KUMAR COTTON MILLS LTD
CIN: U17710GJ1990PLC013562
Registered Office: 160/A, New Cloth Market, O/s Raipur Gate, Ahmedabad - 380002, Gujarat
Website: www.kumarcotton.com
E-mail: kumarcotton@yahoo.com | Contact No: +91-9879509953

NOTICE OF THE 35TH ANNUAL GENERAL MEETING

Date: 4th August, 2025

To, The Members,
Kumar Cotton Mills Ltd

NOTICE is hereby given that the 35th Annual General Meeting ("AGM") of the members of Kumar Cotton Mills Ltd ("the Company") will be held on **Tuesday, the 30th September, 2025 at 11:00 a.m.** at the Registered Office of the Company situated at 160/A, New Cloth Market, O/s Raipur Gate, Ahmedabad, Gujarat, India, 380002, to transact the following business:

ORDINARY BUSINESS:

1. TO RECEIVE, CONSIDER AND ADOPT THE AUDITED FINANCIAL STATEMENTS:

To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2025, together with the Reports of the Board of Directors and the Auditors thereon.

2. RE-APPOINTMENT OF MR. AJAY RAMKUMAR AGRAWAL AS A DIRECTOR:

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

"**RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013 read with the relevant rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), and the Articles of Association of the Company, Mr. Ajay Ramkumar Agarwal (DIN: 00400787), Director of the Company, who retires by rotation and being eligible, offers himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors of the Company (including any committee thereof) be and is hereby authorized to take all necessary steps and actions, and do all such acts, deeds, matters, and things as may be necessary, proper, or expedient to give effect to this resolution, including the filing of necessary forms with the Registrar of Companies and other regulatory authorities, if required."

SPECIAL BUSINESS:

3. APPROVAL OF REMUNERATION OF COST AUDITOR FOR FY 2025-2026:

KUMAR COTTON MILLS LTD. AHMEDABAD

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

"**RESOLVED THAT** pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the remuneration of Rs. 50,000/- (Rupees Fifty Thousand only) plus applicable GST and re-imbursement of out-of-pocket expenses, as recommended by the Audit Committee and approved by the Board of Directors, to be paid to M/S. N.D. Birla & Co. (Registration No. 000028), Cost Accountants, Ahmedabad, appointed by the Board of Directors as the Cost Auditor of the Company to conduct the audit of the cost records for the financial year 2025-2026, be and is hereby ratified and confirmed.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary or desirable to give effect to this resolution."

By Order of the Board of Directors
For, Kumar Cotton Mills Ltd

KUMAR COTTON MILLS LTD. AHMEDABAD

Ajay Ramkumar Agarwal
Director
DIN: 00400818

Date: 5th September, 2025
Place: Ahmedabad

NOTES:

1. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, setting out all material facts relating to the Special Business to be transacted at the AGM is annexed hereto.

2. A member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and the proxy need not be a member of the Company. The instrument appointing the proxy, duly completed, must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

3. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.

4. All documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company on all working days, except Saturdays, between 11:00 a.m. and 1:00 p.m. up to the date of the Annual General Meeting.

KUMAR COTTON MILLS LTD.
AHMEDABAD

ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013
ITEM NUMBER 3: APPROVAL OF REMUNERATION OF COST AUDITOR

The Board of Directors, on the recommendation of the Audit Committee, has appointed M/s. N.D. Birla & Co., Cost Accountants (Firm Registration No. 000028), to conduct the audit of the cost records of the Company for the financial year 2025-2026.

Pursuant to the provisions of Section 148 of the Companies Act, 2013 and the relevant Rules thereunder, the remuneration payable to the Cost Auditor as recommended by the Board of Directors is required to be ratified by the Members of the Company.

Accordingly, consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 3 of the Notice for ratification of the remuneration of Rs. 50,000/- (Rupees Fifty Thousand only) plus applicable taxes and out-of-pocket expenses payable to the Cost Auditors for the financial year 2025-2026.

The Board of Directors recommends the Ordinary Resolution as set out at Item No. 3 of the Notice for approval by the members.

None of the Directors, Key Managerial Personnel of the Company or their relatives are concerned or interested, financially or otherwise, in the proposed resolution.

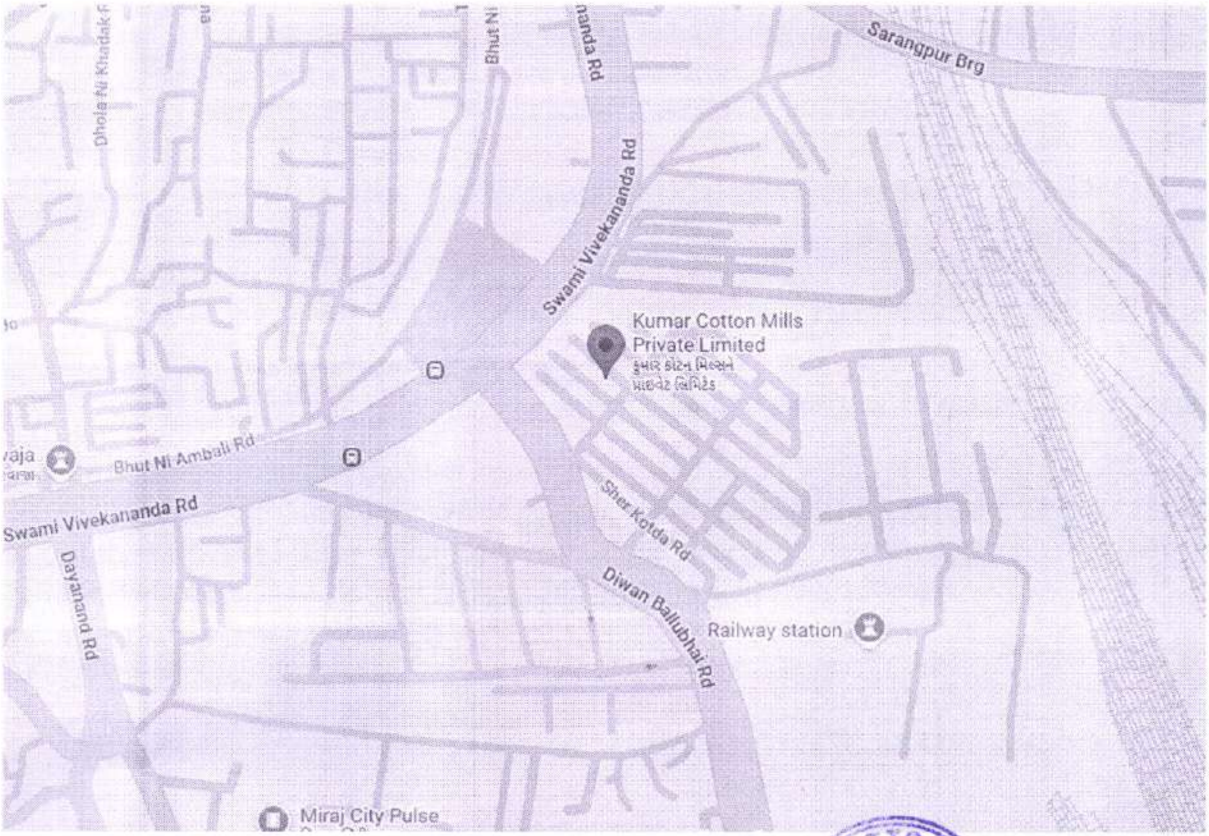
By Order of the Board of Directors
For, Kumar Cotton Mills Ltd

KUMAR COTTON MILLS LTD. AHMEDABAD

Ajay Ramkumar Agarwal
Director
DIN: 00400818

Date: 4th August, 2025
Place: Ahmedabad

ROUTE MAP



Ajay Agarwal

KUMAR COTTON MILLS LTD. AHMEDABAD

DIRECTORS' REPORT

To the Members,

Your Directors have pleasure in presenting the Annual Report on the business and operations of **Kumar Cotton Mills Private Limited** ("the Company"), together with the Audited Financial Statements for the financial year ended 31st March, 2025.

1. FINANCIAL PERFORMANCE

The financial performance of your Company for the year ended 31st March, 2025 is summarized below:

(₹ in Lacs)

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Revenue from Operations	23,943.23	24,862.13
Other Income	57.54	51.75
Total Income	**24,000.77**	**24,913.88**
Total Expenditure	23,310.67	24,613.40
Profit Before Tax	**690.10**	**300.48**
Tax Expense	174.30	78.30
Profit After Tax	**515.80**	**222.18**

2. STATE OF COMPANY'S AFFAIRS AND OPERATIONS REVIEW

During the year under review, the Company achieved a total income of ₹24,000.77 Lacs as against ₹24,913.88 Lacs in the previous year. The Profit after Tax stood at ₹515.80 Lacs as compared to ₹222.18 Lacs in the previous year. Your Directors are focused on improving the performance and growth of the Company. The Company is engaged in the business of manufacturing and selling cotton fabrics and Printing & Dying of Grey Cotton & MM Fabrics.

3. CHANGE IN THE NATURE OF BUSINESS

There was no change in the nature of the business of the Company during the year under review.

4. DIVIDEND

To conserve resources for the future growth of the Company, your Directors do not recommend any dividend for the financial year ended 31st March, 2025.

5. TRANSFER TO RESERVES

The Company proposes to transfer the entire net profit of ₹515.80 Lacs for the financial year to the Retained Earnings.

