

K R SOLVENT LLP

PROFILE OF THE FIRM:

The firm has been incorporated on 10th March, 2011 as a partnership firm and then converted into LLP in FY 2017-18. The firm is engaged in manufacturing of Cotton Seed Oil.

DESIGNATED PARTNERS:

1. Mohamedhasanain Husenali Narsinh
2. Minazben Husenali Narsinh
3. Husenali yusufali Narsinh

BANKER

1. State Bank of India

AUDITORS:

S. P. Parekh & Co.
Chartered Accountant
201, Abhijyot Flat,
Nr. Avanti Bungalows,
Billeswar Mahadev Road,
Satellite,
Ahmedabad - 380015

REGISTERED OFFICE

LS No - 554,
At - Utadi,
Tal - Limbdi,
Surendranagar - 363410



S.P. PAREKH & Co.

CHARTERED ACCOUNTANTS

Address : H-302, Titanium City Center,
Near Sachin Tower, 100 Feet Anandnagar Road,
Satellite, Ahmedabad - 380 015.
Mob.: 91 98257 61041, E-mail : parekhparekhass@gmail.com

Independent Auditor's Report

To the Partners,

K R Solvent LLP

Report on the Financial Statements

Opinion:

We have audited the accompanying AS financial statements of "K R Solvent LLP" ("the limited liability partnership") which comprise the Balance Sheet as at March 31st, 2022, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date and a summary of the significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the LLP as at 31st March 2022 and of its financial performance and its cash flows for the year then ended in accordance with the Accounting Standards issued by Institute of Chartered Accountants of India ("ICAI").

Basis for Opinion:

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 auditor of the LLP in accordance with the ethical requirements that are relevant to our audit of the financial statements in India and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements:

The LLP's Management (designated partners) are responsible for the preparation of the financial statements in accordance with the Rule 24 of the Limited Liability Partnership Rules, 2009 ("the Rules") and for such internal control as management determines is necessary to enable the preparation of the Statement of Accounts that are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, designated partners are responsible for assessing the LLP'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 LLP or to cease operations or has no realistic alternative but to do so.

Management is also responsible for overseeing the LLP's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone 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 Statement of Accounts, 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, but not for the purpose of expressing an opinion on the effectiveness of the LLP's internal control.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the LLP's Management.
- Conclude on the appropriateness of the LLP's Management 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 LLP'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 statement 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 auditors' report. However, future events or conditions may cause the LLP to cease to continue as a going concern.

We communicate with the LLP's Management 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.

Place: Ahmedabad
Date: 01/09/2022



For, S. P. Parekh & Co.
Chartered Accountants
FRN -132253W
UDIN: 22131188AVCKFB9725

S. Parekh
(CA Sunny Parekh)
Proprietor
M. No - 131188

K R SOLVENT LLP
LLP PIN :AAM-0919
BALANCE SHEET AS AT 31ST MARCH, 2022

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
CAPITAL AND LIABILITIES:			
[1] Partners Contribution:			
(a) Partners Contribution	1	12,28,45,746	15,47,87,786
(b) Reserves and Surplus	2	-	-
(c) Money received against share warrants		-	-
		12,28,45,746	15,47,87,786
[3] Non-current Liabilities:			
(a) Long-term borrowings	3	3,30,62,117	3,12,17,035
(b) Deferred tax liabilities (Net)	4	-	-
(c) Other long-term liabilities	5	-	-
(d) Long-term provisions	6	-	-
		3,30,62,117	3,12,17,035
[4] Current Liabilities:			
(a) Short-term borrowings	7	14,13,82,006	15,76,62,997
(b) Trade payables	8	14,96,66,024	9,92,60,452
(c) Other current liabilities	9	19,53,996	13,55,979
(d) Short-term provisions	10	22,70,570	9,23,333
		29,52,72,596	25,92,02,760
TOTAL		45,11,80,459	44,52,07,581
ASSETS:			
[1] Non-Current Assets:			
(a) Fixed Assets			
(i) Tangible assets	11	3,76,05,048	4,33,00,549
(ii) Intangible assets		-	-
(iii) Capital Work-in-Progress		-	-
(b) Non-current investments	12	40,90,768	19,73,720
(c) Deferred tax assets (Net)	13	4,11,759	4,08,459
(d) Long-term loans and advances	14	-	-
(e) Other non-current assets		45,02,527	23,82,179
[2] Current Assets:			
(a) Current Investments	15	-	-
(b) Inventories	16	23,83,17,055	26,72,33,550
(c) Trade receivables	17	12,64,87,445	9,97,24,818
(d) Cash and cash equivalents	18	57,46,546	16,89,924
(e) Short-term loans and advances	19	2,47,68,983	1,87,74,972
(f) Other current assets	20	1,37,52,855	1,21,01,590
		40,90,72,884	39,95,24,853
TOTAL		45,11,80,459	44,52,07,581

