



INDEPENDENT AUDITOR'S REPORT

To the Members of VIVAA TRADECOM PRIVATE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of VIVAA TRADECPM PRIVATE LIMITED, which comprise the balance sheet as at 31st March 2021, and the statement of profit and loss and statement of cash flow 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 Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and its profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of Matter:

We draw attention to Note No. 20 to the financial statements regarding applicability of section 263(1) of the Income Tax Act 1961 for Assessment year 2015-2016 that order passed by the Deputy Commissioner of Income Tax circle - 4(1)(2), Ahmedabad is erroneous as well as prejudicial to the interest of the revenue and directing the assessing officer to make fresh assessment denovo. Our opinion is not qualified in respect of this matter.

Material Uncertainty Related to Going Concern

We draw attention to Note no.19 forming part of the financial statements which (described material uncertainty). As stated in Note, these events or conditions along-with other matters as set forth in Note no. 19, indicate that situation is changing rapidly giving rise to inherent uncertainty. However, the company is closely monitoring any material arising of future economic conditions and impact on its activities. Company's activity to continue as a going concern may not be affected because of close monitoring by management.

Information other than the financial statements and auditors' report thereon



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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained 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 Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and



appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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



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

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.

(f) Since the Company's turnover as per last audited financial statements is more than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is not exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017;

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

- a. The Company does not have any pending litigations except stated in Note No. 20 which would impact its financial position
- b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- c. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company

For Shreekant S. Shah & Co.

Chartered Accountants

Firm Registration Number: **110177W**

Chinubhai N Shah

Partner

Membership no.:09108

Place: Ahmedabad

Date: 05-11-2021

UDIN : 21009108AAAAAZ8486



ANN EXURE – A Report under the Companies (Auditor’s Report) Order, 2016

(Referred to in paragraph 1 under ‘Report on other legal and regulatory requirements’ section of our report to the members of **VIVAA TRADECOM PRIVATE LIMITED** of even date)

In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that: -

- (1) (a) The company has maintained records showing particulars of fixed assets but such records does not include quantitative details and situation of fixed assets.
- (1) (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets.

Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

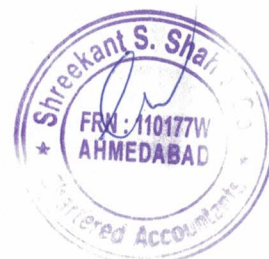
- (1) (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date, except as specified below:

Particular of Property	Title deed in the name of
Company’s land is on lease basis on which rent is paid.	Hence, not applicable.

- (2) As explained to us, the inventory has been physically verified at reasonable intervals during the year by the management. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material. The discrepancies have been properly dealt with in the books of accounts
- (3) As explained to us, the company had not granted any loans, secured or unsecured, to any companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, paragraph 3 (iii) of the order is not applicable.
- (4) In our opinion and according to information and explanation given to us, the company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.



- (5) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and accordingly paragraph 3 (v) of the order is not applicable.
- (6) The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.
- (7) (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, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally 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, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at reporting date for a period of more than six months from the date they became payable
- (7) (b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute.
- (8) In our opinion and according to the information and explanations given to us, the company has no outstanding dues to any financial institutions or banks or any government or any debenture holders during the year. Accordingly, paragraph 3 (viii) of the order is not applicable.
- (9) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and has not taken any term loans during the year. Accordingly, paragraph 3 (ix) of the order is not applicable.
- (10) Based upon the audit procedures performed and according to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the course of our audit that causes the financial statements to be materially misstated.
- (11) The company is a private limited company and hence provision of section 197 read with schedule V of the companies Act are not applicable. Accordingly, paragraph 3(xi) of the order is not applicable.
- (12) The company is not a Nidhi Company hence this clause is not applicable.
- (13) 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 section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.



- (14) According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the order is not applicable.
- (15) 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 them. Accordingly, paragraph 3(xv) of the order is not applicable.
- (16) According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Shreekant S. Shah & Co.

Chartered Accountants

Firm Registration Number: **110177W**



Chinubhai N Shah

Partner

Membership no.:09108

Place: Ahmedabad

Date: 05-11-2021

UDIN : 21009108AAAAAZ8486



“Annexure B” to the Independent Auditor’s Report

(Referred to in paragraph 2 (f) under ‘Report on other legal and regulatory requirements’ section of our report to the Members of **VIVAA TRADECOM PRIVATE LIMITED** of even date)

Report on the Internal Financial Controls under Paragraph (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 Vivaa Tradecom Private Limited as of March 31, 2021 in conjunction with our audit of the standalone 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

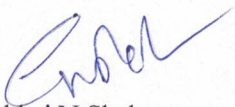
Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, 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 Shreekant S. Shah & Co.

