

Financial Statements and Independent Auditors' report

MSUM TEXTFAB LIMITED

31 March 2023

INDEPENDENT AUDITOR'S REPORT

To The Members of MSUM Texfab Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of MSUM Texfab Limited ("the Company"), which comprise the Balance Sheet as at March 31 2023, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").

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 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

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

Key audit matters

Reporting of Key audit matters are not applicable being unlisted entity.



Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's Annual Report, but does not include the Financial Statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

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. When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the applicable laws and regulations.

Responsibilities of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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.

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;



- (f) The Company has no business activity during the year and has limited transactions. In view of this, in our opinion, the Company has in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023.
- (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, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company did not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There was no amount which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv(a) The management has represented that, to the best of it's knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediaries shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented, that, to the best of it's knowledge and belief, no funds have been received by the Company from any persons or entities, 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, we have 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 (a) and (b) contain any material mis-statement.



Singhi & Co.

Chartered Accountants

.....contd.

v. The Company has not declared and paid any dividend during the year. Therefore, reporting in this regard is not applicable to the Company.

(h) As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable to the Company w.e.f. April 1, 2023. Therefore, reporting in this regard is not applicable.



Date : May 16, 2023
Place: Noida (Delhi – NCR)

For Singhi & Co.
Chartered Accountants
Firm Reg. No. 302049E

Chanderkant Choraria

Chanderkant Choraria
Partner

Membership No. 521263
UDIN : 23521263BGXKHJ2484

Annexure A to Independent Auditor's Report of even date to the members of MSUM Texfab Limited on the Financial Statements as of and for the year ended March 31, 2022 (Referred to in paragraph 1 of our report on the other legal and regulatory requirements)

- (i) The Company has no property, plant & equipment or intangible assets. Therefore, the provisions of clause 3(i) of the Order are not applicable to the Company.
- (ii) As informed to us, the Company is not doing any business activity. Therefore, the provisions of clause 3(ii) of the Order are not applicable to the Company.
- (iii) Based on the books of account examined by us and according to information and explanation given to us, the Company has not provided any loans, advance in the nature of loans, or stood guarantee, or provided security during the year. Therefore, the provisions of clause 3(iii) of the Order are not applicable to the Company.
- (iv) According to information and explanations given by the management and based on audit procedure performed by us, the Company has no transaction with respect to loan, investment, guarantee and security covered under section 185 and 186 of the Companies Act, 2013 during the year. Therefore, the provisions of clause 3(iv) of the Order are not applicable to the Company.
- (v) The Company has not accepted any deposit or amount which are deemed to be deposits covered under sections 73 to 76 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 (as amended) during the year. Therefore, provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) The Company is not doing any business activity, the maintenance of cost records under section 148(1) of the Companies' Act, 2013 is not applicable. Therefore, the provisions of clause 3(vi) of the Order are not applicable.
- (vii) a. According to the records of the Company examined by us, the Company is regular in depositing undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income-tax, Sales tax, Service tax, Duty of customs, Duty of excise, Value Added tax, Cess and other statutory dues as applicable, with the appropriate authorities. There were no undisputed outstanding statutory dues as at the yearend for a period of more than six months from the date they became payable.
b. According to the information and explanation given to us and the records of the Company examined by us, there are no statutory dues referred to in sub-clause (a) on account of any dispute.



- (viii) According to the information and explanation given to us, there were no transactions which have 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 (43 of 1961). Therefore, provisions of clause 3(viii) of the Order are not applicable to the Company.
- (ix) a. The Company has not defaulted in repayment of loan and in the payment of interest thereon during the year.
- b. According to information and explanations given to us, the Company is not declared willful defaulter by any bank or financial institution or other lender.
- c. The Company has not obtained term loans during the year. Therefore, the provisions of clause 3(ix)(c) of the Order are not applicable to the Company.
- d. According to information and explanations given to us, no funds raised on short term basis have been utilized for long term purposes.
- e. The Company has no subsidiaries, joint ventures or associates. Therefore, the provisions of clause 3(ix)(e) of the Order are not applicable to the Company.
- f. The Company has not raised any loan during the year. Therefore, the provisions of clause 3(ix)(f) of the Order are not applicable to the Company.
- (x) a. During the year, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments). Therefore, the provisions of clause 3(x)(a) of the Order are not applicable to the Company.
- 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. Therefore, the provisions of clause 3(x)(b) of the Order are not applicable to the Company.
- (xi) a. Based upon the audit procedures performed and considering the principles of materiality outlined in Standards on Auditing for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or on the Company noticed or reported during the year nor have we been informed of any such case by the management during the course of audit.
- b. According to the information and explanation given to us, no report under subsection (12) of section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year.
- c. According to the information and explanations given to us, no whistle blower complaints were received by the Company during the year.



- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and therefore, the provisions of Clause 3(xii) of the Order are 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 section 177 and 188 of the Companies Act, 2013 where applicable and details for the same have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.
- (xiv) In our opinion and based on our examination, the Company does not have internal audit system and is not required to have an internal audit system as per provisions of the Companies Act, 2013. Therefore, the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with its directors or persons connected with them, hence provision of section 192 of the Companies Act, 2013 are not applicable to the Company. Therefore, the provisions of clause 3(xv) of the Order are not applicable to the Company.
- (xvi) a. According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Therefore, the provisions of clause 3(xvi)(a) of the Order are not applicable to the Company.
- b. In our opinion, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Therefore, the provisions of clause 3(xvi)(b) of the Order are not applicable to the Company.
- c. In our opinion, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Therefore, the provisions of clause 3(xvi)(c) of the Order are not applicable to the Company.
- d. According to the representations given by the management, there is no CIC as part of the Group.
- (xvii) The Company has incurred cash losses of Rs. 0.54 Lakhs current financial year and Rs. 0.78 Lakhs in the immediately preceding financial year.
- (xviii) There has been no resignation of statutory auditors during the year. Therefore, the provisions of clause 3(xviii) of the Order are not applicable to the Company.



- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The Company has no unspent amount relating to CSR activity, which is required to be transferred to a fund specified in Schedule VII to the Companies Act 2013. Therefore, the provisions of clause 3(xx) of the Order are not applicable to the Company.

Date: May 16, 2023
Place: Noida (Delhi – NCR)



For Singhi & Co.
Chartered Accountants
Firm Reg. No. 302049E

Chanderkant Choraria

Chanderkant Choraria
Partner

Membership No. 521263
UDIN : 23521263BGXKHJ2484

MSUM TEXTFAB LIMITED
 7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
 CIN:-U51109WB2007PLC120132
BALANCE SHEET AS AT 31 MARCH, 2023

Particular	Note	(Rs. in Lakhs, unless stated otherwise)	
		As at March 31, 2023	As at March 31, 2022
ASSETS			
Current Assets			
Financial assets			
Cash & Cash Equivalents	3	3.79	5.30
TOTAL ASSETS		3.79	5.30
EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	4	10.00	10.00
Other Equity	5	(6.38)	(5.84)
		3.62	4.16
LIABILITIES			
Current Liabilities			
Financial liabilities			
i) Borrowing	6	-	1.00
ii) Trade Payables	7		
- total outstanding dues to micro enterprises and small enterprises		-	-
- total outstanding dues to other than micro enterprises and small enterprises		0.17	0.14
		0.17	1.14
TOTAL		3.79	5.30

Summary of significant accounting policies and other notes on financial statements 1 to 19

The accompanying notes are an integral part of these financial statements

As per our Report of even date attached.

For Singhi & Co.

Chartered Accountants

Firm Regn. No.: 302049E

Chanderkant Choraria



Chanderkant Choraria

Partner

Membership No. 521263

Place : Noida (Delhi -NCR)

Date : May 16, 2023

For and on behalf of Board of Directors

(Signature)
(Rajiv Kaicker)

DIRECTOR

(DIN:- 07139553)



(Signature)
(Raj Kumar Toshniwal)

DIRECTOR

(DIN:- 07801703)

MSUM TEXTFAB LIMITED
7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
CIN:-U51109WB2007PLC120132

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2023

(Rs. in Lakhs, unless stated otherwise)