6. SHARE CAPITAL

As of 31st March, 2025, the paid-up equity share capital of the Company was ₹179.67 Lacs, divided into 1,79,675 equity shares of ₹100/- each.

Subsequent to the financial year-end, the Company has sub-divided its equity shares from a face value of ₹100/- each to ₹10/- each and thereafter issued 1,07,80,500 equity shares of ₹10/- each as fully paid-up bonus shares.

7. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There were no changes and commitments affecting the financial position of the company during the year under review. Subsequent to the close of the financial year on 31st March, 2025, the following material events have taken place:

- **Adoption of New Memorandum and Articles of Association:** The members of the Company approved the adoption of a new set of Memorandum of Association and Articles of Association in compliance with the provisions of the Companies Act, 2013, at the Extra-Ordinary General Meeting held on 14th May, 2025.

- **Sub-division of Equity Shares:** The members, at the Extra-Ordinary General Meeting held on 14th May, 2025, approved the sub-division of the face value of each equity share of the Company from ₹100/- each to ₹10/- each.

- **Increase in Authorized Share Capital:** The members, at the Extra-Ordinary General Meeting held on 14th May, 2025, approved an increase in the authorized share capital of the Company.

- **Issue of Bonus Shares:** The members, at the Extra-Ordinary General Meeting held on 14th May, 2025, approved the issue of Bonus Shares. Accordingly, the Board of Directors, at its meeting held on 26th June, 2025, allotted 1,07,80,500 equity shares of ₹10/- each as fully paid-up bonus shares to the existing shareholders.

- **Conversion into a Public Limited Company:** The members of the Company, at the Extra-Ordinary General Meeting held on 24th July, 2025, approved the conversion of the Company from a 'Private Limited Company' to a 'Public Limited Company'. The necessary filings have already been done by the Company.

8. DEPOSITS

The Company has not accepted any deposits from the public within the meaning of Section 73 of the Companies Act, 2013, and the rules made thereunder.

9. SHARE CAPITAL

As of 31st March, 2025, the paid-up equity share capital of the Company was ₹179.67 Lacs, divided into 1,79,675 equity shares of ₹100/- each.

Subsequent to the financial year-end, as detailed in the section on Material Changes and Commitments, the Company has sub-divided its shares and issued bonus shares.

10. DEPOSITS

The Company has not accepted any deposits from the public within the meaning of Section 73 of the Companies Act, 2013, and the rules made thereunder.

11. DIRECTORS AND KEY MANAGERIAL PERSONNEL

There were no appointments or resignations of Directors or Key Managerial Personnel during the financial year 2024-25.

12. NUMBER OF BOARD MEETINGS

During the financial year 2024-25, 5 (Five) meetings of the Board of Directors were held. The details of the meetings and attendance of the Directors are as below:

Date of Board Meeting	Number of Directors Entitled to attend Meeting	Number of Directors attended the Meeting
06-06-2024	04	04
31-08-2024	04	04
05-11-2024	04	04
12-12-2024	04	04
28-02-2025	04	04

13. AUDITORS AND AUDITORS' REPORT

Statutory Auditors: M/s. N S M S & Associates, Chartered Accountants (Firm Registration No. 145283W), were appointed as the Statutory Auditors of the Company. They have submitted their report on the financial statements for the year ended 31st March, 2025. The Auditors' Report is unmodified and does not contain any qualifications, reservations, or adverse remarks.

Secretarial Auditor: The provisions of Section 204 of the Companies Act, 2013, regarding the Secretarial Audit Report were not applicable to the Company for the financial year 2024-25, as it was a private limited company.

Cost Auditor: The Company is required to maintain cost records as specified by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013. Accordingly, such accounts and records are made and maintained. The Board has appointed **N. D. Birla & Co.** Cost Accountants, (FRN: 000028) to conduct the audit of the cost records of the Company for the financial year 2025-2026.

14. EXPLANATIONS TO REMARKS IN THE ANNEXURE TO THE STATUTORY AUDITORS' REPORT:

- Regarding the observation in clause (i)(c) of the Annexure A to the Auditors' Report concerning title deeds of certain immovable properties not being held in the name of the Company, the management is taking necessary steps to complete the registration formalities for the said properties.

- Regarding the observation in clause (ii)(b) of the Annexure A to the Auditors' Report concerning the disagreement between quarterly returns filed with banks and the books of account, the differences are primarily due to the submission of provisional data to the banks and the exclusion of creditors for expenses in the bank statements. The management is taking steps to reconcile these differences in future filings.

15. SECRETARIAL AUDIT REPORT

The provisions of Section 204 of the Companies Act, 2013, regarding the Secretarial Audit Report were not applicable to the Company for the financial year 2024-25, as it was a private limited company.

16. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The Company has complied with the provisions of Section 186 of the Companies Act, 2013, in respect of loans, guarantees, and investments made during the year. The details are provided in the notes to the financial statements.

17. CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All related party transactions entered into during the financial year were on an arm's length basis and in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel, or other designated persons which may have a potential conflict with the interest of the Company at large.The details of the transactions are provided in "**Form AOC-2**" as **Annexure-I.**

18. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The information as required under Section 134(3)(m) of the Companies Act, 2013, read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed as **Annexure-II**.

19. RISK MANAGEMENT

The Company has a risk management framework to identify, evaluate, and manage business risks. The Board of Directors is responsible for overseeing the risk management process and ensuring that all material risks are identified and mitigated.

20. CORPORATE SOCIAL RESPONSIBILITY (CSR)

The provisions of Section 135 of the Companies Act, 2013, relating to Corporate Social Responsibility are not applicable to the Company for the year under review.

21. ANNUAL EVALUATION OF THE BOARD

As the Company was a private limited company during the financial year 2024-25, the provisions relating to the formal annual evaluation of the Board, its Committees, and individual Directors were not applicable.

22. COMMITTEES OF THE BOARD

The company is not required to constitute the Audit Committee, Nomination and Remuneration Committee, and Stakeholders Relationship Committee under the provisions of the Companies Act, 2013.

23. VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established a Vigil Mechanism and Whistle Blower Policy for its directors and employees to report their genuine concerns. The policy provides for adequate safeguards against victimization of persons who use such a mechanism.

24. ANNUAL RETURN

In accordance with Section 92(3) of the Companies Act, 2013, the annual return in Form MGT-7 is available on the Company's website at *https://kumarcotton.com/*

21. PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, in respect of employees of the Company, will be provided upon request.

25. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

The Company has in place a policy on Prevention of Sexual Harassment at the Workplace in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment. No complaints were received during the financial year 2024-25.

26. SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS

No significant or material orders were passed by any regulators, courts, or tribunals which could impact the going concern status and the Company's operations in the future.

27. INTERNAL FINANCIAL CONTROLS

The Company has an adequate system of internal financial controls over financial reporting, which ensures that all transactions are authorized, recorded, and reported correctly, and that assets are safeguarded against unauthorized use. The Statutory Auditors have confirmed the adequacy and operational effectiveness of the internal financial controls system in their report.

28. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Directors confirm that:

a) in the preparation of the annual accounts for the year ended 31st March, 2025, the applicable accounting standards have been followed, and there are no material departures;

b) they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2025, and of the profit of the Company for that period;

c) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d) they have prepared the annual accounts on a going concern basis;

e) they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and

f) they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

29. PROCEEDINGS UNDER INSOLVENCY AND BANKRUPTCY CODE, 2016

During the year under review, no application was made and no proceeding is pending against the Company under the Insolvency and Bankruptcy Code, 2016.

30. DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS

There was no instance of a one-time settlement with any Bank or Financial Institution during the year. Hence, this clause is not applicable.

31. ACKNOWLEDGEMENTS

Your Directors wish to place on record their sincere appreciation for the continued support and cooperation received from the shareholders, customers, suppliers, bankers, and other stakeholders. Your Directors also acknowledge the dedicated efforts of all the employees of the Company.

For and on behalf of the Board of Directors
Kumar Cotton Mills Private Limited

Rajendraprasad R. Agarwal	**Ajay R. Agarwal**
Director	Director
DIN: 00400787	DIN: 00400798

Place: Ahmedabad
Date: 4th August, 2025

Annexure-II

Information on Conservation of Energy, Technology Absorption, and Foreign Exchange Earnings and Outgo as required under Section 134(3)(m) of the Companies Act, 2013, read with Rule 8(3) of the Companies (Accounts) Rules, 2014.

A. CONSERVATION OF ENERGY

(i) Steps taken or impact on conservation of energy:
The Company is conscious of the importance of energy conservation and continuously takes measures to reduce energy consumption. Regular monitoring of energy consumption, preventive maintenance of equipment, and promoting awareness among employees are some of the steps taken.

(ii) Steps taken by the company for utilizing alternate sources of energy:
The Company has not invested in any alternate sources of energy during the year. However, it continues to evaluate viable options for the same.

(iii) The capital investment on energy conservation equipment:
There has been no specific capital investment in energy conservation equipment during the financial year 2024-25.

B. TECHNOLOGY ABSORPTION

(i) Efforts made towards technology absorption:
The Company's efforts are directed towards the absorption of indigenous technology. The focus is on continuous process improvement to enhance efficiency and quality.

(ii) Benefits derived:
The continuous efforts in technology absorption have resulted in improved operational efficiency and better product quality.

(iii) Imported Technology:
No technology has been imported during the last three years.

