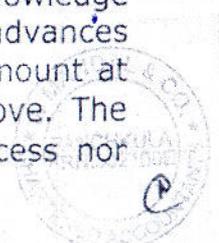
5. **LEASES**

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 not provided for deferred tax liability in accordance Accounting Standard – 22, Accounting for Taxes on Income.

9. **EXPORT INCENTIVE**

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

10. Other Information:

Directors Remuneration	Current Year- Rs Lacs	Previous Year- Rs. Lacs
Mr Akhil Satia	75.60	72.00
Mr Sunil Kaura	19.55	22.05
Key Management Personal Remuneration		
Mr Rajeev Chopra CFO	18.00	15.12
Ms. Tanvi Mahendru CS	2.61	2.49
Relatives- Remuneration		
Smt Sabhayata Satia w/o Akhil Satia	26.46	25.20
Mr Pukhraj Kaura s/o Sunil Kaura	8.64	2.16

AS PER OUR REPORT OF EVEN DATE ATTACHED.

FOR J MANDAL AND CO  
CHARTERED ACCOUNTANTS

(CA ATUL GOYAL)

Membership Number : 503922

Place: V. Sarsini  
Date: 02<sup>nd</sup> August 2024

AKHIL SATIA

MANAGING DIRECTOR

SUNIL KAURA

DIRECTOR

RAJEEV CHOPRA

CFO

TANVI MAHENDRU

CS