Particular	Note	For the Year ended March 31, 2023	For the year ended March 31, 2022
INCOME			
Other Income	8	0.09	-
Total Revenue		0.09	-
EXPENSES			
Finance Cost	9	0.02	0.04
Other Expenses	10	0.61	0.74
Total Expenses		0.63	0.78
Profit/(Loss) Before Tax		(0.54)	(0.78)
Tax Expenses		-	-
Current Tax Expense		-	-
Deferred Tax Expense/(Credit)		-	-
Net Profit/(loss) for the year (A)		(0.54)	(0.78)
Other Comprehensive Income (OCI)			
A. Items that will not be reclassified to profit & Loss		-	-
B. Items that will be reclassified to profit & Loss		-	-
Total Other Comprehensive Income for the Year (OCI)		-	-
Total Comprehensive Income (A+B)		(0.54)	(0.78)
Earnings per equity share of face value of Rs.10 each			
Basic and Diluted EPS (in Rs.)	11	(0.54)	(1.56)

Summary of significant accounting policies and other notes on financial statements 1 to 19

The accompanying notes are an integral part of these financial statements

As per our Report of even date attached.

For Singhi & Co.

Chartered Accountants

Firm Regn. No.: 302049E

Chanderkant Choraria

Partner

Membership No. 521263

Place : Noida (Delhi -NCR)

Date : May 16, 2023



For and on behalf of Board of Directors

(Rajiv Kaicker)

DIRECTOR

(DIN:- 07139553)



(Raj Kumar Toshniwal)

DIRECTOR

(DIN:- 07801703)

MSUM TEXTFAB LIMITED

7, Munshi Premchand Sarani, Hastings, Kolkata - 700022

CIN:-U51109WB2007PLC120132

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(Rs. in Lakhs, unless stated otherwise)

	For the year ended March 2023	For the year ended March 2022
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit/(loss) before tax and extraordinary items	(0.54)	(0.78)
Adjustments for :		
Interest paid	0.02	0.04
Miscellaneous Expenditure Amortised	-	-
Operating Profit before Working Capital Changes	(0.52)	(0.74)
Adjustments for :		
Increase/ (Decrease) Trade and other receivables	-	-
(Increase) / Decrease in Trade payables	0.03	0.00
Net Cash flow from (used in) Operating Activities	(0.49)	(0.73)
CASH FLOW FROM INVESTING ACTIVITIES		
Net cash flow from (used in) Investing Activities	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowing	(1.00)	1.00
Interest paid	(0.02)	(0.04)
Proceeds from issuance of Share Capital	-	5.00
Net cash flow from (used in) Financing Activities	(1.02)	5.96
Net increase in Cash and Cash Equivalents	(1.51)	5.22
Cash and Cash Equivalents (Opening Balance)	5.30	0.08
Cash and Cash Equivalents (Closing Balance)	3.79	5.30

a) The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

b) The Notes are an integral part of the financial statements

As per our Report of even date attached.

For Singhi & Co.

Chartered Accountants

Firm Regn. No.: 302049E

(Chanderkant Choraria)



Chanderkant Choraria

Partner

Membership No. 521263

Place : Noida (Delhi -NCR)

Date : May 16, 2023

For and on behalf of Board of Directors

(Rajiv Kaicker)

DIRECTOR

(DIN:- 07139553)



(Raj Kumar Toshniwal)

(Raj Kumar Toshniwal)

DIRECTOR

(DIN:- 07801703)

MSUM TEXTFAB LIMITED
7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
CIN:-U51109WB2007PLC120132

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2023

(Rs. in Lakhs, unless stated otherwise)

A) Equity share capital	No. of Shares	Amount
Issued, subscribed and paid Up		
Balance as at March 31, 2021	50,000	5.00
Change in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the previous reporting period	50,000	5.00
Equity Share issued during the year	50,000	5.00
Balance as at March 31, 2022	1,00,000	5.00
Change in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the current reporting period	1,00,000	5.00
Equity Share issued during the year	-	-
Balance as at March 31, 2023	1,00,000	5.00

(B) Other equity

Particulars	Retained earnings
Balance at April 01, 2021	(5.06)
Change in Equity Share Capital due to prior period errors	-
Restated balance at the beginning of the previous reporting period	(5.06)
Profit / (Loss) for the year	(0.78)
Balance at March 31, 2022	(5.84)
Change in Equity Share Capital due to prior period errors	-
Restated balance at the beginning of the current reporting period	(5.84)
Profit / (Loss) for the year	(0.54)
Balance at March 31, 2023	(6.38)

Nature and purpose of reserves

Retained earnings

Retained earnings mainly includes profits/(loss) earned by the Company and can be utilized in accordance with the provisions of the Companies Act, 2013.