(iv) Expenditure on Research and Development:
The Company has not incurred any specific expenditure on Research and Development during the year.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars regarding foreign exchange earnings and outgo are as follows:

(₹ in Lacs)

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Total Foreign Exchange Used	Nil	12.72
Total Foreign Exchange Earned	Nil	Nil

For and on behalf of the Board of Directors
Kumar Cotton Mills Private Limited

Rajendraprasad R. Agarwal	**Ajay R. Agarwal**
Director	Director
DIN: 00400787	DIN: 00400798

Place: Ahmedabad
Date: 4th August, 2025

ANNEXURE 1

FORM NO. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1. Details of contracts or arrangements or transactions not at arm's length basis

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ trans actions	Duration of the contract s/ arrange ments/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date (s) of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to Section 188
Not Applicable								

2. Details of material contracts or arrangement or transactions at arm's length basis

Sr. No.	CIN or FCRN or LLPIN or FLLPIN or PAN/Passport for individuals or any other registration number	Name(s) of the related party and nature of relationship	Nature of relationship	Nature of contracts / arrangements / transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any (in Thousand)	Date(s) of approval by the Board, if any	Amount paid as advances, if any
1	[AAQPA9834N]	Ajay R. Agarwal	Key Management Personnel	Loans Taken	Financial Year 2024-25	Unsecured loan taken. Value: ₹15,936	Not Applicable	Nil
2	[AAQPA9834N]	Ajay R. Agarwal	Key Management Personnel	Loans Repaid	Financial Year 2024-25	Unsecured loan repaid. Value: ₹35,148	Not Applicable	Nil
3	[AAQPA9834N]	Ajay R. Agarwal	Key Management Personnel	Interest on Loans	Financial Year 2024-25	Interest paid on unsecured loan. Value: ₹1,556	Not Applicable	Nil
4	[AAQPA9834N]	Ajay R. Agarwal	Key Management Personnel	Remuneration	Financial Year 2024-25	Remuneration paid. Value: ₹2,400	Not Applicable	Nil
5	[AAQPA0484N]	Rajendraprasad R. Agarwal	Key Management Personnel	Loans Taken	Financial Year 2024-25	Unsecured loan taken. Value: ₹58,351	Not Applicable	Nil

6	[AAQPA0484N]	Rajendraprasad R. Agarwal	Key Management Personnel	Loans Repaid	Financial Year 2024-25	Unsecured loan repaid. Value: ₹51,238	Not Applicable	Nil
7	[AAQPA0484N]	Rajendraprasad R. Agarwal	Key Management Personnel	Interest on Loans	Financial Year 2024-25	Interest paid on unsecured loan. Value: ₹4,980	Not Applicable	Nil
8	[AAQPA0484N]	Rajendraprasad R. Agarwal	Key Management Personnel	Remuneration	Financial Year 2024-25	Remuneration paid. Value: ₹2,400	Not Applicable	Nil
9	[AMNPK8570C]	Kumar R. Agarwal	Key Management Personnel	Remuneration	Financial Year 2024-25	Remuneration paid. Value: ₹2,400	Not Applicable	Nil
10	[AHVPG1776F]	Khusal M. Goyle	Key Management Personnel	Remuneration	Financial Year 2024-25	Remuneration paid. Value: ₹720	Not Applicable	Nil
11	[AAAHA7447P]	Rajendraprasad R Agarwal HUF	Relative of KMP	Loans Taken	Financial Year 2024-25	Unsecured loan taken. Value: ₹1,403	Not Applicable	Nil
12	[AAQPA3567Q]	Anjudevi A Agarwal	Relative of KMP	Loans Taken	Financial Year 2024-25	Unsecured loan taken. Value: ₹1,450	Not Applicable	Nil
13	[AAQPA3567Q]	Anjudevi A Agarwal	Relative of KMP	Loans Repaid	Financial Year 2024-25	Unsecured loan repaid. Value: ₹350	Not Applicable	Nil
14	[AAQPA9835P]	Ashadevi R Agarwal	Relative of KMP	Loans Taken	Financial Year 2024-25	Unsecured loan taken. Value: ₹24,864	Not Applicable	Nil
15	[AAMHK8924M]	Kumar Agarwal HUF	Relative of KMP	Loans Taken	Financial Year 2024-25	Unsecured loan taken. Value: ₹1,401	Not Applicable	Nil
16	[AAMHK8924M]	Kumar Agarwal HUF	Relative of KMP	Loans Repaid	Financial Year 2024-25	Unsecured loan repaid. Value: ₹500	Not Applicable	Nil
17	[AAFHA6216F]	Ajay Agarwal HUF	Relative of KMP	Loans Taken	Financial Year 2024-25	Unsecured loan taken. Value: ₹1,401	Not Applicable	Nil
18	[AMMPK6876A]	Karishma Rajendraprasad Agarwal	Relative of KMP	Salary	Financial Year 2024-25	Salary paid. Value: ₹1,400	Not Applicable	Nil
19	[ALHPA0275D]	Dhaval Ajay Agarwal	Relative of KMP	Salary	Financial Year 2024-25	Salary paid. Value: ₹1,950	Not Applicable	Nil
20	[AEAPN5699G]	Pragati Kumar Agarwal	Relative of KMP	Salary	Financial Year 2024-25	Salary paid. Value: ₹900	Not Applicable	Nil
21	[ANSPG6239N]	Karan M. Goyal	Relative of KMP	Salary	Financial Year 2024-25	Salary paid. Value: ₹598	Not Applicable	Nil

22	[ADYPG3147R]	Meena M. Goyal	Relative of KMP	Salary	Financial Year 2024-25	Salary paid. Value: ?298	Not Applicable	Nil
23	[ADYPG3148A]	Mithlesh S. Goyal	Relative of KMP	Salary	Financial Year 2024-25	Salary paid. Value: ?298	Not Applicable	Nil
24	[AIXPG9245Q]	Neelam K. Goyal	Relative of KMP	Salary	Financial Year 2024-25	Salary paid. Value: ?598	Not Applicable	Nil
25	[AIUPA0364R]	Swati K Goyle	Relative of KMP	Salary	Financial Year 2024-25	Salary paid. Value: ?598	Not Applicable	Nil
26	[ABOFA3528J]	Aarjay Enterprise	Enterprise over which KMP has significant influence	Sales/ Job Work	Financial Year 2024-25	Sale of goods/services. Value: ?740,045	Not Applicable	Nil
27	[ABOFA3528J]	Aarjay Enterprise	Enterprise over which KMP has significant influence	Purchases	Financial Year 2024-25	Purchase of goods. Value: ?144,992	Not Applicable	Nil
28	[ABOFA3528J]	Aarjay Enterprise	Enterprise over which KMP has significant influence	Rent (Income)	Financial Year 2024-25	Rent received. Value: ?496	Not Applicable	Nil
29	[AAMFV4350N]	Venus Denim	Enterprise over which KMP has significant influence	Sales/ Job Work	Financial Year 2024-25	Sale of goods/services. Value: ?8,143	Not Applicable	Nil
30	[AAMFV4350N]	Venus Denim	Enterprise over which KMP has significant influence	Purchases	Financial Year 2024-25	Purchase of goods. Value: ?118,969	Not Applicable	Nil
31	[AAIHK1891D]	Jash Trading (Kaushal Goyal HUF)	Enterprise over which KMP has significant influence	Purchases	Financial Year 2024-25	Purchase of goods. Value: ?900	Not Applicable	Nil
32	[ANSPG6239N]	Karan Traders (Karan M Goyal)	Enterprise over which KMP has significant influence	Purchases	Financial Year 2024-25	Purchase of goods. Value: ?480	Not Applicable	Nil
33	[AAIHM9146D]	Avon Trading (Mithelesh Goyal HUF)	Enterprise over which KMP has significant influence	Purchases	Financial Year 2024-25	Purchase of goods. Value: ?900	Not Applicable	Nil

34	[AAKHK6479D]	Jyoti Traders (Karan M Goyal HUF)	Enterprise over which KMP has significant influence	Purchases	Financial Year 2024-25	Purchase of goods. Value: ₹900	Not Applicable	Nil
35	[AALFV4746M]	Vishal Spintex	Enterprise over which KMP has significant influence	Purchases	Financial Year 2024-25	Purchase of goods. Value: ₹383	Not Applicable	Nil

Kumar Cotton Mills Private Limited

Rajendraprasad R. Agarwal
Director
DIN: 00400787

Ajay R. Agarwal
Director
DIN: 00400798

Place: Ahmedabad
Date: 4th August, 2025

N S M S & ASSOCIATES
CHARTERED ACCOUNTANTS

C-820, East Wing,
Venus Stratum,
Opp. Jhansi Ni Rani,
Nehrunagar,
Ahmedabad. – 380 015.
Phone : O : 46007316

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
KUMAR COTTON MILLS PRIVATE LIMITED

Report on the Financial Statements

Opinion

We have audited the financial statements of Kumar Cotton Mills Private Limited ("the Company"), which comprise the balance sheet as at 31st March 2025, and the statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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, 2025, its profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the financial statements and Auditor's Report thereon

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

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

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

As part of an audit in accordance with Standards on Auditing, 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.

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- 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 explaining 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.

- Obtain sufficient audit evidence regarding the financial statements of the company to express an opinion on the financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

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

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

   We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

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(a) 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;

(b) the balance sheet, the statement of profit and loss and cashflow statement dealt with by this Report are in agreement with the books of account;

(c) 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;

(d) on the basis of the written representations received from the directors as on 31 March 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2025 from being appointed as a director in terms of Section 164 (2) of the Act;

(e) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".

