

SUREKA ASSOCIATES  
CHARTERED ACCOUNTANTS

45 C, MANDHANA MANOR, MOGAL LANE,  
MATUNGA ROAD (W), MUMBAI 400 016.  
TEL.: 2430 6150, 2432 7608  
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**INDEPENDENT AUDITOR'S REPORT**

To the Members of ANJAR TERRY TOWELS LIMITED (Formerly known as ANJAR TERRY TOWELS PRIVATE LIMITED)

Report on the Audit of the Standalone Ind AS Financial Statements

**Opinion**

We have audited the accompanying standalone Ind AS financial statements of ANJAR TERRY TOWELS LIMITED (Formerly known as ANJAR TERRY TOWELS PRIVATE LIMITED) ("the Company"), which comprise the Balance sheet as at March 31 2022, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity 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 standalone Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("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 March 31, 2022, its loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Ind AS 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 Act 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 audit opinion on the standalone Ind AS financial statements.

**Responsibility of Management for the Standalone Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 the 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 standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone Ind AS 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 Responsibilities for the Audit of the Standalone Ind AS Financial Statements**

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

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 over financial reporting of the Company with reference to these standalone Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;
  - (g) The provisions of section 197 read with Schedule V of the Act are not applicable to the Company for the year ended March 31, 2022;
  - (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, as amended in our opinion and to the best of our information and according to the explanations given to us.
    - i. The Company does not have any pending litigations which would impact its financial position;
    - 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.

For SUREKA ASSOCIATES  
Chartered Accountants  
Firm's Registration No. 110640W



Suresh Sureka  
Partner  
Membership No. 34132

UDIN: 22034132AIALJT6087

Place : Mumbai  
Date : 27<sup>th</sup> April, 2022



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**ANNEXURE '1' TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1 of the Independent Auditors' Report of even date to the members of ANJAR TERRY TOWELS LIMITED (Formerly known as ANJAR TERRY TOWELS PRIVATE LIMITED) on the financial statements as of and for the year ended March 31, 2022)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets, the Company does not have any Property, Plant and Equipment and Intangible Assets. Hence, clause 3(1)(a), (b), (c) and (d) are not applicable.
- ii. (a) The Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order is not applicable.  
  
(b) The Company has not been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- iii. The Company has not made any investments in, 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. Hence, reporting under clause 3(iii) (a), (b), (c), (d), (e) and (f) is not applicable.
- iv. The Company has not granted any loans, or made investments, or provided any securities or guarantees to the parties covered under sections 185 and 186. Therefore, the requirement of reporting under clause 3(iv) is not applicable.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits within the meaning of sections 73, 74, 75 and 76 of the companies act and rules made thereunder to the extent notified. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. Pursuant to the rules made by the Central Government of India, the company is not required to maintain cost records as specified under section 148(1) of the act in respect of its business. Hence, reporting under clause 3(vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
  - (a) According to the information and explanation given to us and the records of the company examined by us, in our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.



- (b) According to the information and explanation given to us and the records of the company examined by us, in our opinion, there are no dues with respect to statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2022 on account of disputes.
- viii. According to the information and explanation given to us and the records of the company examined by us, there were no transactions relating to previously unrecorded income that 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 explanation given to us and the records of the company examined by us, the company has not taken any loans, or other borrowings or any interest due thereon to any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
- (b) The Company has not taken any loan from any bank or financial institution. So, this clause is not applicable.
- (c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) The Company has not raised any fund on short term basis which has been utilised for long term purposes and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (e) According to the information and explanation given to us and the records of the company examined by us, the company has not taken any funds from any entity / person on account of / to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally convertible) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi. (a) No fraud has been committed by the company or on the company has been noticed or reported during the year.
- (b) 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, during the year and upto the date of this report.
- (c) The company is not required to establish a whistle blower mechanism as required by the act and SEBI (listing obligations and Disclosure Requirements) Regulations, 2015. Hence the reporting under clause 3(xi)(c) of the order is not applicable.
- xii. The company is not a Nidhi Company and hence Nidhi Rules, 2014 along with reporting under clause 3(xii) of the order are not applicable.