Chartered Accountants

Firm Registration Number: **110177W**



Chinubhai N Shah

Partner

Membership no.:09108

Place: Ahmedabad

Date: 05-11-2021

UDIN : 21009108AAAAZ8486



Vivaa Tradecom Private Limited
Balance Sheet as at 31 March, 2021

Particulars		Note No.	As at 31 March, 2021	As at 31 March, 2020
			Amount in Rs.	Amount in Rs.
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	2	232,500	232,500
	(b) Reserves and surplus	3	115,521,212	115,811,763
			115,753,712	116,044,263
2	Non-current liabilities			
	(a) Long-term borrowings	4	66,912,815	55,294,278
	(b) Deffered Tax Liabilities (net)	5	8,600,329	8,489,278
	(c) Other long-term liabilities	6	202,445	314,157
			75,715,589	64,097,713
3	Current liabilities			
	(a) Short-term borrowings	7	68,577,691	70,370,773
	(b) Trade payables	8	656,739,740	214,830,625
	(c) Other current liabilities	9	10,752,415	11,187,291
	(d) Short-term provisions	10	15,343,118	15,367,627
			751,412,964	311,756,317
	TOTAL		942,882,265	491,898,293
B	ASSETS			
1	Non-current assets			
	(a) Property, Plant and Equipment		-	
	(i) Tangible assets	11	102,012,232	113,134,775
	(ii) Intangible assets (refer note no.1(h)(ii))		3,681,835	3,681,835
	(b) Deffered Tax Assets (net)	12	-	-
	(c) Long-term loans and advances	13	16,463,119	13,806,219
	(d) Other non-current assets	14	2,161,940	-
			124,319,126	130,622,829
2	Current assets			
	(a) Inventories	15	189,991,049	216,556,056
	(b) Trade receivables	16	589,144,639	98,336,752
	(c) Cash and cash equivalents	17	935,875	4,435,134
	(d) Short-term loans and advances	18	38,330,254	41,932,217
	(e) Other current assets	19	161,321	15,306
			818,563,139	361,275,464
	TOTAL		942,882,265	491,898,293
	See accompanying notes forming part of the financial statements	1	-	-

In terms of our report attached.

For Shreekant S Shah & Co.

Chartered Accountants

F.R.N. : 110177W

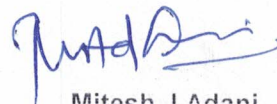


C. N. Shah
Partner
M. No. 9108

UDIN: 21009108AAAAAZ8486



For and on behalf of the Board of Directors



Mitesh J Adani
Director
DIN :03279695



Yash M Adani
Director
DIN :08863752

Place Ahmedabad

Date :05/11/2021

Place : Ahmedabad

Date : 05/11/2021

Vivaa Tradecom Private Limited
Statement of Profit and Loss for the year ended 31 March, 2021

Particulars	Note No.	For the year ended	For the year ended
		31 March, 2021	31 March, 2020
		Amount in Rs.	Amount in Rs.
Income			
Revenue from Manufacturing	20	456,075,814	738,570,440
Revenue from Trading	20	1,002,965,016	235,485,097
Revenue from operations (net)		1,459,040,830	974,055,537
Other income	21	8,487,775	329,617
Total revenue		1,467,528,605	974,385,154
Expenses			
(a) Cost of materials consumed	22.a	325,627,656	532,296,247
(b) Purchase from trading	22.b	978,108,505	320,997,543
(c) Manufacturing Expenses	22.c	19,304,533	45,163,105
(d) Changes in the inventories of finished goods, work-in-progress a	22.d	36,077,482	-88,776,771
(e) Employee benefits expense	23	69,944,729	110,148,682
(f) Finance costs	24	9,994,015	11,502,391
(g) Depreciation and amortisation expense		12,058,767	11,942,652
(h) Other expenses	25	16,592,418	21,170,709
Total expenses		1,467,708,105	964,444,558
Profit / (Loss) before exceptional and extraordinary items and		-179,500	9,940,596
Exceptional items		-	-
Profit / (Loss) before extraordinary items and tax		-179,500	9,940,596
Extraordinary items		-	-
Profit / (Loss) before tax		-179,500	9,940,596
Tax expense:			
(a) Current tax expense for current year		-	1,551,000
(b) (Less): MAT credit (where applicable)		-	-
(c) Provision set off		-	-
(d) Net current tax expense		-	1,551,000
(e) Deferred tax Liability/ (Assets)		111,051	678,720
		111,051	2,229,720
Profit / (Loss) for the year		-290,551	7,710,876
Basic And Diluted Earning per Equity Share(in Rs.) face value of Rs. 10 each		-12.50	631.62
See accompanying notes forming part of the financial statements			

In terms of our report attached.

For Shreekant S Shah & Co.

Chartered Accountants

F.R.N. 110177W



C.N. Shah

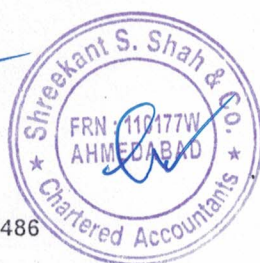
Partner

M. No. 9108

UDIN: 21009108AAAAAZ8486

Place : Ahmedabad

Date : 05/11/2021



For and on behalf of the Board of Directors



Mitesh J Adani

Director

DIN :03279695

Yash M Adani

Director

DIN :08863752

Place : Ahmedabad

Date : 05/11/2021

Vivaa Tradecom Private Limited
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

Particulars	For the year ended	For the year ended
	31 March, 2021	March, 2020
	Amount in Rs.	Amount in Rs.
Cash Flow from Operating Activities		
Net profit/loss before Tax	(179,500)	9,940,596
Adjustments for:		
Depreciation and Amortisation Expense	12,058,767	11,942,652
(Profit) / Loss on sale of Assets (Net)	(407,278)	(142,796)
Interest Income	(157,854)	(186,821)
Interest Expenses	9,994,015	11,502,391
	21,487,650	23,115,426
Operating Profit before Working Capital changes	21,308,149	33,056,022
Adjustments for:		
(Decrease) / Increase in Other Long term Liabilities	(111,712)	(30,557)
(Decrease) / Increase in Short term borrowings	(1,793,082)	(7,179,048)
(Decrease) / Increase in Trade Payables	441,909,115	(5,169,099)
(Decrease) / Increase in Other Current Liabilities	(434,876)	(7,819,400)
(Decrease) / Increase in Short term Provision	(24,509)	2,571,432
Decrease / (Increase) in Inventories	26,565,007	(89,122,758)
Decrease / (Increase) in Trade Receivables	(490,807,887)	133,512,733
Decrease / (Increase) in Short term Advances	3,601,961	(8,210,119)
Decrease / (Increase) in Other Non-Current Assets	(2,161,940)	-
Decrease / (Increase) in Long term Advances	(2,656,900)	(3,312,881)
Decrease / (Increase) in Other Current Assets	15,306	10,312
	(25,899,517)	15,250,615
Cash generated from Operations	(4,591,368)	48,306,637
Direct taxes paid		
Net Cash from Operating Activities	(4,591,368)	48,306,637
Cash Flow from Investing Activities		
Capital Expenditure	-	49,767,000
Interest Received	(3,467)	171,515
Proceeds from sale of Fixed Assets	1,208,914	253,656
Purchase of Fixed Assets	(1,737,860)	(7,486,047)
Loan Received/Loan Repaid	11,618,537	(78,661,844)
Net Cash From / (Used in) Investing Activities	11,086,124	(35,955,720)
Cash Flow from Financing Activities		
Interest Expenses	(9,994,015)	(11,502,391)
Issuance of share Capital	-	132,500
	(9,994,015)	(11,369,891)
Net increase in Cash and Cash Equivalents	(3,499,259)	981,026
Cash and Cash Equivalents at the Beginning of the Year	4,435,134	3,454,106
Cash and Cash Equivalents at the End of the Year	935,875	4,435,134