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

   i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 27 to the financial statements;

   ii. In our opinion and as per the information and explanations provided to us, the company has not entered into any long-term contracts including derivative contracts, requiring provision under applicable laws or accounting standards, for material foreseeable losses; and

   iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

   iv. (a) The management has represented that, to the best of it's knowledge and belief, 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;

   (b) The management has represented, that, to the best of it's 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

   (c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.

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v. No dividend has been declared or paid during the year by the company.

vi. Based on our examination, which included test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

for ***N S M S*** **& Associates**
Chartered Accountants
Firm's registration number: 145283W

Nitin C Shah

Nitin C Shah
Partner
Membership number: 034633
UDIN: 25034633BPTZTS1923

N S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

Ahmedabad
4th August 2025

Annexure – A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2025, we report that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property Plant & Equipment.

(B) The company is maintaining proper records showing full particulars of intangible assets;

(b) The Company has a regular programme of physical verification of its Property Plant & Equipment by which Property Plant & Equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain Property Plant & Equipment were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its Property Plant & Equipment.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company. except for the following land.

Description of Property	Gross carrying value (Rs in Lacs)	Held in name of	Whether promoter, director or their relative or employee	Period held - indicate range, where appropriate	Reason for not being held in name of company
109/7 and 109/8	4.51	Karishma R. Agarwal	Yes		Registration Process Pending
207	33.75	Balvantrai Ramkumar Agarwal	Yes		Registration Process Pending
208/2	5.00	Abid Aiyub Rangrej	No		Registration Process Pending

(d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.

(e) As explained to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) (a) As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals. The Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.

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(b) 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:

(Rs. In Lacs)

Particulars	Qtr/Month	As per books	As per statement	Reason of difference
Sundry Debtors	Q1	7,234.80	7,237.77	Difference due to submission of monthly data on the basis of provisional data.
Creditors	Q1	3,256.38	3,096.96	
Sundry Debtors	Q2	7,510.08	7,529.32	
Creditors	Q2	3,653.35	3,329.47	
Sundry Debtors	Q3	8,169.26	8,190.99	
Creditors	Q3	3,569.23	3,184.10	
Sundry Debtors	Q4	8,046.09	8,186.70	
Creditors	Q4	4,348.56	3,714.95	
Inventories	Q4	2,244.71	2,425.98	

(iii) The Company has not made investments in, nor granted any loans, secured or unsecured, to companies, firms or other parties covered in the Register maintained under section 189 of the Companies Act, 2013 ('the Act').

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

(v) The Company has not accepted any deposits from the public.

(vi) The maintenance of cost records have been specified by the Central Government under section 148(1) of the Companies Act, 2013. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, goods and service tax, income-tax, duty of customs, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, goods and service tax, income tax, duty of customs, cess and other material statutory dues were in arrears as at 31 March 2025 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no material dues of duty of customs, sales tax, duty of excise, service tax and goods and service tax which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanations given to us, the following dues of excise have not been deposited by the Company on account of disputes.

Name of Statute	Nature of Dues	Forum where Dispute is Pending	Period to which the Amount Relates	Amount Involved (Rupees)
Excise	Central excise duty	High Court	2001-02	10,70,322

(viii) According to the information and explanations given by the management, no transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(ix) (a) The Company has not defaulted in repayment of loans or borrowings to a financial institution, bank, government or dues to debenture holders.

(b) According to the information and explanations given by the management, the company is not declared willful defaulter by any bank or financial institution or other lender;

(c) In our opinion and according to the information and explanations given by the management, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.

(d) In our opinion and according to the information and explanations given by the management, funds raised on short term basis have not been utilised for long term purposes.

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

MSMS & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

(x) (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.

(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.

(xi) (a) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

(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;

(c) According to the information and explanations given to us by the management, no whistle-blower complaints had been received by the company.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given by the management, the company has an internal audit system commensurate with the size and nature of its business.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

(xvi) Based on our examination, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.

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

(b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934,

(c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.

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C/820, Venus Stratum, Nehrunagar, Ahmedabad-15
CHARTERED ACCOUNTANTS

(d) According to the information and explanations given by the management, the Group does not have not more than one CIC as part of the Group.

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

(xix) On the information obtained from the management and audit procedures performed and 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, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is 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;

(xx) Based on our examination, the provision of section 135 are not applicable on the company. Hence this clause is not applicable on the company.

(xxi) The company is not required to prepare Consolidate financial statement hence this clause is not applicable.

for ***N S M S*** **& Associates**
Chartered Accountants
Firm's registration number: 145283W

Nitin C Shah

Nitin C Shah
Partner
Membership number: 034633
UDIN: 25034633BPTZTS1923

N S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

Ahmedabad
4th August 2025

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Kumar Cotton Mills Private Limited ("the Company") as of 31 March 2025 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

NSMS & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

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 31 March 2025 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

for ***N S M S*** **& Associates**
Chartered Accountants
Firm's registration number: 145283W

Nitin C Shah

N S M S & ASSOCIATES
C/820, Venus Stratum, Nehrunagar, Ahmedabad-15
CHARTERED ACCOUNTANTS

Nitin C Shah
Partner
Membership number: 034633
UDIN: 25034633BPTZTS1923

Ahmedabad
4^{th} August 2025

KUMAR COTTON MILLS PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2025

(₹ in Lacs)

Particulars	Note	As at 31 March 2025 (₹)	As at 31 March 2024 (₹)
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	1	**179.67**	179.67
Reserves and surplus	2	**3,543.66**	3,027.86
		3,723.33	3,207.53
Non-current liabilities			
Long Term Borrowings	3	**2,746.00**	2,000.71
Other Long Term Liability		-	-
Long Term Provisions	4	**11.84**	-
		2,757.84	2,000.71
Current liabilities			
Short Term Borrowings	5	**3,733.10**	4,519.57
Trade Payables	6	**4,348.56**	2,862.06
Other Current Liabilities	7	**50.98**	153.93
Short Term Provisions	8	**174.86**	109.80
		8,307.50	7,645.36
TOTAL		**14,788.67**	12,853.60
ASSETS			
Non Current Assets			
Property, Plant & Equipment and Intangible Assets			
Property, Plant & Equipment	9	**3,082.82**	2,778.50
Intangible Assets	9	-	-
Capital Work-in-Progress	9	**242.72**	-
Non Current Investments	10	**0.12**	0.12
Deferred Tax Assets (net)	11	**21.66**	24.40
Long Term Loans and Advances	12	**153.37**	22.67
		3,500.69	2,825.69
Current assets			
Inventories	13	**2,244.71**	1,923.17
Trade Receivables	14	**8,046.08**	7,299.81
Cash and Bank Balances	15	**119.06**	123.85
Short Term Loans and Advances	16	**864.33**	662.01
Other Current Assets	17	**13.80**	19.07
		11,287.98	10,027.91
TOTAL		**14,788.67**	12,853.60
Significant Accounting Policies			
Notes on Financial Statements	1 to 34		

As per our Report of even date

For, N S M S & Associates
Chartered Accountants

Nitin C. Shah
Partner
Membership No. 34633

Place : Ahmedabad
Date : 04/08/2025

N S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

For and On Behalf of the Board of Directors
KUMAR COTTON MILLS PRIVATE LIMITED

DIRECTOR DIRECTOR

Place : Ahmedabad
Date : 04/08/2025

KUMAR COTTON MILLS PRIVATE LIMITED

STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2025

(₹ in Lacs)

Particulars	Note	2024-25 (₹)	2023-24 (₹)
INCOME			
Revenue from Operations	17	23,943.23	24,862.13
Other Income	18	57.54	51.75
Total Income		24,000.77	24,913.88
EXPENDITURE			
Cost of Materials Consumed	19	7,631.10	10,595.19
Purchases of Stock-in-Trade	20	3,085.09	-
Changes in Inventories of Finished goods,Stock-in-Process and Stock-in-Trade	21	(696.56)	344.97
Employee Benefits Expense	22	927.04	843.95
Finance Costs	23	525.47	619.74
Depreciation and Amortization Expense	9	493.09	529.93
Other Expenses	24	11,345.44	11,679.62
Total Expenses		23,310.67	24,613.40
Profit Before Tax		690.10	300.48
Tax Expenses			
Current Tax		171.56	96.10
Prior Year Tax Adjustments		-	-
Deferred Tax		2.74	(17.80)
		174.30	78.30
Profit for the year		515.80	222.18
Earnings per equity share of face value of ₹ 100 each	25		
Basic and Diluted (in ₹)		287.08	123.66
Significant Accounting Policies			
Notes on Financial Statements	1 to 33		

As per our Report of even date

For, N S M S & Associates
Chartered Accountants

Nitin C. Shah
Partner
Membership No. 34633

Place : Ahmedabad
Date : 04/08/2025

N S M S & ASSOCIATES CHARTERED ACCOUNTANTS C/820, Venus Stratum, Nehrunagar, Ahmedabad-15

For and On Behalf of the Board of Directors
KUMAR COTTON MILLS PRIVATE LIMITED

DIRECTOR | DIRECTOR

Place : Ahmedabad
Date : 04/08/2025

KUMAR COTTON MILLS PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2025

(₹ in Lacs)