Significant Accounting Policies
Notes Forming Part of the Accounts

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(0)

For, S.P. Parekh & Co.
Chartered Accountants
FRN -132253W

For and on behalf of the LLP

For, K.R. Solvent LLP

Designated Partner
Designated Partner

Place: Limbdi
Date : 01/09/2022

(CA Sunny Parekh)
Proprietor
M. No - 131188
UDIN: 22131188AVCKFB9925
Place: Ahmedabad
Date : 01/09/2022



K R SOLVENT LLP
LLP PIN :AAM-0919
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

Particulars	Note No.	(Rupees in.....)	
		2021-2022	2020-2021
I Revenue from Operations	21	1,17,77,57,586	1,15,59,61,314
II Other income	22	1,12,541	24,00,252
III Total Revenue (I+II)		1,17,78,70,127	1,15,83,61,566
IV Expenses			
(a) Cost of Material consumed	23	98,50,26,904	99,85,47,490
(b) Purchase of stock-in-trade	24	-	-
(c) Changes in inventories of finished goods, Work-in-progress and stock-in-trade	25	2,92,94,408	1,81,32,590
(d) Employee benefits expenses	26	2,82,78,429	2,80,08,664
(d) Finance costs	27	1,48,70,652	1,81,35,354
(d) Depreciation and amortization expenses	28	56,95,500	66,00,453
(e) Other Expenses	29	11,04,58,242	8,62,15,083
Total Expenses		1,17,36,24,135	1,15,56,39,634
Profit / (Loss) before exceptional and extraordinary items and Tax (III-IV)		42,45,991	27,21,932
Exceptional Items/Prior Period		-	-
Excess Provision of Income Tax Written Off		-	-
Profit before extraordinary items and Tax		42,45,991	27,21,932
Extraordinary Items		-	-
Profit before Tax		42,45,991	27,21,932
Less: Provision for Taxation			
Current Tax		13,33,363	8,90,000
Deferred Tax		-	-
Profit from the period from continuing operations		29,12,628	18,31,932
Profit from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit from discontinuing operations		-	-
Profit/(Loss) for the period		29,12,628	18,31,932

Significant Accounting Policies
Notes Forming Part of the Accounts

30

For, S.P. Parekh & Co.
Chartered Accountants
FRN -132253W

(CA Sunny Parekh)
Proprietor
M. No - 131188
UDIN: 22131188AVCKFB9725
Place: Ahmedabad
Date : 01/09/2022



For and on behalf of the LLP

For, K-R Solvent LLP

Designated Partner

Place: Limbdi
Date : 01/09/2022

K R SOLVENT LLP
LLP PIN :AAM-0919
CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