- xiii. In our opinion, the Company has entered into transactions with related parties in compliance with the provision of Section 177 and 188 of the Companies Act, 2013. The details of such related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards (Ind As 24 – related party disclosures) as specified u/s 133 of the act, read with Rule 7 of the companies (accounts) Rules 2014.
- xiv. The company is not required to appoint Internal auditor in pursuance of provision of section 138 of the act and hence the reporting under clause 3(xiv) of the order is not applicable.
- xv. The company has not entered into any non-cash transactions with its directors or persons connected with its directors. Accordingly, the provision of clause 3(xv) of the order is not applicable to the company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable to the company.
- xvii. The company has incurred cash losses of Rs. 8,48,831 in the financials year and of Rs. NIL in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans 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 indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. The company is not required to form corporate social responsibility (CSR) committee in pursuance of section 135 of the Companies act 2013, hence the provision of clause 3(xx) of the order is not applicable to the company.

For SUREKA ASSOCIATES  
Chartered Accountants  
Firm's Registration No. 110640W



Suresh Sureka  
Partner  
Membership No. 034312

UDIN:- 22034132AIALJT6087  
Place : Mumbai  
Date : 27th April, 2022



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**ANNEXURE 2 TO INDEPENDENT AUDITORS' REPORT**

Referred to in paragraph 2(f) of the Independent Auditors' Report of even date to the members of **ANJAR TERRY TOWELS LIMITED (Formerly known as ANJAR TERRY TOWELS PRIVATE LIMITED)** on the financial statements as of and for the year ended March 31, 2022.

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act**

1. We have audited the internal financial controls over financial reporting of **ANJAR TERRY TOWELS LIMITED (Formerly known as ANJAR TERRY TOWELS PRIVATE LIMITED)** ("the Company") as of March 31, 2022 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**

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditors' Responsibility**

3. 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 deemed to be prescribed under section 143(10) of the Act 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 ICAI. 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.
4. 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.



- 5 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

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

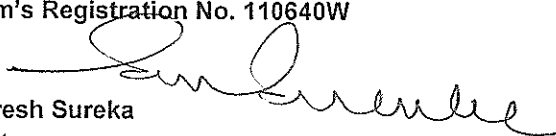
#### Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. 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

8. 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, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For SUREKA ASSOCIATES  
Chartered Accountants  
Firm's Registration No. 110640W

  
Suresh Sureka  
Partner  
Membership No. 34132

UDIN : 22034132A1A1JT6087

Place : Mumbai  
Date : 27<sup>th</sup> April, 2022





**ANJAR TERRY TOWELS LIMITED**  
**(FORMELY KNOWN AS ANJAR TERRY TOWELS PRIVATE LIMITED)**  
**BALANCE SHEET AS AT MARCH 31, 2022**

	Notes	As At March 31, 2022 ₹ (in '000)
<b>ASSETS</b>		
<b>Non-current Assets</b>		-
<b>Current Assets</b>		
Financial Assets		
- Cash and Cash equivalents	3	9,182
- Other Current Assets	4	4
<b>Total Current Assets</b>		<b>9,186</b>
<b>Total assets</b>		<b>9,186</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
- Equity Share Capital	5	10,010
- Other Equity		
Reserves & Surplus	6	(849)
<b>Total Equity</b>		<b>9,161</b>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Financial Liabilities :		
Trade Payables	7	
(a) Total outstanding dues of micro enterprises and small enterprises		-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		25
<b>Total Current Liabilities</b>		<b>25</b>
<b>Total Equity and Liabilities</b>		<b>9,186</b>
Summary of Significant Accounting Policies	2	-
The accompanying notes are integral part of these Financials Statements		