		As at 31 March 2025 (₹)		As at 31 March 2024 (₹)	
A.	**CASH FLOW FROM OPERATING ACTIVITIES**				
	Net profit before tax as per the Profit and Loss Account		690.10		300.48
	Adjustments for :				
	Depreciation	493.09		529.93	
	Provision for Gratuity	1.44		-	
	Interest and Financial Expenses	525.47		619.74	
	Profit on sale of Fixed Assets (Net)	(21.92)		(9.00)	
	Interest Received	(10.36)	987.72	(25.01)	1,115.66
	Operating profit before working capital changes		1,677.82		1,416.14
	Adjustments for :				
	Trade Receivables	(747.71)		(800.17)	
	Loans & Advances	(327.75)		378.70	
	Inventories	(321.54)		298.15	
	Trade Payables	1,384.99	(12.01)	(1,253.85)	(1,377.17)
	Cash Generated From Operations		1,665.81		38.97
	Prior Year Adjustments - Income/(Expenses)	-	-	-	-
	Income Taxes Paid	(96.13)	(96.13)	(103.57)	(103.57)
	Net Cash From Operating Activities		1,569.68		(64.60)
B.	**CASH FLOW FROM INVESTING ACTIVITIES**				
	Purchase of Property Plant & Equipment	(1,085.14)		(241.41)	
	Capital Subsidy received under TUFs	-		-	
	Sale of Property Plant & Equipment	66.93		40.22	
	Interest Received	10.36		25.01	
	Net Cash From Investing Activities		(1,007.85)		(176.18)
C.	**CASH FLOW FROM FINANCING ACTIVITIES**				
	Proceeds from Issue of Share Capital	-		-	
	Proceeds from Share Application Money	-		-	
	Proceeds from Financial Institutions (Net)	(10.05)		(80.57)	
	Proceeds/ (Repayment) of Secured Borrowings (Net)	(279.21)		1,143.97	
	Proceeds/ (Repayment) of Unsecured Borrowings (Net)	248.11		(195.92)	
	Interest & Finance cost	(525.47)		(619.74)	
	Net Cash Generated in Financing Activities		(566.62)		247.74
	Net changes in Cash & Cash Equivalents (A+B+C)		(4.79)		6.96
	Cash and Cash Equivalents at the beginning of the year		123.85		116.89
	Cash and Cash Equivalents at the end of the year		119.06		123.85

Notes to the Cash Flow Statement

1 Cash and Cash Equivalents represent Cash and Bank Balance (Refer Note - 14)

2 The above cash flow statement has been prepared under the "Indirect Method" as set out in the Accounting Standard - 3 on Cash Flow Statements, issued by the Institute of Chartered Accounts of India.

3 Previous year figures have been regrouped/ rearranged wherever considered necessary.

	Cash and Bank Balances		
	Cash on Hand	33.43	8.16
	Balance with Scheduled Banks		
	In Current Accounts	-	-
	In Fixed Deposit Accounts	85.63	115.69
		119.06	123.85

As per our Report of even date

For, N S M S & Associates
Chartered Accountants

Nitin C. Shah
Partner
Membership No. 34633

Place : Ahmedabad
Date : 04/08/2025

For and On Behalf of the Board of Directors
KUMAR COTTON MILLS PRIVATE LIMITED

DIRECTOR DIRECTOR

Place : Ahmedabad
Date : 04/08/2025

KUMAR COTTON MILLS PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES

Corporate Information

KUMAR COTTON MILLS PRIVATE LIMITED (the company) is a private company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is engaged in the manufacturing and selling cotton fabrics and Printing & Dying of Grey Cotton & MM Fabrics.

Basis of Preparation

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 of the Companies Act, 2013 ("the 2013 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention.

SIGNIFICANT ACCOUNTING POLICIES

a. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which results are known / materialized.

b. Property Plant & Equipment and Intangible Assets

Tangible and Intangible Assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises of all expenses incurred to bring the assets to its present location and condition. Borrowing costs directly attributable to the acquisition / construction are included in the cost of fixed assets.

In case of new projects / expansion of existing projects, expenditure incurred during construction / preoperative period including interest and finance charges on specific / general purpose loans, prior to commencement of commercial production are capitalized. The same has been allocated to the respective fixed assets on completion of construction / erection of the capital project / fixed assets.

Capital assets (including expenditure incurred during the construction period) under erection / installation are stated in the Balance Sheet as "Capital Work in Progress."

N M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

c. Impairment of Property Plant & Equipment and Intangible Assets

At each balance sheet date, the Company reviews the carrying amounts of its fixed assets to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset.

d. Depreciation on Property Plant & Equipment and Intangible Assets

All Tangible assets, except freehold land, leasehold land and capital work in progress, are depreciated on a written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

Depreciation on additions to / deletions from fixed assets made during the period is provided on pro-rata basis from / up to the month of such addition / deletion as the case may be.

e. Investments

Long term investments are stated at cost. Current investments are stated at lower of cost and market price. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary in the opinion of the management.

f. Inventories

Inventories are measured at lower of cost and net realizable value. Cost of raw materials, stores & spares parts are ascertained on FIFO basis. Cost for finished goods and process stock is ascertained on full absorption cost basis. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their present location & condition.

g. Government Grants:

Government grants are recognized when there is reasonable assurance that the same will be received. Revenue grants are recognized in the Profit and Loss account. Capital grants relating to specific fixed assets are reduced from the gross value of the respective fixed assets.

h. Revenue Recognition

Sales are recognized when goods are supplied. Sales are net of trade discounts, rebates and GST. It does not include interdivisional sales.

Revenue in respect of other item is recognized when no significant uncertainty as to its determination or realization exists. Export Incentives are recognized on receipt basis.

M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

SIGNIFICANT ACCOUNTING POLICIES

i. Borrowing Cost

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

j. Foreign Currency Transactions

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate prevailing at time of transaction. Monetary items denominated in foreign currencies and outstanding at the year-end are translated at year-end rates. Exchange differences arising on settlement of short-term monetary items at rates different from those at which they were initially recorded are recognized as income or as expenses in the year in which they arise.

k. Employee Benefits

Short –term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

Post employment and other long term employee benefits are recognized as an expense in the profit and loss account for the year in which the employee has rendered services.

l. Financial Derivatives and Commodity Hedging Transactions

In respect of financial derivatives and commodity hedging contracts, premium paid, losses on restatement and gains/losses on settlement are charged to the profit and loss account.

m. Taxes on Income

Income tax expenses for the year comprises of current tax and deferred tax. Current tax provision is determined on the basis of taxable income computed as per the provisions of the Income Tax Act. Deferred tax is recognized for all timing differences that are capable of reversal in one or more subsequent periods subject to conditions of prudence and by applying tax rates that have been substantively enacted by the balance sheet date.

n. Provision, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Contingent liabilities are not recognized but are disclosed in the notes.

Contingent assets are neither recognized nor disclosed in the financial statements.

N S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

Notes on Financial Statements for the Year ended 31st March, 2025

1. Share Capital

(₹ in Lacs)

Particulars	As at 31 March 2025		As at 31 March 2024	
	Number	Amount (₹)	Number	Amount (₹)
Authorised				
Equity Shares of ₹ 100/- each	**3,00,000**	**300.00**	3,00,000	300.00
Issued				
Equity Shares of ₹ 100/- each fully paid up	**1,79,675**	**179.67**	1,79,675	179.67
Subscribed & Paid up				
Equity Shares of ₹ 100/- each fully paid up	**1,79,675**	**179.67**	1,79,675	179.67
Subscribed but not fully Paid up	-	-	-	-
Total	**1,79,675**	**179.67**	1,79,675	179.67

1.1 Reconciliation of the number of Equity shares outstanding at the beginning and at the end of the Year;

Particulars	As at 31 March 2025		As at 31 March 2024	
	Number	Amount (₹)	Number	Amount (₹)
Shares outstanding at the beginning of the year	**1,79,675**	**179.67**	1,79,675	179.67
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	**1,79,675**	**179.67**	1,79,675	179.67

1.2 Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of ₹ 100 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended 31 March 2025, the amount of per share dividend recognized as distributions to equity shareholders was ₹ Nil (31 March 2024: ₹ Nil).

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

1.3 Details of shareholders holding more than 5 percent shares in the company

Name of Shareholder	As at 31 March 2025		As at 31 March 2024	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Ajay R. Agarwal	**53,516**	**29.78**	53,516	29.78
Ashadevi R Agarwal	**17,505**	**9.74**	17,505	9.74
Vishal Balvantrai Agarwal	-	-	15,000	8.35
Kumar R. Agarwal	**12,970**	**7.22**	12,970	7.22
Nilesh Tradelink Pvt. Ltd.	**9,795**	**5.45**	9,795	5.45
Rajendraprasad R. Agarwal	**56,733**	**31.58**	37,019	20.60

C/320, Vasna Stadium, Naranpura, Ahmedabad-13, ... & ASSOCIATES, CHARTERED ACCOUNTANTS

1.4 Shares held by promoters at the end of the year (₹ in Lacs)

Name of Promoter	As at 31 March 2025		As at 31 March 2024		% of change during the year
	No of Shares	% of Total Shares	No of Shares	% of Total Shares	
Balwantrai Ramkumar Agarwal	-	-	2,694	1.54	
Rajendraprasad Agarwal	56,733	31.58	37,019	20.62	
Vimladevi Balwantrai Agarwal	-	-	2,020	1.12	
Ajaykumar Agarwal	53,516	29.78	53,516	29.78	
Ashadevi Agarwal	17,500	9.74	17,500	9.74	
Rajendraprasad R. Agarwal HUF	7,200	4.00	7,200	4.00	
Anjuben Ajay Agarwal	1,945	1.08	1,945	1.08	
Kumar Rajendraprasad Agarwal	12,970	7.22	12,970	7.22	
Ajay R. Agarwal HUF	4,290	2.39	4,290	2.39	
Ramkumar & Sons HUF	3,000	1.67	3,000	1.67	
Vishal Balwantrai Agarwal	-	-	15,000	8.35	
Pragati Kumar Agarwal	1,430	0.80	1,430	0.80	
Vishal Jitendra Dave	240	0.13	240	0.13	