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached.

For Singhi & Co.

Chartered Accountants

Firm Reg. No. 302049E

Chanderkant Choraria

Partner

Membership No. 521263

Place : Noida (Delhi -NCR)

Date : May 16, 2023

For and on behalf of Board of Directors

(Rajiv Kaicker)
DIRECTOR

(DIN:- 07139553)

(Raj Kumar Toshniwal)

DIRECTOR

(DIN:- 07801703)



MSUM TEXTFAB LIMITED
7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
CIN:-U51109WB2007PLC120132

NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS

NOTE 1. Reporting Entity

MSUM TEXTFAB LIMITED referred to as "the Company" is domiciled in India. The Company's registered office is at 7, Munshi Premchand Sarani, Hastings, Kolkata, West Bengal - 700017. The Company is a manufacturer of textile products like yarn, fabric and garment. The Company has yet to start its business activities.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The Company has consistently applied the following accounting policies to all periods presented in the financial statements.

2.1 Basis of Preparation

The financial statements of the Company comply with all material aspects with Indian Accounting Standards ("Ind AS") as prescribed under section 133 of the Companies Act, 2013 ("the Act"), as notified under the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India.

Accounting Policies have been consistently applied except where a newly issued accounting standards is initially adopted or a revision to an existing accounting standard required a change in the accounting policy hitherto in use.

These financial statements were authorised for issue by the Board of Directors in their meeting held on 16th May '2023. However, the shareholders of the Company have power to amend the financial statements after it's issue.

2.2 Basis of measurement

The financial statements have been prepared under the historical cost convention on accrual basis except some items which are settled at fair value.

2.3 Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

2.4 Revenue Recognition

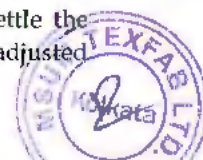
Revenue (other than sale) is recognized to the extent that is portable that the economic benefits will flow to the company and the revenue can be reliably measured.

2.5 Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and on hand and short-term investments with maturity of three months or less.

2.6 Provisions

A provision is recognized when the Company has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each balance sheet date and adjusted to reflect the current best estimates.



NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS

2.7 Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

2.8 Taxes on Income

Tax expense comprises of current and deferred income tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India.

The Company do not create deferred tax on carry forward tax losses due to uncertainty in realisation.

2.9 Financial Assets

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

2.10 Financial liabilities

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, amortised cost, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of amortised cost, net of directly attributable transaction costs.

2.11 Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:

Ind AS 1 - Material accounting policies - The amendments mainly related to shifting of disclosure of erstwhile "significant accounting policies" in the notes to the financial statements to material accounting policy information requiring companies to reframe their accounting policies to make them more "entity specific. This amendment aligns with the "material" concept already required under International Financial Reporting Standards (IFRS). The Company does not expect this amendment to have any significant impact in its financial statement.

Ind AS 8 - Definition of accounting estimates - The amendments specify definition of 'change in accounting estimate' replaced with the definition of 'accounting estimates'. The Company does not expect this amendment to have any significant impact in its financial statement.

Ind AS 12 - Income taxes - Annual Improvements to Ind AS (2021) - The amendment clarifies that in cases of transactions where equal amounts of assets and liabilities are recognised on initial recognition, the initial recognition exemption does not apply. Also, If a company has not yet recognised deferred tax asset and deferred tax liability on right-of-use assets and lease liabilities or has recognised deferred tax asset or deferred tax liability on net basis, that company shall have to recognise deferred tax assets and deferred tax liabilities on gross basis based on the carrying amount of right-of-use assets and lease liabilities existing at the beginning of 1 April 2022. The Company does not expect this amendment to have any significant impact in its financial statement.