As per our report of even date

**FOR SUREKA ASSOCIATES**  
Chartered Accountants  
Firm Registration No.110640W

For and on behalf of Board of Directors



**Suresh Sureka**  
Partner  
Membership No 34132



**Devendra Patil**  
Director  
DIN : 00062784



**Sanjay Gupta**  
Director  
DIN : 00496253

Place : Mumbai  
Date : April 27, 2022



Place : Mumbai  
Date : April 27, 2022

UDIN :- 22034132A1A1JT6087

**ANJAR TERRY TOWELS LIMITED**  
**(FORMELY KNOWN AS ANJAR TERRY TOWELS PRIVATE LIMITED)**

**STATEMENT OF PROFIT AND LOSS FOR THE PERIOD FROM AUGUST 12, 2021 TO MARCH 31, 2022**

	Note No.	Current Period Ended March 31, 2022 ₹ (in '000)
<b>Income</b>		-
Revenue from Operations		-
<b>Total income</b>		-
<b>Expenses</b>		
Other Expenses	8	849
<b>Total Expenses</b>		849
<b>Loss before Tax</b>		<b>(849)</b>
<b>Income Tax Expense</b>		
- Current Tax		-
- Deferred Tax		-
<b>Total Income Tax Expense</b>		-
<b>Loss for the Year</b>		<b>(849)</b>
<b>Other Comprehensive Income</b>		-
<b>Total Comprehensive Income for the year</b>		<b>(849)</b>
Earnings per share (Rs.) Basic and Diluted	13	(1.68)
Summary of Significant Accounting Policies	2	
The accompanying notes are integral part of these Financials Statements		

As per our report of even date

**FOR SUREKA ASSOCIATES**  
Chartered Accountants  
Firm Registration No.110640W

For and on behalf of Board of Directors

Suresh Sureka  
Partner  
Membership No 34132

Devendra Patil  
Director  
DIN : 00062784

Sanjay Gupta  
Director  
DIN : 00496253

Place : Mumbai  
Date : April 27, 2022



Place : Mumbai  
Date : April 27, 2022

UDIN:- 22034132AIALJT6087

**ANJAR TERRY TOWELS LIMITED**  
**(FORMELY KNOWN AS ANJAR TERRY TOWELS PRIVATE LIMITED)**  
**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2022**

**a. Equity Share Capital**

Equity Shares of Rs. 10 each issued, subscribed & fully paid up	Notes	Number of Shares	₹ (in '000)
Balance at the beginning of the year	5(a)	-	-
Issue of Equity Share Capital during the period		10,01,000	10,010
Balance as at March 31, 2022	b(a)	10,01,000	10,010

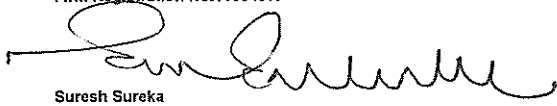
**b. Other Equity**

Particulars	Notes	Reserves & Surplus	Total Other Equity ₹ (in '000)
		Retained Earnings ₹ (in '000)	
Balance at the beginning of the year		-	-
Loss for Period	6	(849)	(849)
Balance as at March 31, 2022		(849)	(849)

The accompanying notes are integral part of these Financials Statements

As per our report of even date

**FOR SUREKA ASSOCIATES**  
Chartered Accountants  
Firm Registration No.110640W



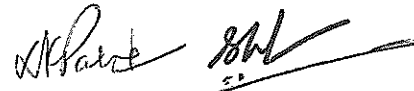
Suresh Sureka  
Partner  
Membership No 34132

Place : Mumbai  
Date : April 27, 2022



UDIA:- 22034132AIAAJT6087

For and on behalf of Board of Directors



Devendra Patil      Saplay Gupta  
Director              Director  
DIN : 00062784      DIN : 00496253

Place : Mumbai  
Date : April 27, 2022



**ANJAR TERRY TOWELS LIMITED**  
**(FORMELY KNOWN AS ANJAR TERRY TOWELS PRIVATE LIMITED)**  
**STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED MARCH 31, 2022**

	Current Period Ended March 31, 2022 ₹ (in '000)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>	
Net Loss Before Tax	(849)
Adjustment For Changes Of Working Capital	
Increase/(Decrease) in Trade Payables	25
(Increase)/ Decrease in Other Current Assets	(4)
<b>Net Cash Outflow used in Operating Activities</b>	<b>(828)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>	
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>	
Proceeds from issue of Equity Shares	10,010
<b>Net Cash Outflow From Financing Activities</b>	<b>10,010</b>
<b>Net Increase In Cash And Cash Equivalents (A+B+C)</b>	<b>9,182</b>
Cash And Cash Equivalents at the Beginning of period	-
Cash And Cash Equivalents at the End of the period	9,182
Net Increase In Cash And Cash Equivalents	9,182
Cash and Cash Equivalents comprise of:	
Bank Balances	
- In Current Account	9,182
<b>Total</b>	<b>9,182</b>

**Note**

The statement of cash flows has been prepared under the indirect method as set out in Indian Accounting Standard(Ind AS 7) statement of cash flows.