2 Reserves and Surplus

Particulars	As at 31 March 2025	As at 31 March 2024
	Amount (₹)	Amount (₹)
Securities Premium		
As per Last Balance Sheet	**684.10**	684.10
Add : On shares issued	-	-
	684.10	684.10
Profit and Loss Account		
As per Last Balance Sheet	**2,343.76**	2,121.58
Add : Profit (Loss) for the year	**515.80**	222.18
	2,859.56	2,343.76
Total	**3,543.66**	3,027.86

3 Long Term Borrowings

Particulars	As at 31 March 2025	As at 31 March 2024
	Amount (₹)	Amount (₹)
Secured		
Term loans (Refer Note 1 & 2 below)		
From banks	**678.26**	106.16
Less: Current maturities of long-term Loan	**163.50**	98.66
	514.76	7.50
Other loans		
Vehicle Loans (Refer Note 3 below)	**339.42**	334.90
Less: Current maturities of long-term Vehicle Loans	**109.94**	105.57
	229.48	229.33
Loan Against Property (Refer Note 4 below)	**77.69**	86.74
Less: Current maturities of long-term Loans	**9.32**	8.17
	68.37	78.57
	812.61	315.40

M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

KUMAR COTTON MILLS PRIVATE LIMITED

Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lacs)

3 Long Term Borrowings (Continue)

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Unsecured		
Loans from related parties	**1,179.72**	705.16
Loans from Intercorporate	**753.67**	980.15
	1,933.39	1,685.31
Total	**2,746.00**	2,000.71

Nature of Securities:

1. Secured by way of hypothecation of respective plant and machineries financed by the bank and other movable assets.
2. Secured by mortgage on the factory land and building in the name of company situated at Narol, Ahmedabad and secured by personal property of directors and guarantee of all directors.
3. Secured by way of hypothecation of respective motor vehicles purchased.
4. Secured by way of mortage of Mayfair Flat.

3.1 Term of Repayment

(i) Term Loan

Particulars	Repayment Shedule
KMB WTL NO.0159CL0100000032	36 Monthly inst. Starting from 01/10/21 of ₹ 10,38,888 each
SBI-TERM LOAN	60 Monthly inst. Starting from 18/02/25 of ₹ 13,00,000 each
KMB TERM LOAN NO. 0159TL0100000134	Monthly installment of ₹ 2,50,000 each

(ii) Vehicle Loans

Particulars	Repayment Shedule
ICICI Bank Ltd.	60 Monthly inst. Starting from 01/10/22 of ₹ 2,03,434 each including Int./Hire charges
ICICI Bank Ltd.	60 Monthly inst. Starting from 01/06/23 of ₹ 82,835 each including Int./Hire charges
BMW Financial Services	60 Monthly inst. Starting from 16/10/22 of ₹ 87,485 each including Int./Hire charges
HDFC Bank Ltd.	60 Monthly inst. Starting from 07/03/22 of ₹ 1,66,190 each including Int./Hire charges
HDFC Bank Ltd.	60 Monthly inst. Starting from 05/011/22 of ₹ 1,45,646 each including Int./Hire charges
HDFC Bank Ltd.	60 Monthly inst. Starting from 05/01/23 of ₹ 1,46,191 each including Int./Hire charges
HDFC Bank Ltd.	60 Monthly inst. Starting from 07/10/24 of ₹ 2,47,876 each including Int./Hire charges
Axis Bank Ltd.	48 Monthly inst. Starting from 10/06/21 of ₹ 2,43,657 each including Int./Hire charges

(₹ in Lacs)

3.2 Registration of charges or satisfaction with Registar of Companies

Particular of Charge	Statutory period of Registration	Actual Date of Registration	Reason if Charge is registered beyond statutory period
Supplemental Deed Of Hypothecation	29/11/2024	26/11/2024	
Mortage of Immovable Properties	29/11/2024	26/11/2024	

4 Long Term Provisions

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Provision for employee benefits		
Gratuity	11.84	-
Leave Encashment	-	-
Total	**11.84**	-

S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

5 Short Term Borrowings

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Secured		
Loans from banks		
- Working Capital Loans (Refer Note 1 & 2 below)	**3,450.34**	4,307.17
- Working Capital Term Loans (Refer Note 1 & 2 below)	-	-
Current maturities of long-term debt	**282.76**	212.40
Total	**3,733.10**	4,519.57
Nature of Securities:		
1. Secured against charge over the stocks, book debts and other current assets of the Company.		
2. Secured by mortgage on the factory land and building in the name of company situated at Narol, Ahmedabad also secured by personal property of directors and guarantee of all directors.		

N S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

6 Trade Payables

(₹ in Lacs)

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Micro, Small and Medium Enterprises	-	-
Others Trade Payables Outstanding for following periods from due date of payment		
Less than 1 year	**4,334.49**	2,843.95
1-2 years	-	0.13
2-3 years	-	3.67
More than 3 years	**14.07**	14.31
Total	**4,348.56**	2,862.06

The Details of amounts outstanding to Micro, Small and Medium Enterprises based on availale information with the Company is as under:

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Principal amount due and remaining unpaid	-	-
Interest due on above and the unpaid interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and paybale in succeeding years	-	-
Total	-	-

7 Other Current Liabilities

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Other Liabilities		
Interest accrued but not due on borrowings	-	-
Interest accrued and due on borrowings	-	-
Other payables		
- Other Current Liabilities	**21.55**	18.79
-Advance received from Customers	**29.43**	135.14
Total	**50.98**	153.93

8 Short Term Provisions

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Provision for Taxation	**171.56**	96.10
Provision for Gratuity	**3.30**	13.70
Total	**174.86**	109.80

M S & ASSOCIATES CHARTERED ACCOUNTANTS C/820, Venus Stratum, Nehrunagar, Ahmedabad-15

Notes on Financial Statements for the Year ended 31st March, 2025

9 Property Plant & Equipment

(₹ in Lacs)

Sr. No	Fixed Assets	GROSS BLOCK (AT COST) As at 01/04/2024	Additions	Sales / Adjustment	As at 31/03/2025	DEPRECIATION/ AMORTISATION As at 01/04/2024	Provided during the year	Adjustment due to Sale\W.off	Total up to 31/03/2025	NET BLOCK As at 31/03/2025	As at 31/03/2024
a	**Tangible Assets**										
1	Lease hold land	-	-	-	-	-	-	-	-	-	-
2	Land & Land Develop.	62.48	-	-	62.48	-	-	-	-	62.48	62.48
3	Residential Buildings	-	-	-	-	-	-	-	-	-	-
4	Factory Buildings	1,515.32	14.60	-	1,529.92	833.46	47.91	-	881.37	648.55	681.86
5	Office Buildings	48.79	-	-	48.79	31.70	1.66	-	33.36	15.43	17.09
6	Plant & Machineries	6,952.06	648.50	157.20	7,443.36	5,402.38	300.21	125.10	5,577.49	1,865.87	1,549.68
7	Furniture & Fixtures	125.85	8.20	-	134.05	118.33	2.70	-	121.03	13.02	7.52
8	Vehicles	915.37	171.12	99.58	986.91	457.35	139.57	86.67	510.25	476.66	458.02
9	Computer	30.98	-	-	30.98	29.14	1.04	-	30.18	0.80	1.84
10	Cycle	0.09	-	-	0.09	0.08	-	-	0.08	0.01	0.01
	Total	9,650.94	842.42	256.78	10,236.58	6,872.44	493.09	211.77	7,153.76	3,082.82	2,778.50
b	**Intangible Assets**										
	Computer software	-	-	-	-	-	-	-	-	-	-
	Total	9,650.94	842.42	256.78	10,236.58	6,872.44	493.09	211.77	7,153.76	3,082.82	2,778.50
c	**Capital WIP**									242.72	-
	Total	9,650.94	842.42	256.78	10,236.58	6,872.44	493.09	211.77	7,153.76	3,325.54	2,778.50
d	**Intangible assets under Development**	-	-	-	-	-	-	-	-	-	-
	Total	9,650.94	842.42	256.78	10,236.58	6,872.44	493.09	211.77	7,153.76	3,325.54	2,778.50
	Previous Year	9,484.33	241.41	74.80	9,650.94	6,386.09	529.93	43.58	6,872.44	2,778.50	3,098.24

N S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

Notes :

(₹ in Lacs)

1 Title deeds of Immovable Property not held in name of the Company

Description of item of Property	Gross carring Value	Whether Title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
109/7 and 109/8	4.51	Yes	04/01/2022	
207	33.75	Yes	20/10/2021	
208/2	5.00	Yes	08/09/2016	

2 Capital Work In Progress (CWIP) & Intangible Assets- Ageing schedule

CWIP	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Project in progress	242.72				
Projects temporarily suspended					

N S M S & ASSOCIATES ★ CHARTERED ACCOUNTANTS
C/820, Venus Stratum, Nehrunagar, Ahmedabad-15

(₹ in Lacs)