MSUM TEXTFAB LIMITED
7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
CIN:-U51109WB2007PLC120132

NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS

Particulars	As at March 31,2023	As at March 31,2022
NOTE 3 : CASH & CASH EQUIVALENTS		
Cash on hand	0.02	0.07
Cheques, drafts on hand	-	-
Balance with scheduled banks		
Current Accounts	3.77	5.23
Total	3.79	5.30



MSUM TEXTFAB LIMITED
7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
CIN:-U51109WB2007PLC120132

NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS

(Rs. in Lakhs, unless stated otherwise)

Particular	As at	As at
	March 31, 2023	March 31, 2022
NOTE 4 : SHARE CAPITAL		
Authorised		
100,000 (Previous Year 50,000) Equity Shares of Rs.10/- each	10.00	10.00
	10.00	10.00
Issued, Subscribed and Paid up		
1,000,000 (Previous Year 50,000) Equity Shares of Rs.10/- each fully paid up in Cash	10.00	10.00
	10.00	10.00

Notes:

Subscribed and paid-up share capital includes:

- a. Equity shareholder holding more than 5% of equity shares along with the number of equity shares held is as given below:

Name of the shareholder	As at		As at	
	March 31, 2023		March 31, 2022	
	%	Number of shares	%	Number of shares
Maharaja Shree Umaid Mills Limited	100.00	1,00,000	100.00	1,00,000

- b. The reconciliation of the number of shares outstanding is set out below :

Particulars	As at	As at
	March 31, 2023	March 31, 2022
	No. of shares	No. of shares
Number of shares at the beginning of the year	1,00,000	50,000
Add: Right shares issued during the Year	-	50,000
Equity shares at the end of the year	1,00,000	1,00,000

- c. Terms/rights attached to Equity shares

The Company has one class of equity share having a par value of Rs. 10/- each. Each Shareholder is entitled to one vote per share. The company declares and pays dividend in Indian rupees. The dividend except interim dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

- d. Shareholdings of Promoters in financial statement as follows:

Shares held by promoters at the end of the year		As at March 31, 2023			As at March 31, 2022		
Sl. No.	Promoter Name	No. of Shares	% of total shares	% Change	No. of Shares	% of total shares	% Change
1	Maharaja Shree Umaid Mills Limited	1,00,000	100.00	100%	1,00,000	100.00	0%



MSUM TEXTFAB LIMITED
7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
CIN:-U51109WB2007PLC120132

(Rs. in Lakhs, unless stated otherwise)

NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS

Particulars	As at March 31,2023	As at March 31,2022
NOTE 5 : OTHER EQUITY		
Surplus as per Profit & Loss A/c		
Balance as per last financial Statements	(5.84)	(5.06)
Add: Net profit/(loss) for the year	(0.54)	(0.78)
Closing Balance	(6.38)	(5.84)

NOTE 6 : BORROWINGS		
Current		
From Related parties: -Unsecured	-	1.00
	-	1.00

Notes:

- a) Loan from related parties are carrying at an interest rate of 7.75% p.a., is repayable on demand.
b) Reconciliation of liabilities arising from financing activities can be classified as follows:

Particulars	As at March 31,2023	As at March 31,2022
Principal Amount		
Opening Balance	1.00	-
Proceeds from Loan taken	-	1.00
Repayment during the year	(1.00)	-
Interest		
Opening Interest accrued	-	-
Interest accrued during the year	0.02	0.04
Interest paid during the year	(0.02)	(0.04)
	-	1.00



NOTE 7 : TRADE PAYABLES

Total outstanding dues of micro enterprises and small enterprises; and	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	0.17	0.14
TOTAL	0.17	0.14

Trade payables ageing schedule

As at March 31, 2023	Outstanding for following periods from invoice date						Total
	Unbilled	Not Due	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	0.17	-	-	-	-	-	0.17
(iii) Disputed Dues - MSMEs	-	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-	-
	0.17	-	-	-	-	-	0.17

As at March 31, 2022	Outstanding for following periods from invoice date						Total
	Unbilled	Not Due	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	0.14	-	-	-	-	-	0.14
(iii) Disputed Dues - MSMEs	-	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-	-
	0.14	-	-	-	-	-	0.14