In terms of our report attached.

For Shreekant S Shah & Co.

Chartered Accountants

F.R.N. : 110177W

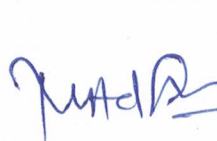



C.N. Shah
Partner
M. No. 09108



Place : Ahmedabad
Date : 05/11/2021

For and on behalf of the Board of Directors

Mitesh J Adani
Director
DIN :03279695

Yash M Adani
Director
DIN :08863752
Director

Place : Ahmedabad
Date : 05/11/2021

Note 2 Share capital

Particulars	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares	Amount in Rs.	Number of shares	Amount in Rs.
(a) Authorised 500000 Equity Share of Rs.10 each	500,000	5,000,000	500,000	5,000,000
(b) Issued, Subscribed and fully paid up 10,000 Equity Share of Rs 10 each fully paid up	10,000	100,000	10,000	100,000
Add: Increase in Share capital	13,250	132,500	13,250	132,500
Total	23,250	232,500	23,250	232,500

2.1 The details of Shareholders holding more than 5% Shares :

Name of the Shareholder	As at 31st, March 2020		As at 31st, March 2020	
	No. of Shares	% held	No. of Shares	% held
(I) Mitesh J. Adani	22,715	97.70%	22,715	97.70%
(ii) Asha Adani	-	-	535	2.30%
(iii) Yash Adani	535	2.30%		

2.2 The Reconciliation of the number of shares outstanding is set out below :

Particulars	As at 31st, March 2020	As at 31st, March 2021
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	23,250	10,000
Add: Shares issued during the year	-	13,250
Equity Shares at the end of the year	23,250	23,250



Note 3 Reserves and surplus

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
(a) General reserve		
Opening balance	100,962,391	51,195,391
Add: Transferred from surplus in Statement of Profit and Loss		
Others (give details)		
Securities premium (Refer No. 18)	-	49,767,000
Closing balance	100,962,391	100,962,391
(b) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	14,849,372	7,138,496
Add: Profit / (Loss) for the year	-290,551	7,710,876
Less:		
Transferred to:		
General reserve	-	-
Closing balance	14,558,821	14,849,372
Total	115,521,212	115,811,763

Note 4 Long-term borrowings

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
(a) Term loans		
From banks		
Secured	23,896,129	9,108,452
Unsecured		762,140
	23,896,129	9,870,592
(b) Loans and advances from related parties		
Secured		
Unsecured:	43,016,686	45,423,686
	43,016,686	45,423,686
Total	66,912,815	55,294,278

(1) From ICICI Bank Ltd. (secured against hypotheciation of Porsche Car and also against personal Guarantee of Directors.)

Note: Loans from Related parties

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Loans from Directors	43,016,686
loans from shareholders	-	-
Total	43,016,686	45,423,686

Note 5 Deferred tax liabilities (net)

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
Opening balance	8,489,278	7,810,558
Add: Addition During The Year	111,051	678,720
Less: Liability reversed during the year		-
Total	8,600,329	8,489,278

Calculation of Deffered Tax Assets

Particulars	Amount	Deffered Tax Laibility/Assets
Relating to: Difference between Depreciation as per books and tax Depreciation		
Depreciation as per Books	12058767	
Depreciation as per IT Act	12485885	
	427,118	2,610,460
Total	427,118	2,610,460



Note 6 Other long-term liabilities (Unsecured, Considered Good)

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
(a) Trade Payables:		
Outstanding due to Micro, Small and Midium Enterprise	-	-
Outstanding due to others	-	-
(B) Deposits	202,445	314,157
Total	202,445	314,157

Note 7 Short-term borrowings

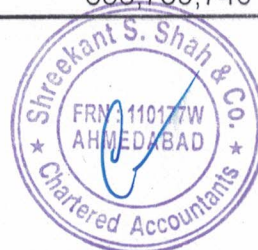
Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
(a) Loans repayable on demand		
From banks		
Secured	68,577,691	70,370,773
Unsecured	-	-
	68,577,691	70,370,773
(b) Loans and advances from Others		
Secured	-	-
Unsecured	-	-
	-	-
Total	68,577,691	70,370,773

Nature Of Security:

1. Secured Loan from HDFC BANK Prahladnagar Branch, Ahmedabad. Against Hypothication of Stock, Book Debt, Plant & machinery and Equitable Mortgage of Property situated at 102,103,104,201,202,203, 204 Mittal Chamber Gheekanta Ahmedabad and 402 sheel complex 4 Mayur colony Mithakali Ahmedabad and Kalupur ward -3 city Survey No. 160 adms 103.68 sq.mtrs