The accompanying notes are integral part of these Financials Statements

As per our report of even date

**FOR SUREKA ASSOCIATES**  
Chartered Accountants  
Firm Registration No.110640W



Suresh Sureka  
Partner  
Membership No 34132

Place : Mumbai  
Date : April 27, 2022



For and on behalf of Board of Directors



Devendra Patil  
Director  
DIN : 00062784

Place : Mumbai  
Date : April 27, 2022



Sanjay Gupta  
Director  
DIN : 00496253



UDIN:- 22034132 AIALJT6087

**ANJAR TERRY TOWELS LIMITED**  
**(FORMELY KNOWN AS ANJAR TERRY TOWELS PRIVATE LIMITED)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 2022**

**1 General Information**

Anjar Terry Towel Private Limited (hereinafter referred as "the Company") is a private limited company incorporated and domiciled in India. The address of its registered office is Survey no 675, "Welspun City", Village Versamedi, Tal. Anjar, Dist Kutch, Gujarat - 370110, India. The Company is engaged in the business of development of Textile park.

The financial statements were authorised for issue by the board of directors on April 27, 2022.

**2 Significant Accounting Policies**

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

**a) Basis of preparation of Financial Statements**

**a) Compliance with Ind AS**

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

**b) Historical cost convention**

The financial statements have been prepared on the accrual and going concern basis. The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities that is measured at fair value as stated in subsequent policies.

**c) Income Tax**

The income tax expense or credit for the year is the tax payable on the current year's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The tax effect of the timing differences that result between taxable income and accounting income and are capable of reversal in one or more subsequent period are recognized as deferred tax assets or deferred tax liability. They are measured using the substantively enacted tax rates and tax regulations. Deferred tax assets are recognized only to the extent there is reasonable certainty that sufficient future taxable income will be available against which such deferred assets can be realized. Deferred tax assets are recognized on carried forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such deferred tax assets can be realized against future taxable profits.

Minimum Alternative Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. However, in view of the uncertainty, the Company has not recognised MAT credit as an assets during the year.



d) **Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**Financial Assets**

**a. Equity instruments**

The Company subsequently measures all equity investments at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, and there will be no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognised in profit or loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other gain/ (losses) in the statement of profit and loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

**b. Cash and cash equivalents**

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**Financial liabilities**

**a. Borrowings**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method.

**b. Trade and other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid.

e) **Earnings per share**

**Basic earnings per share**

Basic earnings per share is calculated by dividing:  
the profit attributable to owners of the Company  
by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year

**Diluted earnings per share**

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and

the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.



**ANJAR TERRY TOWELS LIMITED**  
**(FORMELY KNOWN AS ANJAR TERRY TOWELS PRIVATE LIMITED)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 2022**

	As at March 31, 2022 ₹ (in '000)
<b>Note 3: Cash and Cash Equivalents</b>	
Balances with Banks	
- In Current Accounts	9,182
	9,182

**Note 4 : Other Current assets**

Balance with Govt Authorities	4
	4

**Note 5 : Equity share capital**

**a. Authorised, Issued Subscribed and Paid Up**

Particulars	As at March 31, 2022 ₹ (in '000)
<b>Authorised</b>	
50,10,000 Equity Shares of Rs. 10 each	50,100
<b>Issued, Subscribed and Paid Up</b>	
10,01,000 Equity Shares of Rs. 10 each, fully paid up	10,010
	10,010

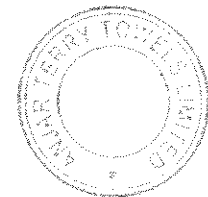
**(b) Rights, preferences and restrictions attached to shares**

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend in case proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**(c) Shares held by holding company (Holding Company as defined in IND AS 24: "Related Party**

Particulars	As at March 31, 2022	
	No. of Shares	₹ (in '000)
Equity Shares of Rs. 10 each Fully Paid up: Welspun India Limited*, the holding company	10,01,000	10,010

\*Including nominee director



(d) Shares held by promoters (Promotor as defined in the Companies Act, 2013)

Promoter name	No. of shares at the beginning of	% of Total Shares	Change during the period
Welspun India Limited (WIL)	10,00,994	100.00%	-
Shashikant Thorat*	1	0.00%	-
Nidhi Tanna*	1	0.00%	-
Pradeep Joshi*	1	0.00%	-
Rashmi Mamtura*	1	0.00%	-
Priya Pakhare*	1	0.00%	-
Dharmesh Pardiwala*	1	0.00%	-