Based on the information available, there are certain vendors who have confirmed that they are covered under the Micro, Small and Medium Enterprises Development Act, 2006. Disclosures relating to dues of Micro and Small enterprises under section 22 of 'The Micro, Small and Medium Enterprises Development Act, 2006, are given below:

a. principal amount and Interest due thereon remaining unpaid to any supplier	-	-
b. Interest paid by the Group in terms of Section 16 of the MSMED Act along with the amounts of the payment made to the supplier beyond the appointed day	-	-
c. The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act	-	-
d. The amount of interest accrued and remaining unpaid during the accounting year.	-	-
e. The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of this Act.	-	-



MSUM TEXTFAB LIMITED
 7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
 CIN:-U51109WB2007PLC120132

NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS

(Rs. in Lakhs, unless stated otherwise)

Particulars	Year ended on March 31, 2023	Year ended on March 31, 2022
NOTE 8 : OTHER INCOME		
Interest Income	0.09	-
	0.09	-
NOTE 9: FINANCE COST		
Interest on Unsecured Loan	0.02	0.04
	0.02	0.04
NOTE 10 : OTHER EXPENSES		
Filing Fees	0.06	0.17
Electricity Charges	0.04	0.04
Rent Charges	0.06	0.06
Audit Fees	0.21	0.14
Professional Fees	0.19	0.29
Rates & Taxes	0.03	0.03
Trade Licence	0.02	0.02
	0.61	0.74



MSUM TEXTFAB LIMITED
7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
CIN:-U51109WB2007PLC120132

(Rs. in Lakhs, unless stated otherwise)

NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS

Particulars	As at March 31,2023	As at March 31,2022
11 EARNING PER SHARE		
i) Net Profit/(loss) after tax	(0.54)	(0.78)
ii) Number of equity shares beginning of the year	1,00,000	50,000
Shares issued during the year	-	50,000
Number of equity shares at the end of the year	1,00,000	1,00,000
iii) Weighted average Number of equity shares used as denominator for calculating EPS	1,00,000	50,137
iv) Basic Earnings per share (Rs.)	(0.54)	(1.56)
v) Diluted Earnings per share (Rs.)	(0.54)	(1.56)
vi) Face Value per equity share (Rs.)	10.00	10.00

12 Related Party disclosures

Information on related party transactions as required by Ind AS -24-Related Party Disclosures for the year ended 31 March 2023.

a) List of Related Parties

Relationship	Name of the Entity
Ultimate Holding Company	Placfd Limited
Holding Company	Maharaja Shree Umaid Mills Limited
Enterprise over which key managerial personnel and relatives of such personnel exercise significant influence	M.B. Commercial Company Limited

b) Transactions with related parties

Particulars	As at March 31,2023	As at March 31,2022
Rent Charges		
M.B. Commercial Company Limited	0.06	0.06
Electricity Charges		
M.B. Commercial Company Limited	0.04	0.04
Borrowing		
Maharaja Shree Umaid Mills Ltd	-	1.00
Borrowing Repaid		
Maharaja Shree Umaid Mills Ltd	1.00	-
Interest expenses on Borrowing		
Maharaja Shree Umaid Mills Ltd	0.02	0.04
Issue of Share Capital		
Maharaja Shree Umaid Mills Ltd	-	5.00

13 The Company has no contingent liability and commitment on balance sheet date.

The Company has no employee on balance sheet date.

According to Ind AS 108, identification of operating segments is based on Chief Operating Decision Maker (CODM) approach for making decisions about allocating resources to the segment and assessing its performance. The company has no business activity during the year, therefore Ind AS 108 is not applicable.