10 Non current Investment

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Trade Investments	-	-
Total (A)	-	-
Other Investments Unquoted		
Investment in 200 (P.Y. 200) Fully paid up Equity Shares of ₹ 50/- each in Social Co. Op. Bank Limited at cost	**0.10**	0.10
Investment in 40 (P.Y. 40) Fully paid up Equity Shares of ₹ 25/- each in Ellisbridge Co. Op. Bank Limited at cost	**0.01**	0.01
Investment in 5 (P.Y. 5) Fully paid up Equity Shares of ₹ 100/- each in Naroda Nagrik Co. Op. Bank Limited at cost	**0.01**	0.01
Total (B)	**0.12**	0.12
Grand Total (A + B)	**0.12**	0.12

11 Deferred Tax Assets (Net)

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Deferred Tax Assets		
Related to fixed assets	**21.66**	24.40
Deferred Tax Liability		
Related to fixed assets	-	-
Deferred Tax Assets (Net)	**21.66**	24.40

12 Long Term Loans and Advances (Unsecured and considered Good)

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Capital Advances	**152.57**	21.87
Security Deposits	**0.80**	0.80
Other loans and advances	-	-
Loans and Advances to Related Parties	-	-
	153.37	22.67

13 Inventories

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Raw Materials	**138.27**	419.83
Stock-in-Process	-	143.95
Finished Goods	**1,103.52**	263.01
Stores, Chemicals and Packing Materials	**1,002.92**	1,096.38
Total	**2,244.71**	1,923.17

NSMS & ASSOCIATES CHARTERED ACCOUNTANTS C/820, Venus Stratum, Nehrunagar, Ahmedabad-15

(₹ in Lacs)

14 Trade Receivables (Unsecured and considered Good)

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Outstanding for following periods from due date of payment		
Less than 6 Months	**6,923.52**	6,772.10
6 Months - 1Year	**954.34**	279.89
1 - 2 years	**83.74**	142.47
2 - 3 years	**16.90**	36.14
More than 3 years	**67.58**	69.21
Total	**8,046.08**	7,299.81

Trade Receivable stated above include:	Amount (₹)	Amount (₹)
Private companies in which any director is a director or member		
- Bonanza Textiles Pvt. Ltd.	-	0.15
Firm /HUF in which director is a partner/proprietor		
- Venus Denim	**31.28**	18.54
- Vedant Denim	-	-
- Aarjay Enterprise	**4,026.90**	2,271.42
	4,058.18	2,290.11

15 Cash and Bank Balances

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Cash on hand	**33.43**	8.16
Balances with banks		
Bank deposits with more than 12 months maturity	-	-
Others Deposits	**85.63**	115.69
Other Bank Balance	-	-
Total	**119.06**	123.85

16 Short-term loans and advances
(Unsecured and considered Good)

Particulars	As at 31 March 2025 Amount (₹)	As at 31 March 2024 Amount (₹)
Advance to Suppliers	**93.23**	36.26
Advance Tax & TDS Receivable	**240.40**	259.33
Security Deposits	**10.49**	9.39
Loans to Staff	**108.26**	88.84
Balances with Revenue Authorities	**369.13**	227.84
Loans and Advance to Others	**42.82**	40.35
Total	**864.33**	662.01

MSMS & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lacs)

17 Other current assets

Particulars	As at 31 March 2025	As at 31 March 2024
	Amount (₹)	Amount (₹)
Prepaid Expenses	**13.80**	19.07
Total	**13.80**	19.07

17 Revenue from Operations

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Sale of products	**23,943.23**	24,862.13
Sale of services	-	-
Other operating revenues	-	-
Total	**23,943.23**	24,862.13
Less: Excise duty	-	-
Total	**23,943.23**	24,862.13

17.1 Particulars of Sale of Products

Fabrics/Other Goods	**3,023.08**	1,155.99
Fabric Processing charges	**12,207.75**	11,849.36
Colour Chemical	**585.56**	319.40
Weaving Job Work	**132.44**	-
Yarn Sales	**2,264.64**	3,061.09
Grey	**5,729.76**	8,476.29
Total	**23,943.23**	24,862.13

18 Other Income

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Interest from Current Investments	**10.36**	25.01
Rent Received	**4.49**	5.20
Profit on Sale of Fixed Assets	**21.92**	9.00
Gratuity Provision Written Back	-	-
Foreign Currency Exnchange Gain/(Loss)	-	0.16
Export Incentives	**20.77**	12.38
Insurance Claim	-	-
Total	**57.54**	51.75

19 Cost of Materials Consumed

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Imported	-	-
% of Consumption	**0.00%**	0.00%
Indigeneous	**7,631.10**	10,595.19
% of Consumption	**100.00%**	100.00%
Total	**7,631.10**	10,595.19

M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

(₹ in Lacs)

19.1 Particulars of Materials Consumed

Details of Inventory	2024-25	2023-24
	Amount (₹)	Amount (₹)
Yarn	**5,524.27**	9,758.82
Grey Cloth	**2,106.83**	836.37
Total	**7,631.10**	10,595.19

20 Purchases of Stock in Trade

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Garment Purchased	-	-
Fabric Purchased	**3,085.09**	-
Total	**3,085.09**	-

21 Changes in Inventories of Finished Goods, Stock-in-Process and Stock-in-Trade

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Inventories (at close)		
Stock-in-Process	-	143.94
Finished Goods/Stock-in-Trade	**1,103.52**	263.02
	1,103.52	406.96
Inventories (at commencement)		
Stock-in-Process	**143.94**	290.75
Finished Goods/Stock-in-Trade	**263.02**	461.18
	406.96	751.93
Total	**696.56**	(344.97)

22 Employee Benefits Expense

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Salaries and Wages	**918.61**	834.01
Contributions to Provident fund, ESI & Others Funds	**6.99**	7.83
Gratuity (Provision)	**1.44**	2.11
Staff Welfare Expenses	-	-
Total	**927.04**	843.95

23 Finance Costs

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Interest Expenses *	**511.02**	567.69
Other Borrowing Costs	**14.45**	52.05
Total	**525.47**	619.74

23.1 Interest Expenses are net of interest subsidy received under TUFS scheme and State Government Scheme amounting to ₹ Nil/-. (Previous Year ₹ Nil/-)

M S & ASSOCIATES
C/820 Venus Stratum, Nehrunagar, Ahmedabad-15
CHARTERED ACCOUNTANTS

(₹ in Lacs)

24 Other Expenses

Particulars	2024-25 Amount (₹)	2023-24 Amount (₹)
Manufacturing Expenses		
Consumption of Colour Chemicals	**4,348.33**	3,861.67
Consumption of Stores and Spare Parts	**521.99**	585.46
Power and Fuel	**3,466.85**	3,574.71
Repairs to Building	**2.76**	5.63
Repairs to Machineries	**28.14**	36.68
Vat. Duties and Other Taxes Paid	**-**	-
Job Work Charges	**30.61**	499.20
Packing Materials	**236.15**	345.38
Screen & Designing	**249.65**	287.31
Labour Charges	**1,896.45**	1,951.45
Factory Expenses	**55.94**	44.63
Environment Expenses	**88.24**	82.29
	10,925.10	11,274.42
Selling and Distribution Expenses		
Advertisement, Publicity & Sales Promotion	**-**	-
Commission & Brokerage	**75.67**	61.02
	75.67	61.02
Establishment Expenses		
Rent	**-**	-
Repairs to Others	**28.68**	23.74
Insurance	**28.50**	29.86
Rates & Taxes	**13.69**	31.59
GST Expenses	**-**	-
Office Expenses	**8.74**	9.56
Stationery & Printing	**16.96**	17.40
Telephone Expenses	**3.72**	5.84
Postage & Telegram	**1.76**	1.70
Travelling, Vehical & Conveyance	**61.38**	79.47
Freight & Forwarding	**23.53**	27.58
Managerial Remuneration	**79.20**	66.80
Audit Fees	**5.75**	5.41
Donation	**0.49**	7.52
Professional Fees and Charges	**39.02**	20.42
Sundary Balances Written off	**4.30**	9.98
Computer Repairing Expense	**5.00**	6.44
Loss on Sale of Fixed Assets	**-**	-
Foreign Currency Exnchange Gain/(Loss)	**0.36**	-
Miscellaneous Expenses	**23.59**	0.87
	344.67	344.18
Total	**11,345.44**	11,679.62

M S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

Notes on Financial Statements for the Year ended 31st March, 2025

(₹ in Lacs)

24.1 Value of Stores, Colour Chemicals and Packing Materials

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Imported	-	12.72
% of Consumption	**0.00%**	0.27%
Indigeneous	**5,106.46**	4,779.80
% of Consumption	**100.00%**	99.73%
Total	**5,106.46**	4,792.52

24.2 Value of Imports on CIF Basis in Respect of

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Raw Materials and Stock-in-Trade	-	-
Stores, Colour Chemicals and Packing Materials	-	12.72
Capital Goods	-	-

24.3 Expenditure in Foreign Currency

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Commission on Export	-	-
Total	-	-

24.4 Payments to the auditor as

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
As auditor		
- Statutory Audit Fees	**5.75**	5.41
- Tax Audit Fees	**0.35**	0.35
In other capacity		
For Income Tax Consultancy	**0.35**	0.35
For Other Services (Certification Fees)	-	-
Total	**6.45**	6.11