\*(Nominee of Welspun India Limited)

(e) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Particulars	As at March 31, 2022	
	No. of Shares	%
Equity Shares : Welspun India Limited	10,01,000	100%

As at  
March 31, 2022  
₹ (in '000)

Note 6: Other Equity  
Reserves & Surplus

Retained Earnings

Balance as at the beginning of the year

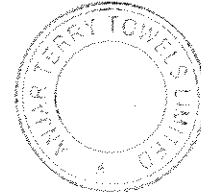
Loss for the period

Closing Balance

-

(849)

(849)





**ANJAR TERRY TOWELS LIMITED**  
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**NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 2022**

As at March 31, 2022  
 ₹ (in '000)

<b>Note 7: Trade Payables</b>	
(a) Total outstanding dues of micro enterprises and small enterprises (Refer Note below)	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	25
<b>Total</b>	<b>25</b>

**Note:**

There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding as at March 31, 2022. This information as required under Micro, Small and Medium Enterprises Development Act, 2006 has been determined on the basis of information available with the Company

**Trade Payable Ageing Schedule**  
 Particulars

As At 31st March 2022	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 Years	2-3 Years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	25	-	-	-	25
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
<b>Total</b>	<b>25</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25</b>

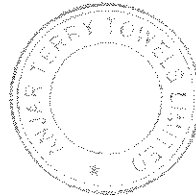
Current Period Ended  
March 31, 2022  
 ₹ (in '000)

**Note 8: Other Expenses**

Rates and Taxes	798
Professional & Consultancy	5
Office Expense	23
Payment to auditors - As auditor (Refer Note 8(a) below)	20
Bank Charges	3
<b>Total</b>	<b>849</b>

**Note 8 (a): Details of Payments to auditors**

Audit Fees	20
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ANJAR TERRY TOWELS LIMITED  
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NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 2022

Note 9: Fair Value Measurement

(i) Financial Instrument by category

	₹ (in '000)		
	March 31, 2022		
	FVPL	FVOCI	Amortised cost
<b>Financial assets</b>			
Investments			9,182
Cash and cash equivalents	-	-	9,182
<b>Total financial assets</b>	-	-	9,182
<b>Financial liabilities</b>			
Trade payables	-	-	25
<b>Total financial liabilities</b>	-	-	25

(ii) Fair Value of Financial Assets and Liabilities measured at amortised cost

	₹ (in '000)	
	At March 31, 2022	
	Carrying Amt.	Fair Value
<b>Financial assets :</b>		
Cash and cash equivalents	9,182	9,182
<b>Total financial assets</b>	9,182	9,182
<b>Financial Liabilities</b>		
Trade payables	25	25
<b>Total financial liabilities</b>	25	25

The carrying amount of Trade Payable and the Cash and Cash Equivalents are considered to be approximately same as their value, due to their short term nature and have been classified as level 3 in the fair value hierarchy.

(iii) Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels prescribed under the Ind AS 113 'Fair Value Measurement'. An explanation of each level follows underneath the table.

Financial assets and liabilities which are measured at amortised cost for which fair values are disclosed	Notes	₹ (in '000)			
		As at March 2022			
		Level 1	Level 2	Level 3	Total
<b>Financial assets :</b>					
Cash and cash equivalents	3	-	-	9,182	9,182
<b>Total financial assets</b>		-	-	9,182	9,182
<b>Financial Liabilities</b>					
Trade payables	7	-	-	25	25
<b>Total financial liabilities</b>		-	-	25	25

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Level 1 to Level 3, as described below.

Level 1: This hierarchy includes financial instruments measured using quoted prices.

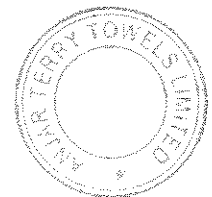
Level 2: The fair value of financial instruments that are not traded in an active market (such as traded bonds, debentures, government securities and commercial papers) is determined using Fixed Income Money Market and Derivatives, Association of India (FIMMDA) inputs and valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. Considering that all significant inputs required to fair value such instruments are observable, these are included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

(vi) Valuation Process :

The finance department of the Company includes a team that performs the valuations of financial assets and liabilities for financial reporting purposes, including level 3 fair values. This team directly reports to Chief Financial Officer (CFO).