Particulars	Note No.	2021-2022	2020-2021
(Rupees in)			
A. CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit after Tax and Extraordinary Items			
Adjustments:		29,12,628	18,31,932
Depreciation			
Provision for bad and doubtful debts		56,95,500	66,00,453
Interest Income		-	-
Finance Cost		1,09,407	22,23,308
Provision for Tax		1,48,70,652	1,81,35,354
Deferred Tax		-	-
Operating Profit before Working Capital Changes		2,33,69,374	2,43,44,432
Changes in Working Capital :			
Inventories			
Short Term loans and advances		2,89,16,495	17,71,060
Trade Receivables		(59,94,011)	2,31,96,754
Trade Payables		(2,67,62,627)	(2,95,97,066)
Short term Provision		5,04,05,572	2,48,44,438
Other Current Asset		13,47,237	9,22,743
Other Current Liabilities		(16,51,265)	94,60,070
Cash Generated from Current Assets		5,98,018	6,65,384
Direct Tax Paid		4,68,59,419	3,12,63,383
NET CASH FLOW FROM OPERATING ACTIVITIES (A)		7,02,28,792	5,56,07,814
B. CASH FLOW FROM INVESTING ACTIVITIES			
Long term loan & advances & other non current assets			
Purchase of Fixed Assets & Capital WIP		(21,20,348)	(98,793)
Interest Income from Investments		0	(3)
Other loans and advances		1,09,407	22,23,308
Miscellaneous Expenditure			
Proceeds on sale of fixed assets			
NET CASH FLOW FROM INVESTING ACTIVITIES (B)		(20,10,941)	21,24,512
C. CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from Share Capital			
Proceeds from securities premium		(3,48,54,668)	(6,84,78,193)
Proceeds from Long Term Borrowings		18,45,082	(1,37,87,306)
Short Term Borrowings		(1,62,80,991)	4,35,38,903
Finance Cost		(1,48,70,652)	(1,81,35,354)
Proceeds from Share Applications Money Pending Allotments		-	-
Other Long term Liabilities		-	-
NET CASH FLOW FROM FINANCING ACTIVITIES (C)		(6,41,61,230)	(5,68,61,950)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		40,56,621	8,70,376
Cash and Cash Equivalents (Opening)		16,89,924	8,19,548
Cash and Cash Equivalents (Closing)		57,46,546	16,89,924
		0	(0)

For and on behalf of the LLP

For, S.P. Parekh & Co.
Chartered Accountants
FRN -132253W



S.P. Parekh
(CA Sunny Parekh)
Proprietor
M. No - 131188
UDIN: 22131188A CKFB9725
Place: Ahmedabad
Date : 01/09/2022

For, K R Solvent LLP

Designated Partner
Designated Partner

Place: Limbdi
Date : 01/09/2022

NOTE-1 **K R SOLVENT LLP**
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022

SCHEDULE : '1A' PARTNERS FIXED CAPITAL

Sr No	Name	Fixed Contribution
1	Husenali Yusufali Narsinh	3,66,74,000
2	Mohamedhasanain Husenali Narsinh	3,66,63,000
3	Minazben Hushenali Narsinh	3,66,63,000
Total		11,00,00,000

SCHEDULE : '1B' PARTNERS CURRENT CONTRIBUTION

Sr No	Name	Profit Sharing Ratio	Opening Balance	Addition/ Remuneration/ Interest	Profit / Loss	Withdrawal	Closing Balance
1	Husenali Yusufali Narsinh	33.34	1,68,36,122	57,50,000	9,71,070	52,72,364	1,82,84,828
2	Mohamedhasanain Husenali Narsinh	33.33	2,36,92,481	1,26,67,936	9,70,779	1,22,77,626	2,50,53,570
3	Minazben Hushenali Narsinh	33.33	42,59,183	11,00,000	9,70,779	3,68,22,614	(3,04,92,652)
Total		100	4,47,87,786	1,95,17,936	29,12,628	5,43,72,604	1,28,45,746



K R SOLVENT LLP
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022

NOTE-2

RESERVES AND SURPLUS:

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Surplus			
Opening Balance		-	-
(+) Net Profit / (Net Loss) for the current year		-	-
Closing Balance		-	-
Total		-	-

NOTE-3

LONG TERM BORROWINGS:

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Secured			
(A) Term Loans		-	-
S.B.I (wadhwan) A/c No-33513789361		-	-
(B) Deferred Payment liabilities		-	-
(C) Deposits		-	-
(D) Loans and advances from related parties		-	-
(E) Long term maturities of finance lease obligations		-	-
(F) Other loans and advances		-	-
		-	-
Unsecured			
(A) Bonds / debentures		-	-
(B) Term Loans		-	-
(C) Deferred Payment liabilities		-	-
(D) Deposits		-	-
(E) Loans and advances from related parties		-	400
(F) Long term maturities of finance lease obligations		13,10,000	16,95,000
(G) Other loans and advances		-	-
		3,17,52,117	2,95,21,635
		3,30,62,117	3,12,17,035
Total		3,30,62,117	3,12,17,035

NOTE-4

DEFERRED TAX LIABILITIES(NET):

Deferred Tax Liability for the period ended 31st March, 2022 has been provided on the estimated tax computation for the year. Major components of deferred tax liabilities arising on account of timing differences are :

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Deferred Tax Liabilities		-	-
Less: Deferred Tax Assets		-	-
Total		-	-



NOTE-5**OTHER LONG TERM LIABILITIES:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
(a) Trade Payables		-	-
(b) Others		-	-
Total		-	-

NOTE-6**LONG TERM PROVISIONS:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
(a) Provision for employee benefits		-	-
(b) Others (Specify nature)		-	-
Total		-	-

NOTE-7**SHORT TERM BORROWINGS:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Secured:			
(a) Loans repayable on demand-CC Account Short term borrowing from SBI -33806533280 Limbdi S.B.I. (Wadhwan) CC A/c No. 31916722143 S.B.I. A/c No. 39541163868 Gecl S.B.I. CC A/c no. 39287715730		-	49,31,845
(b) Loans and advances from related parties		12,32,16,587	11,71,26,233
(c) Deposits		1,81,65,419	2,61,54,553
(d) Other loans and advances		-	94,50,366
		-	-
		-	-
		14,13,82,006	15,76,62,997
Unsecured:			
(a) Loan from Directors		-	-
(b) Loan from Relatives of Directors		-	-
(c) Deposits		-	-
(d) Other loans and advances		-	-
		-	-
Total		14,13,82,006	15,76,62,997

Note 7.1

Working Capital Loans : Secured against hypothecation of present & future stock, receivables & all other Current assets of the company.

NOTE-8**TRADE PAYABLES:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Sundry Creditors		14,96,66,024	9,92,60,452
Total		14,96,66,024	9,92,60,452



NOTE-9**OTHER CURRENT LIABILITIES:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Advances from customers		87,442	1,34,343
GST payable		5,86,149	9,67,429
TDS Payable		11,75,730	1,30,988
TCS Payable		1,04,675	1,23,219
Total		19,53,996	13,55,979

NOTE-10**SHORT TERM PROVISIONS:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
(a) Provision for Employee benefits		-	-
(b) Others (Specify nature)			
Unpaid Administration Charges		9,03,875	-
Unpaid Employer's providend fund		3,332	3,333
Provision for Income Tax for current year		13,33,363	8,90,000
Provision for Audit Fees		30,000	30,000
Total		22,70,570	9,23,333

NOTE-12**NON CURRENT INVESTMENTS:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
(a) Trade Investments		-	-
(b) Other Investments			
SBI FD		20,90,768	19,73,720
SBI Life insurance		20,00,000	-
Total		40,90,768	19,73,720

NOTE-13**LONG TERM LOANS AND ADVANCES:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
(a) Capital Advances		-	-
(b) Security Deposits			
CCI Deposit		77,159	73,859
NSC		16,000	16,000
EARNEST MONEY FOR PGVCL BG		3,18,600	3,18,600
(c) Loans and advances to related parties		-	-
(d) Other loans and advances		-	-
Total		4,11,759	4,08,459