Note 8 Trade payables (Unsecured, Considered Good)

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
Trade payables:		
Outstanding due to Micro, Small and Midium Enterprise	1,177,426	822,267
Outstanding due to others	655,562,314	214,008,358
Total	656,739,740	214,830,625



Note 9 Other current liabilities (Unsecured, Considered Good)

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
Other payables		
(i) Statutory remittances	320,755	598,222
(ii) Current maturities of long-term debt	-	2,574,484
(iii) Other Payables	9,033,380	7,266,304
(iv) Advance Received from Debtors	1,398,280	748,281
Total	10,752,415	11,187,291

Note 10 Short-term provisions

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
(a) Provision for employee benefits:		
Provision for Grautity	4,826,701	5,820,117
Provision for others Benefits	3,129,686	3,091,080
Provision for Bonus	7,386,731	6,804,292
	15,343,118	15,715,489
(b) Provision for Taxation		
Provision of tax (net of Advance Tax)		-347,862
Total	15,343,118	15,367,627



Vivaa Tradecom Private Limited
Notes forming part of the financial statements

Note 11. Property, Plant and Equipment

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	As at 01.04.2020 Rs.	Additions/ Transfer Rs.	Deduction/ Adjustment Rs.	As at 31.03.2021 Rs.	Upto 01.04.2020 Rs.	For the year Rs.	Amount Transf. to Reserve	Deduction/ Adjustment Rs.	Upto 31.03.2021 Rs.	As at 31.03.2021 Rs.	As at 31.03.2020 Rs.
Plant & Machinery	84,090,165	832,292		84,922,457	30,190,100	5,399,992			35,590,092	49,332,365	53,900,065
Plant & Machinery -II	28,634,467	350,000		28,984,467	2,844,346	1,825,050			4,669,396	24,315,071	25,790,121
Building	10,970,108			10,970,108	956,083	173,702			1,129,785	9,840,323	10,014,025
Vehicle	84,652			84,652	33,596	8,062			41,658	42,994	51,056
Furniture & Fixture	12,309,323			12,309,323	7,890,968	1,212,043			9,103,011	3,206,312	4,418,355
Furniture & Fixture -II	8,300			8,300	1,467	789			2,256	6,044	6,833
Computer	2,543,665	407,168		2,950,833	2,082,957	214,812			2,297,769	653,064	460,708
Motor Car	17,355,469			17,355,469	3,199,234	2,063,114			5,262,348	12,093,121	14,156,235
Electric Installation	7,173,683			7,173,683	4,658,044	720,301			5,378,345	1,795,338	2,515,639
Office Equipment	2,598,900			2,598,900	1,921,843	210,488			2,132,331	466,569	677,057
Office Equipment -II	46,645			46,645	14,010	14,808			28,818	166,227	32,635
Boiler	98,300			98,300	30,638	11,679			42,317	55,983	67,662
Laboratory Equipment	9,378			9,378	6,090	941			7,031	2,347	3,288
Material Handling Systems	98,571			98,571	64,004	9,898			73,902	24,669	34,567
Safety Alarm System	10,497			10,497	9,972	-			9,972	525	525
Water and drainage installation	16,362			16,362	10,624	1,643			12,267	4,095	5,738
Borewell	102,500			102,500	81,454	13,861			95,315	7,185	21,046
ETP Plants (5 years)	1,208,914		1,208,914	-	229,694	177,584			-	-	979,220
Capital Work in progress											
New Construction work RMG Plant and Machinery Juki	-			-	-				-	-	-
Total	167,359,899	1,737,860	1,208,914	167,888,845	54,225,124	12,058,767		407,278	65,876,613	102,012,232	113,134,775
Previous Year	160,328,835	7,486,047	454,983	167,359,899	42,626,591	11,942,652		344,119	54,225,124	113,134,775	117,702,244



Note 12 Deferred tax Assets (net)

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
Opening balance		
Add: Addition During The Year	-	-
Less: Liability reversed during the year	-	-
Total	-	-

Calculation of Deffered Tax Assets

Particulars	Amount	Deffered Tax
Relating to: Difference between Depreciation as per books and tax Depreciation	-	-
Total	-	-

Note 13 Long-term loans and advances

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
Security deposits		
Secured, considered good	16,463,119	13,806,219
Unsecured, considered good	-	-
Doubtful	16,463,119	13,806,219
Less: Provision for doubtful deposits	-	-
Total	16,463,119	13,806,219

Note 14 Other non-current assets

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
Advance income tax(TDS/TCS Less Provisions)	2,161,940	-
Total	2,161,940	-

Note 15 Inventories

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
As take, valued & certified by Managing Director)		
Raw Material	30,151,958	20,639,483
Work-In Progress	47,020,366	70,296,191
Finished Goods	23,234,304	33,019,020
Stock in trade	89,584,421	92,601,362
Total	189,991,049	216,556,056

Note 16 Trade receivables

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Secured, considered good	-	-
Unsecured, considered good	12,857,779	11,696,568
Doubtful	-	-
	12,857,779	11,696,568
Less: Provision for doubtful trade receivables	-	-
	12,857,779	11,696,568
Other Trade receivables		
Secured, considered good		
Unsecured, considered good	576,286,860	86,640,183
Doubtful	-	-
	576,286,860	86,640,183
Less: Provision for doubtful trade receivables	-	-
	576,286,860	86,640,183
Total	589,144,639	98,336,752