MSUM TEXTFAB LIMITED
7, Munshi Premchand Sarani, Hastings, Kolkata - 700022
CIN:-U51109WB2007PLC120132

NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS

NOTE:16 Disclosure of Ratios and their Elements as per the requirements of Schedule III to Companies Act 2013

(Rs. in Lakhs, unless stated otherwise)

Particulars	Numerator	Denominator	As at	As at	% of variance	Explanation for change in the ratio by more than 25%
			March 31, 2023	March 31, 2022		
Current ratio	Current Assets	Current Liabilities	22.71	4.66	387.22	Due to increase in current assets & decrease in current liabilities
Debt-equity ratio	Total Debt	Shareholder's Equity	-	0.24	(100.00)	Due to repayment of Loan
Debt service coverage ratio	Earning for Debt Service	Debt service	NA	(0.74)	NA	
Return on equity ratio	Net Profits after taxes	Average Shareholder's Equity	(0.14)	(3.25)	(95.75)	Due to decrease in share holder fund
Inventory turnover ratio	Sales	Average inventory	NA	NA	NA	
Trade receivables turnover	Net Sales	Average trade debtors	NA	NA	NA	
Trade payables turnover ratio	Net Purchases	Average Trade Payables	NA	NA	NA	
Net capital turnover ratio	Net Sales	Working Capital	NA	NA	NA	
Net profit ratio	Net profit shall be after tax	Net Sales	NA	NA	NA	
Return on capital employed	Earning before interest and taxes	Average Capital Employed	(0.13)	(0.36)	(62.92)	Due to lower loss in comparison to previous year.
Return on investment	Dividend or gain on sale of investments	Average investments	-	-	-	

Details of numerator and denominator for computing the Ratios

Particulars	Items included in Numerator/Denominator
Current Assets	Trade Receivables+ Inventories+Bank balances and cash and Cash Equivalents
Current Liabilities	Trade Payables+Short term borrowings+ other liabilities payable within 1 year
Earning for Debt Service	Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of property, plant and equipments etc.
Debt service	Interest & Lease Payments + Principal Repayments
Net Profits after taxes	Net Profits after taxes – Preference Dividend (if any)
Average Shareholder's Equity	(Opening + Closing balance) / 2
Average inventory	(Opening + Closing balance) / 2
Net Sales	Net sales consist of gross sales minus sales return.
Average trade debtors	(Opening + Closing balance)/ 2
Net Purchases	Net purchases consist of gross purchases minus purchase return
Average Trade Payables	(Opening Creditors+ Closing Creditors / 2)
Net Sales	Total sales minus Sales returns.
Working Capital	Current assets minus current liabilities.
Earning before interest and taxes	Profit After Tax+ Depreciation and Amortization Expense+Interest+Non-Operating Expenses
Capital Employed	Tangible Net Worth + Total Debt + Deferred Tax Liability



NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS

- 17 Following are the additional disclosures required as per Schedule III to the Companies Act, 2013 vide Notification dated March 24,
- a. There are no proceedings which have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
 - b. The Company has not been declared as Willful Defaulter by any Bank or Financial Institution or other Lender.
 - c. During the year, the Company does not have any transactions with the companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956.
 - d. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
 - e. During the financial year ended 31st March 2023, other than the transactions undertaken in the normal course of business and in accordance with extant regulatory guidelines as applicable.
 - (i) No funds (which are material either individually or in the aggregate) 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 or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (ii) No funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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.
 - f. The Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961). Also, there are nil previously unrecorded income and related assets.
 - g. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 18 The provisions of section 135 of the Companies Act, 2013 towards Corporate Social Responsibility is not applicable to the Company.



19 Capital management:-

For the purpose of the Company's capital management, capital includes issued equity capital and other equity attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets capital structure requirements.

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2023 and March 31, 2022.

Particulars	As at March 31,2023	As at March 31,2022
Equity Share Capital	10.00	10.00
Other Equity	(6.38)	(5.84)
Total Equity	3.62	4.16
Borrowings	-	1.00
Total Debts	-	1.00

The accompanying notes are an integral part of these financial statements.

As per our Report of even date attached.

For Singhi & Co.

Chartered Accountants

Firm Regn. No.: 302049E

(Chanderkant Choraria)

Chanderkant Choraria

Partner

Membership No. 521263

Place : Noida (Delhi -NCR)

Date : May 16, 2023



For and on behalf of Board of Directors

(Signature)

(Rajiv Kaicker)

DIRECTOR

(DIN:- 07139553)



(Signature)

(Raj Kumar Toshniwal)

DIRECTOR

(DIN:- 07801703)