Changes in level 2 & 3 fair values are analysed and at the end of each reporting period.



**ANJAR TERRY TOWELS LIMITED**  
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**NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 2022**

**Note 10 - Financial risk management**

The Company's activities are exposed to liquidity risk.

Risk	Exposure arising from	Measurement	Management
Liquidity risk	Trade Payables and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

The Company's risk management is carried out by the Risk Management committee, under policies approved by the Board of Directors. The Board provides policy for overall risk management, as well as policies covering specific areas, such as investment of excess liquidity.

**(i) Liquidity risk**

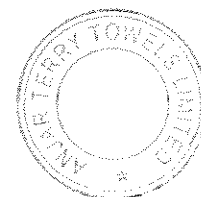
Liquidity risk refers to the risk that the company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or other financial assets. The company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

**Maturities of Financial liabilities**

The tables below analyse the Group's financial liabilities into relevant maturity groupings based on their contractual maturities for Trade Payables and other liabilities  
The amount disclosed in the table are contractual undiscounted cashflows

₹ (in '000)

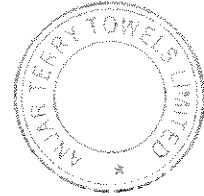
Contractual maturities of financial liabilities	Less than 3 Months	3 months to 6 months	6 months to 1 year	Between 1 and 2 years	Between 2 and 5 years	Beyond 5 years	Total
Non derivatives							
Trade payables	25	-	-	-	-	-	25
<b>Total liabilities</b>	<b>25</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25</b>



**ANJAR TERRY TOWELS LIMITED**  
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**NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 2022**

**Note 11 - Analytical Ratios**

	As at 31.03.2022	Explanation
Current Ratio (in times) Current Assets/ Current Liabilities	367.45	
Return on Equity Ratio (in %) Profit after tax/ Average Shareholder's Equity	(18.53)	
Return on Capital Employed Ratio (in %) Earnings before interest and taxes/ Capital Employed (Tangible Net Worth + Total Debt + Deferred Tax Liability)	(9.27)	



**ANJAR TERRY TOWELS LIMITED**  
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**NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 2022**

**Note 12 : Capital Management**

**(a) Risk Management**

1. The company's objectives when managing capital is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth.
2. The Company sets the amount of capital required on the basis of annual business and long term operating plans which include capital and other strategic investments
3. The Company monitors capital on the basis of the net debt to equity ratio. The Company is not subject to any externally imposed capital requirements.
4. The Company will strategise its gearing ratio within 2:1 once it starts its operations and drawing borrowing facilities from the bank, if required any.

**Note 13: Related Party Disclosure:-**

**(i) Names of Related Parties and nature of relationships:**

Enterprises where control exists  
Holding Company Welspun India Ltd

**(ii) Related parties with whom transaction have taken place during the year and balance outstanding as on the last day of the year :**

Name of the Company Welspun India Ltd

Nature of Transaction	March 31, 2022 ₹ (in '000)
Issue of Equity shares	-
Balance outstanding	10,010

**Note 14: Earning Per Share**

Particulars	As At March 31, 2022 ₹ (in '000)
(A) Loss after Tax for equity share holders	(849)
(B) Weighted Number of equity shares outstanding during the year	5,04,734
Basic and Diluted earnings per share	(1.68)
Nominal Value of an equity share (Rs.)	10.00

**Note 15: Segment Information**

The Company is currently at project stage and does not have any operations during the year, hence there were no reportable business/geographical segments.

**Note 16 : Corporate Social Responsibility**

The Company is not Covered under Section 135 of the Companies Act with respect to CSR Activities.

**Note 17 : Other Significant Note**

a. The accounts have been prepared from the date of Incorporation i.e. August 12,2021 to March 31,2022. This being the first accounting period of the Company, previous year figures are not applicable.

As per our report of even date

**FOR SUREKA ASSOCIATES**  
Chartered Accountants  
Firm Registration No.110640W

For and on behalf of Board of Directors

Suresh Sureka  
Partner  
Membership No 34132

Davendra Patil  
Director  
DIN : 00062784

Sanjay Gupta  
Director  
DIN : 00496253

Place : Mumbai  
Date : April 27, 2022

Place : Mumbai  
Date : April 27, 2022



UPIN:- 22034132AIALJT6087