Note 17 Cash and cash equivalents

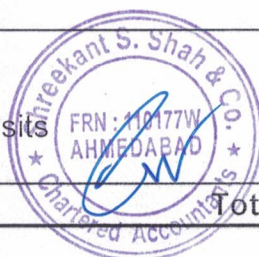
Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
(a) Cash on hand	313,244	516,372
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) HDFC Bank	326,643	3,622,584
(ii) UCO Bank		-
(iii) The Ahmedabad Dist. Co-Op. Bank Ltd	4,077	4,266
(iv) Fixed Deposit with more than 12 months	229,100	229,100
(v) Fixed Deposit with original maturity for more than 3 months but less than 12 months		
Gold Biscuits	62,812	62,812
Total	935,875	4,435,134

Note 18 Short-term loans and advances

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
(a) Advances to Staff	3,759,752	5,050,502
(b) Advances to Creditors	2,230,888	5,996,812
Sundry Debtors - for (Garment)		
(c) Advance to others		
Aaditya Biztrade Center Pvt Ltd	10,601,440	10,601,440
GST receivable	21,427,013	19,535,390
VAT Prepaid	-	440,659
(d) Prepaid expenses - Unsecured, considered good	311,161	307,414
Total	38,330,254	41,932,217

Note 19 Other current assets (Unsecured Considered Good)

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Amount in Rs.	Amount in Rs.
(a) Accruals		
(i) Interest accrued on deposits	161,321	15,306
Total	161,321	15,306



Note 20 Revenue from operations

Particulars		For the year ended 31 March, 2021	For the year ended 31 March, 2020
		Amount in Rs.	Amount in Rs.
(a)	Sale of products		
	Sale of Denim Jeans & Fabrics	393,483,784	662,309,838
	Job Work Income	62,592,030	76,260,602
	Sale Exports	-	-
		456,075,814	738,570,440
(b)	Sales Trading	1,002,965,016	235,485,097
	Total	1,459,040,830	974,055,537

Note 21 Other income

Particulars		For the year ended 31 March, 2021	For the year ended 31 March, 2020
		Amount in Rs.	Amount in Rs.
(a)	Interest income		
	Interest from bank on deposits	157,854	126,238
	Other Interest	-	60,583
(c)	Duty Drawback	165,196	-
(d)	Proceeds of Key Man Insurance Policy surrendered	7,370,217	-
(e)	Profit on Sale of FIXED ASSETS	407,278	142,796
(f)	Sundry Creditors W/o	387,230	
	Total	8,487,775	329,617



Note 22.a Cost of materials consumed

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	Amount in Rs.	Amount in Rs.
Raw Material		
Opening stock	20,639,483	20,293,496
Add: Purchases (Manufacturing)	335,140,131	532,642,234
	355,779,615	552,935,730
Less: Closing stock	30,151,958	20,639,483
Cost of material consumed	325,627,656	532,296,247
Total	325,627,656	532,296,247

Note 22.b Purchase and stock in trade

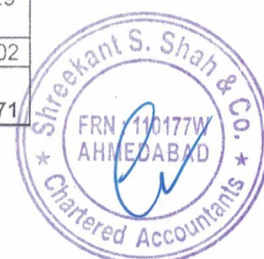
Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	Amount in Rs.	Amount in Rs.
Add: Purchases (Trading)	978,108,505	320,997,543
Total	978,108,505	320,997,543

Note 22.c Manufacturing Expenses

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	Amount in Rs.	Amount in Rs.
Processing Charges	2,630,815	20,826,985
Stores and consumables	3,789,076	7,341,278
Sampling	16,573	9,792
Electrical Exps.	10,043,926	13,504,818
Insurance Exp.	1,076,167	668,251
Machinery Repairs	1,747,976	2,811,981
Rate Difference (net)	-	-
Total	19,304,533	45,163,105

Note 22.d Changes in inventories of finished goods, work-in-progress and stock in trade

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	Amount in Rs.	Amount in Rs.
<u>Inventories at the end of the year:</u>		
Work in progress	47,020,366	70,296,191
Finished Goods	23,234,304	33,019,020
Stock in trade	89,584,421	92,601,362
	159,839,091	195,916,573
<u>Inventories at the beginning of the year:</u>		
Work in progress	70,296,191	64,613,516
Finished Goods	33,019,020	30,320,557
Stock in trade	92,601,362	12,205,729
	195,916,573	107,139,802
Net (increase) / decrease	36,077,482	-88,776,771



Note 23 Employee benefits expense

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	Amount in Rs.	Amount in Rs.
Salaries and wages	67,727,752	103,587,935
Gratuity Exp.	-993,416	807,718
Contributions to provident and other funds	2,724,709	4,498,497
Staff welfare expenses	485,684	1,254,532
Total	69,944,729	110,148,682

Note 24 Finance costs

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	Amount in Rs.	Amount in Rs.
(a) Interest expense on:		
(i) Borrowings from Bank	9,764,185	11,172,991
(ii) Unsecured Loans of directors	-	-
(iii) Unsecured Loans of others		5,216
(iv) late payment of TDS	70,506	13,600
(v) others	159,324	310,584
Total	9,994,015	11,502,391

Note 25 Other expenses

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	Amount in Rs.	Amount in Rs.
Auditor's Remuneration	150,000	150,000
Director's Remuneration & Perquisite	2,100,000	2,100,000
Vehicle Petrol & Repair Exp.	-	-
Legal Professional & Consultancy Charges	991,879	554,900
Bad Debts Written off	-	2,474,862
Rates & Taxes (Municipal Tax)	767,587	637,499
Freight & Octroi (Outward)	1,249,535	23,200
Commission Exp.	119,181	256,470
Building Repairing	3,848	-
Labour Charges	7,000	-
Loss on sale of assets	-	-
Rent expenses	9,185,340	9,589,000
Travelling including foreign travelling	-820	485,659
Testing and Laboratories	173,395	38,260
Misc. Exp.	1,845,473	4,860,859
Total	16,592,418	21,170,709