25 Earning Per Share (EPS)

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
Profit after Tax and Exceptional / Non- Recurring Item as per Statement of Profit & Loss account	**515.80**	222.18
Less : Preference Dividend and Dividend Tax	-	-
Profit available for Equity Share Holders	**515.80**	222.18
Weighted Average Number of Equity Shares	**1,79,675**	1,79,675
Weighted Average Number of Equity Shares in computing diluted earnings per share	**1,79,675**	1,79,675
Face Value of the Share – ₹	**100**	100
Basic and Diluted Earnings per Share – ₹	**287.08**	123.66

N S M G & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

KUMAR COTTON MILLS PRIVATE LIMITED

Notes on Financial Statements for the Year ended 31st March, 2025

25.1 **Earnings in Foreign Currency**

(₹ in Lacs)

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
FOB value of Export Sales	-	-

26 **Capital Commitments**

The estimated amount of contracts remaining to be executed on capital accounts and not provided for ₹ **130.43 Lacs** (Previous Year ₹ 319.56 Lacs)

Contingent Liabilities in respect of

Particulars	2024-25	2023-24
	Amount (₹)	Amount (₹)
a. Excise Matters disputed in appeal	**10.70**	10.70
b. Custom duty payable on pending export obligations	-	-
c. Letter of Credit	-	-
d. Guarantees given by banks on behalf of the Company	**194.55**	162.55

28 **RELATED PARTY DISCLOSURES:**

(As identified by Management)

Name of the party and relationships

a) **Companies and firms in which Directors/Directors' Relatives exercise control / significant influence:**

Companies	
Bonanza Textile Pvt.	Kumar Spintex Pvt. Ltd.
Vishal Spintex	Aarjay Enterprise
Venus Denim	

b) **Key management personnel**

Rajendraprasad R. Agarwal	Ajay R. Agarwal
Khusal Mithlesh Goyle	Kumar R. Agarwal

c) **Relatives of key management personnel**

Karishama R. Agarwal	Ajay R. Agarwal (HUF)
Pragati Kumar Agarwal	Jash Trading
Avon Trading	Jyoti Traders
Anjudevi A Agarwal	Ashadevi R Agarwal
Rajendraprasad R Agarwal HUF	Karan Traders
Kumar R Agarwal (HUF)	Karan M. Goyal
Mithlesh S. Goyal	Meena M. Goyal
Kumar R Agarwal (HUF)	Dhaval Ajay Agarwal

N S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

Transaction carried out with related parties referred in (1) above, in ordinary course of business:

(₹ in Lacs)

	Related Referred in 28 (a) above	Related Referred in 28 (b) above	Related Referred in 28 (c) above	Total Amount (₹)
Part I: Volume of transactions				
Unsecured Loans Taken	-	**742.87**	**305.19**	**1,048.06**
	-	(622.35)	(63.43)	(685.78)
Unsecured Loan Repaid	-	**863.86**	**8.50**	**872.36**
	-	(1,376.95)	(4.29)	(1,381.24)
Interest on Loans	-	**65.36**	-	**65.36**
	-	(169.03)	-	(169.03)
Remuneration	-	**79.20**	-	**79.20**
	-	(66.80)	-	(66.80)
Salary	-	-	**66.40**	**66.40**
	-	-	(24.65)	(24.65)
Sales/Job Work	**7,481.88**	-	-	**7,481.88**
	(7,516.96)	-	-	(7,516.96)
Purchases	**2,643.44**	-	**31.80**	**2,675.24**
	(905.23)	-	(38.92)	(944.15)
Rent (Income)	**4.96**	-	-	**4.96**
	(4.96)	-	-	(4.96)
Part II: Balance as at year end				
Unsecured Loans	-	**667.16**	**512.56**	**1,179.72**
	-	(489.28)	(215.88)	(705.16)
Sundry Debtors	**4,058.18**	-	-	**4,058.18**
	(2,290.11)	-	-	(2,290.11)

Note: Figures in brackets represent Previous Year's amounts.

Disclosure in respect of material transactions with related parties

Transaction	Name of the related party	2024-25 Amount (₹)	2023-24 Amount (₹)
Loans taken	Ajay R. Agarwal	**159.36**	272.28
	Rajendraprasad R. Agarwal	**583.51**	350.07
	Kumar R Agarwal	-	-
	Rajendraprasad R Agarwal HUF	**14.03**	12.57
	Anjudevi A Agarwal	**14.50**	8.87
	Ashadevi R Agarwal	**248.64**	11.25
	Kumar Agarwal HUF	**14.01**	12.47
	Ajay Agarwal HUF	**14.01**	18.27
Loans Repaid	Ajay R. Agarwal	**351.48**	356.96
	Rajendraprasad R. Agarwal	**512.38**	1,019.99
	Kumar Agarwal HUF	**5.00**	-
	Rajendraprasad R Agarwal HUF	-	-
	Tanya Ajay Agarwal	-	-
	Anjudevi A Agarwal	**3.50**	2.54
	Ashadevi R Agarwal	-	1.75

M S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

Disclosure in respect of material transactions with related parties (Continued...)

(₹ in Lacs)

Transaction	Name of the related party	2024-25 Amount (₹)	2023-24 Amount (₹)
Interest on Loans	Ajay R. Agarwal	**15.56**	7.34
	Rajendraprasad R. Agarwal	**49.80**	161.69
Sales/ Job Work	Aarjay Enterprise	**7,400.45**	7,456.72
	Kumar Spintex Pvt. Ltd.	**-**	-
	Venus Denim	**81.43**	60.24
	Bonanza Textile Pvt. Ltd.	**-**	-
Purchases	Aarjay Enterprise	**1,449.92**	819.38
	Jash Trading (Khushal Goyal HUF)	**9.00**	9.98
	Karan Traders (Karan M Goyal)	**4.80**	10.94
	Avon Trading (Mithelesh Goyal HUF)	**9.00**	9.00
	Jyoti Traders (Karan M Goyal HUF)	**9.00**	9.00
	Venus Denim	**1,189.69**	-
	Vishal Spintex	**3.83**	85.85
Rent (Income)	Bonanza Textile Pvt. Ltd.	**-**	-
	Aarjay Enterprise	**4.96**	4.96
	Vedant Denim	**-**	-
Remuneration	Ajay R. Agarwal	**24.00**	12.00
	Rajendraprasad R. Agarwal	**24.00**	24.00
	Kumar R. Agarwal	**24.00**	24.00
	Khusal M. Goyle	**7.20**	6.80
Salary	Karishma Rajendraprasad Agarwal	**14.00**	10.25
	Dhaval Ajay Agarwal	**19.50**	-
	Pragati Kumar Agarwal	**9.00**	9.00
	Karan M. Goyal	**5.98**	-
	Meena M. Goyal	**2.98**	-
	Mithlesh S. Goyal	**2.98**	-
	Neelam K. Goyal	**5.98**	-
	Swati K Goyle	**5.98**	5.40

29 The quarterly returns or statements of current assets filed by the company with banks or financial institutions are not in agreement with the books of accounts in respect of following.

Particulars	Qtr	As per books	As per statement	Reason of difference
Sundry Debtors	Q1	7,234.80	7,237.77	Difference due to submission of monthly data on the basis of provisional data. Further in case of Creditors bank statement has not include creditors for expenses.
Creditors	Q1	3,256.38	3,096.96	
Sundry Debtors	Q2	7,510.08	7,529.32	
Creditors	Q2	3,653.35	3,329.47	
Sundry Debtors	Q3	8,169.26	8,190.99	
Creditors	Q3	3,569.23	3,184.10	
Sundry Debtors	Q4	8,046.09	8,186.70	
Creditors	Q4	4,348.56	3,714.95	
Inventories	Q4	2,244.71	2,425.98	

N S M S & ASSOCIATES
C/820, Venus Stratum, Nehrunagar, Ahmedabad-15
CHARTERED ACCOUNTANTS

KUMAR COTTON MILLS PRIVATE LIMITED

Notes on Financial Statements for the Year ended 31st March, 2025

30 Ratio Analysis

Particulars	Formula	As at 31/03/2025	As at 31/03/2024	Reason for 25% or more Variation
Current Ratio	CA/CL	**1.36**	1.31	
Debt-Equity Ratio	OL/NW	**2.97**	3.01	
Debt Service Coverage	TL Repayment/ Cash Profit	**10.23**	2.81	
Return on Equity Ratio	NP/Equity*100	**0.14**	0.07	
Inventory Turnover Ratio	Inventory/TO	**10.67**	12.93	
Trade Receivables	TO/Receivable	**2.98**	3.41	
Trade Payables Turnover	TP/TO	**1.75**	3.70	
Net Capital Turnover Ratio	TO/NWC	**8.93**	10.72	
Net Profit Ratio	TO/NP*100	**2.15**	0.89	
Return on Capital	NP/NW*100	**32.65**	28.69	
Return on Investment	Gain On Investment/Investment Cost	**N.A.**	N.A.	

31 During the year, 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 persons or entities. 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.

32 During the year, no funds have been received by the Company form any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recerded 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 hte Ultimate Beneficiaries.

33 Previous Year figures have been regrouped/ rearranged wherever considered necessary.

As per our Report of even date

For, N S M S & Associates
Chartered Accountants

Nitin C. Shah
Partner
Membership No. 34633

Place : Ahmedabad
Date : 04/08/2025

N S M S & ASSOCIATES C/820, Venus Stratum, Nehrunagar, Ahmedabad-15 CHARTERED ACCOUNTANTS

For and On Behalf of the Board of Directors
KUMAR COTTON MILLS PRIVATE LIMITED

DIRECTOR DIRECTOR

Place : Ahmedabad
Date : 04/08/2025