Notes:

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	Amount in Rs.	Amount in Rs.
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As auditors - statutory audit	150,000	150,000
For taxation matters		
For management services		
Total	150000	150000



Note 26 Operationwise Revenue, Profitability, Assets & Liabilities

Balance Sheet As at 31 March 2021

Particulars	Manufacturing	Trading	Total
	Amount In Rs.		
EQUITY AND LIABILITIES			
Shareholders' funds	115,753,712	-	115,753,712
Non-current liabilities	75,715,589	-	75,715,589
Current Liabilities	278,487,733	472,925,231	751,412,964
Total	469,957,034	472,925,231	942,882,265
ASSETS			
Non-current assets	124,319,126	-	124,319,126
Current assets	220,398,566	598,164,573	818,563,139
Total	344,717,692	598,164,573	942,882,265
	125,239,342	(125,239,342)	-

Statement of Profit and loss for the year ended 31 March 2021

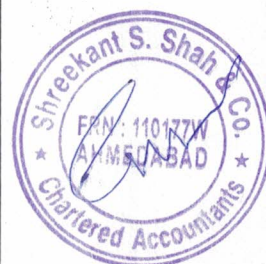
Particulars	Manufacturing	Trading	Total
	Amount In Rs.		
Income			
Revenue form Operations	456,075,814	1,002,965,016	1,459,040,830
Other Income	8,487,775	-	8,487,775
Total Revenue	464,563,589	1,002,965,016	1,467,528,605
Expenses			
Purchases	325,627,656	978,108,505	1,303,736,161
Manufacturing Expenses	19,304,533	-	19,304,533
Change In the Inventories	33,060,542	3,016,941	36,077,483
Employee Benefits Expenses	68,709,592	1,235,137	69,944,729
Finance Cost	9,994,015	-	9,994,015
Depreciation and amortisation expense	12,058,767	-	12,058,767
Other Expenses	15,864,317	728,100	16,592,417
Total Expenses	484,619,422	983,088,683	1,467,708,105
Profit / (Loss) Before Tax	(20,055,833)	19,876,333	(179,500)

Balance Sheet As at 31 March 2020

Particulars	Manufacturing	Trading	Total
	Amount In Rs.		
EQUITY AND LIABILITIES			
Shareholders' funds	116,044,263	-	116,044,263
Non-current liabilities	64,097,713	-	64,097,713
Current Liabilities	192,938,097	118,818,220	311,756,317
Total	373,080,073	118,818,220	491,898,293
ASSETS			
Non-current assets	130,622,829	-	130,622,829
Current assets	222,533,664	138,741,800	361,275,464
Total	353,156,493	138,741,800	491,898,293
Profit / (Loss) Before Tax	19,923,580	(19,923,580)	-

Statement of Profit and loss for the year ended 31 March 2020

Particulars	Manufacturing	Trading	Total
	Amount In Rs.		
Income			
Revenue form Operations	738,584,740	235,470,797	974,055,537
Other Income	329,617	-	329,617
Total Revenue	738,914,357	235,470,797	974,385,154
Expenses			
Purchases	532,296,248	320,997,543	853,293,791
Manufacturing Expenses	45,163,105	-	45,163,105
Change In the Inventories	(8,381,138)	(80,395,633)	(88,776,771)
Employee Benefits Expenses	109,781,517	367,165	110,148,682
Finance Cost	11,502,391	-	11,502,391
Depreciation and amortisation expense	11,942,652	-	11,942,652
Other Expenses	20,993,708	177,000	21,170,708
Total Expenses	723,298,483	241,146,075	964,444,558
Profit / (Loss) Before Tax	15,615,874	(5,675,278)	9,940,596



Notes forming part of the financial statements

NOTE – 1 NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

SIGNIFICANT ACCOUNTING POLICIES adopted by the Company in the preparation and presentation of the Accounts:

a) BASIS OF PREPARATION OF FINANCIAL STATEMENT

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 notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b) USE OF ESTIMATES

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the difference between the actual results and the estimates are recognized in the periods in which the results are known/materialize.

c) INVENTORIES

Item of inventories are valued at lower of cost or net realizable value on the following basis:

- (i) Raw Materials – At Cost on the basis of FIFO Method.
- (ii) Work-in-Progress– on the basis of absorption of costing comprising of direct cost and overheads other than financial charges.
- (iii) Finished Goods – At Cost or Market Value whichever is lower

d) CASH AND CASH EQUIVALENTS (FOR PURPOSES OF CASH FLOW STATEMENT)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

e) PRIOR PERIOD ITEMS

All identifiable items or Income and Expenditure pertaining to prior period are accounted through 'Prior Period Income / Expenses Account'.



Notes forming part of the financial statements

f) REVENUE RECOGNITION

- (I) Expenses and Income are accounted for on accrual basis except sale of scrapped/ disposed/ discarded articles.
- (II) Sales are recognized, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales exclude sales tax / value added tax if any.
- (III) Interest revenues are recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

g) FOREIGN CURRENCY TRANSACTIONS

- i) Initial Recognition
Transactions denominated in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.
- ii) Conversion
At the year end, monetary items denominated in foreign currencies, other than those covered by forward contracts, are converted into rupee equivalents at the yearend exchange rates.
- iii) Exchange Differences
All exchange differences arising on settlement and conversion of foreign currency transaction are included in the Profit and Loss Account.
- iv) Forward Exchange Contracts
In respect of transactions covered by forward exchange contracts, the difference between the forward rate and the exchange rate at the date of contract is recognized as income or expense over the life of the contracts.

h) (i) Property, Plants and equipment's:

- a. Property, Plants and equipment's are stated at cost of acquisition including any attributable cost for bringing the assets to its working condition for its intended use, less accumulated depreciation.
- b. The cost comprises purchaser price less discount/rebates, eligible borrowing costs and directly attributable cost of bringing the asset to its working condition for the intended use.
- c. Renewals and replacement are either capitalized or charged to revenue, as appropriate, depending upon the nature and long-term utility of such renewals/replacements. In respect of assets scrapped, discarded or retired during the year, the net book value of such assets is written off as loss on discarded assets. The receipts on sale of such scrapped assets are accounted for as and when realized.



Notes forming part of the financial statements

i) Depreciation

- a. Depreciation on fixed assets is provided to the extent of depreciable amount on the Straight-Line Method (SLM) method. Depreciation is provided based on useful life of the assets as prescribed in schedule- II to the Companies Act 2013.

j) Investments

- i. Long term Investments are stated at cost. Provision for diminution in value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.
- ii. Current Investments are carried at lower of cost and quote/fair value, computed category wise.

k) Employee Benefits:

- i. Contribution to defined contribution Schemes such as Provident Fund, employee pension fund and cost of other benefit are recognized as Expenses in the year incurred.
- ii. Gratuity Benefits as on 31st March 2021 based on Accounting Standard (AS) 15 (revised 2005) issued by the Institute of Chartered Accountants of India is provided in terms of Actuarial valuation report dated 31st May 2021 submitted by Nalin Kapadia Actuarial and Financial Consultants.
- iii. As per the Company's Policy, Company has provided and paid leave encashment in the F.Y. 2020-21.

l) Borrowing Costs

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

m) Related Party Transactions

Disclosure of transactions with Related Parties, as required by Accounting Standard 18 "Related Party disclosures" has been set out in a separate note forming part of this schedule. Related Parties as defined under clause 3 of the Accounting Standard 18 have been identified on the basis of representation made by key managerial personnel and information available with the Company.

n) Leases

The Company's significant leasing arrangements are in respect of operating leases for office premises & Godown. The leasing arrangements ranging between 12 months and five years are



Notes forming part of the financial statements

generally cancelable, however are usually renewable by mutual consent on agreed terms. The aggregate lease rentals payable is charged as rent including lease rentals.

o) Earning Per Share

The Company reports basic and diluted earnings per share (EPS) in accordance with the Accounting Standard 20 prescribed under The Companies Accounting Standards Rules, 2006. The Basic EPS has been computed by dividing the income available to equity shareholders by the weighted average number of equity shares outstanding during the accounting year. The Diluted EPS has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the end of the year.

p) Taxes on Income

i. Deferred Taxation

In accordance with the Accounting Standard for Taxes on Income, prescribed under the Companies Accounting Standards Rules, 2006, the deferred tax for timing differences between the book and tax profits for the year is accounted for by using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet Date.

Deferred tax assets arising from timing differences are recognized to the extent there is virtual certainty that the assets can be realized in future

ii. Current Taxation

Provision of Tax for the current year is provided on basis of Normal Rate of Tax or Minimum Alternate Tax whichever is higher.

q) Provision, Contingent Liability and Contingent Assets

Provisions involving substantial degree of estimation in measurements 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 notes. Contingent assets are neither recognized nor disclosed in the financial statements.

Estimated amount of contracts remaining to be executed on Capital Account and not provided for is Rs. Nil (Previous Year Rs. Nil)

r) Accounting of Claims

a. Claims received are accounted at the time of lodgment depending on the certainty of receipt and claims payable are accounted at the time of acceptance.

b. Claims raised by Government authorities regarding taxes and duties, which are disputed by the Company are accounted based on legality of each claim. Adjustments, if any, are made in the year in which disputes are finally settled.



Notes forming part of the financial statements

Notes on Accounts**1. Earnings Per Share (EPS)**

a) The following reflects the profit and share data used in the basic and diluted EPS computations.

Particulars	2020-21	2019-20
Profit/ (Loss) for Calculation of basic and diluted EPS	-290551	7710875
Total No. of Equity Shared at the end of the Year	23250	23250
Weighted average number of equity shares in calculating basic EPS	23250	12208
Face Value of equity shares	10	10
Basic Earnings per share (In Rupees)	-12.50	631.62
Diluted Earnings per Share (In Rupees)	-12.50	631.62

2. Related Party Disclosures

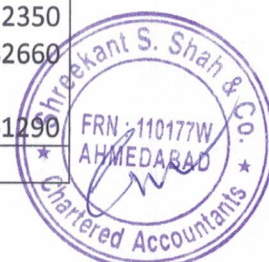
a) Related Parties with whom transactions have taken place during the year:

Sr. No.		
1	Key Management Personnel	1. Mitesh J. Adani 2. AshaAdani 3. Yash Adani
2	Associate Entities	-
3.	Relatives of Key Management Personnel with whom transactions done during the year.	-

b) Related Party Transactions

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

Sr. No.	Particulars	2020-21	2019-20
1.	Key Management Personnel		
	Mr. Mitesh J. Adani		
	Remuneration Paid	12,00,000	12,00,000
	Issue of Share Capital	0	1,30,150
	Securities Premium on Issue of Shares	0	4,88,84,340
	Total Received	0	12,47,5000
	Total Repaid	33,68,710	4,13,50000
	Balance Outstanding (Cr.)	4,22,13,686	4,45,62,396
	Mrs. AshaM. Adani		
	Remuneration Paid	9,00,000	9,00,000
	Issue of Share Capital	0	2350
	Securities Premium on Issue of Shares	0	882660
	Total Repaid	8,61,290	
	Balance Outstanding (Cr.)	8,03,000	861290



Notes forming part of the financial statements

3. The figures of the previous year have been regrouped and rearranged whenever necessary.

4. Managerial Remuneration: Paid to Directors

Sr. No.	Particulars	Year Ended on 31.03.21	Year Ended on 31.03.20
1.	Dir. Remuneration (Mitesh Adani)	12,00,000	12,00,000
2.	Dir. Remuneration (Asha Adani)	9,00,000	9,00,000

5. Auditors remuneration in Profit & Loss Account is as under:

Sr. No.	Particulars	Year Ended on 31.03.21	Year Ended on 31.03.20
i)	Audit Fees	150000	150000
ii)	Tax Audit Fees	0	0
iii)	For Taxation Matters	0	0
iv)	Others	-	-
v)	Expenses (S.T.)	0	0
	Total	150000	150000

6. Disclosure Pursuant to Accounting Standards:

a. Employee Benefits [AS-15 (Revised)] Gratuity (Defined Benefit Plan) Principal actuarial assumption:

	31/03/2021	31/03/2020
1. Discount Rate	6.45%	7.2%
2. Salary Escalation	6%	6%

b. Related Party Transactions (AS18)

As informed to us there are no related party transactions with the members of Board of Directors and their relatives except as stated in 2(b) above.

7. In the opinion of the Management and to the best of their knowledge and belief the value under the head of Current and Non-Current Assets (Other than fixed assets and non-current investments) are approximately of the value stated, if realized in ordinary course of business.

8. Deferred Taxes

The break-up of Deferred Tax Assets/ Liabilities as at 31-03-20 is as under:

Particulars	Books	Income-Tax	Difference	Deferred Tax Liability (Asset)
Timing differences on account of:				
Depreciation	1,20,58,767	1,24,85,885	4,27,118	111051

9. Dividend remittances in Foreign Currency:

Nil

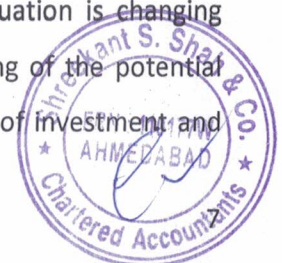


Notes forming part of the financial statements

10. Paise are rounded off to the nearest rupees.
11. Bank Balances are subject to confirmation.
12. The company has not received any information from the suppliers regarding their status under the micro, small and medium enterprises Development Act, 2006 and hence disclosure, if any, relating to amounts unpaid as at the year- end together with the interest paid/ payable as required under the said Act has not been given.
13. Balances of Sundry Creditors, Loans & Advances, Sundry Debtors and Sundry Deposits are subject to confirmations and adjustments, if any.

	2020-21	2019-20
14. C.I.F Value of Imports (excluding purchase of items)	Nil	Nil
15. Expenditure in Foreign Currency		
Foreign Travelling Expenses	Nil	42570
Import of Machinery (incl. Advance For machinery Purchases)	Nil	Nil
16. Earning in Foreign Exchange	Nil	Nil

17. The Electric bills for power consumption in respect of unit no.1 and no.2 are not in the name of the company since transmission lines are not transferred in the name of the company. However, the electric power is used entirely in the manufacturing process and hence provided the same on user basis.
18. Claims against the Company not acknowledged as debt on account of Income Tax Rs.5,21,15,710/- (Refer Note No. 20)
19. The Government of India declared lockdown four times since March, 2020 due to Covid-19 and the company temporarily suspended the operation in compliance with the lockdown instructions issued by the central and respective state governments. COVID-19 has substantially impacted the normal operations of the company by the way of total suspension of all activities during the lockdown period of the management had made detailed assessment of its liability position for the next year including its funds, recoverability of the assets comprising of property, plant and equipment intangible assets, light of use of assets, inventories and trade receivables, based on current indicators of future economic conditions and estimates made by the management of the company the club expects to recover the carrying amount of these assets. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 on regular revenues and recoverability of investment and



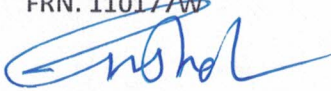
Notes forming part of the financial statements

receivables. The outcome of the same may be different from the estimated as at the date of approval of these financial statements. The company will continue to closely monitor any material arising of future economic conditions and impact on its activities.

20. The Principal Commissioner of Income Tax -4 Ahmedabad has invoked provision of section 263(1) of the Income Tax Act 1961 for Assessment Year 2015-2016 on the premises that the order dated 29/12/2017 passed by the Deputy Commissioner of Income Tax circle-4(1)(2) Ahmedabad, is erroneous as well as prejudicial to the interest of the Revenue and passed the order u/s 263(1) directing the assessing officer vide his order dated 20/02/2020 to make fresh assessment denovo for Assessment year 2015-2016 as amount disputed being of Rs. 12,53,07,750/-. However, the company has challenged the order of principal commissioner of Income Tax -4, Ahmedabad by preferring appeal to Income Tax Appellate Tribunal. However, the appeal is pending for hearing before the tribunal

As per our report of even date

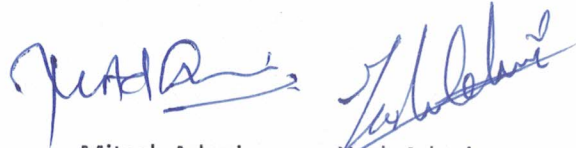
For SHREEKANT S SHAH & CO.
Chartered Accountants
FRN. 110177W



C.N. SHAH
PARTNER
M. No. 09108
Place : AHMEDABAD
Date : 05/11/2021
UDIN: 21009108AAAAAZ8486



For, VIVAA TRADECOM. PVT. LTD.



Mitesh Adani	Yash Adani
DIRECTOR	DIRECTOR
DIN :03279695	DIN: 08863752
Place : AHMEDABAD	
Date : 05/11/2021	