KR SOLVENT LLP
SCHEDULE '11' FIXED ASSETS

PARTICULARS	Rate (%)	Opening Balance as on 01.04.2021	Addition during Year Before Sept	Addition during Year After Sept	Adjustment during year	Total	Depreciation	Additional Depreciation	Closing as on 31.03.2022
Electric Fittings	10%	28,11,459	-	-	-	28,11,459	2,81,146	-	25,30,313
Deleting Machine	15%	85,79,582	-	-	-	85,79,582	12,86,937	-	72,92,645
Drill Machine	15%	115	-	-	-	115	17	-	98
Fan	15%	4,175	-	-	-	4,175	626	-	3,549
Press Machine	15%	1,46,758	-	-	-	1,46,758	22,014	-	1,24,745
Chimani	15%	29,594	-	-	-	29,594	4,439	-	25,155
Oil Mill Machine	15%	23,47,501	-	-	-	23,47,501	3,52,125	-	19,95,376
Oil Storage Main Building	15%	3,87,556	-	-	-	3,87,556	58,133	-	3,29,422
Boiler	10%	1,24,42,289	-	-	-	1,24,42,289	12,44,229	-	1,11,98,060
Leader	15%	7,78,194	-	-	-	7,78,194	1,16,729	-	6,61,465
Laboratory Machine	15%	4,713	-	-	-	4,713	707	-	4,006
Water Softing Machine	15%	1,96,678	-	-	-	1,96,678	29,502	-	1,67,176
Staker	15%	24,970	-	-	-	24,970	3,746	-	21,225
Solvent	15%	1,07,834	-	-	-	1,07,834	16,175	-	91,659
Conveyor Elevator	15%	41,39,320	-	-	-	41,39,320	6,20,898	-	35,18,422
Weighing Scale	15%	4,22,073	-	-	-	4,22,073	63,311	-	3,58,762
Fire Safety	15%	1,42,902	-	-	-	1,42,902	21,435	-	1,21,467
Laboratory Machine (DOC)	15%	5,544	-	-	-	5,544	832	-	4,712
Machinery (Delating - BMC)	15%	66,740	-	-	-	66,740	10,011	-	56,729
Machinery OGS (BMC)	15%	25,633	-	-	-	25,633	3,845	-	21,788
Screw Convier	15%	22,68,553	-	-	-	22,68,553	3,40,283	-	19,28,270
Machinery (BMC)	15%	16,82,622	-	-	-	16,82,622	2,52,393	-	14,30,228
GL63 AMG(Mercedez Car)	15%	29,577	-	-	-	29,577	4,436	-	25,140
Electric Fittings (BMC)	10%	32,41,302	-	-	-	32,41,302	4,86,195	-	27,55,107
Hydrolic Machine	15%	4,65,287	-	-	-	4,65,287	46,529	-	4,18,758
Computer Purchase	0%	28,23,299	-	-	-	28,23,299	4,23,495	-	23,99,804
Land	40%	1,13,000	-	-	-	1,13,000	-	-	1,13,000
Office	40%	13,279	-	-	-	13,279	5,311	-	7,967
TOTAL		4,33,00,549	-	-	-	4,33,00,549	56,95,500	-	3,76,05,048



NOTE- 14**OTHER NON CURRENT ASSETS:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Deffered Factory License Fees		-	-
Total		-	-

NOTE- 15**CURRENT INVESTMENTS:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
(a) Trade Investments		-	-
(b) Other Investments		-	-
Total		-	-
Less: Provision for diminution in the value of investments		-	-
Total		-	-

NOTE- 16**INVENTORY:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
(A) Inventories:(As certified by the management)			
(a) Raw materials		2,09,39,443	2,05,61,530
(b) Work-in-progress		-	-
(c) Finished goods		21,58,20,612	24,49,13,520
(d) Stores and Spares		15,57,000	17,58,500
		23,83,17,055	26,72,33,550
(B) Goods in transit shall be disclosed under the relevant sub head of inventories		-	-
Total		23,83,17,055	26,72,33,550

NOTE-17**TRADE RECEIVABLES**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Sundry Debtors		12,64,87,445	9,97,24,818
Total		12,64,87,445	9,97,24,818



NOTE-18**CASH AND CASH EQUIVALENTS:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Cash:			
Cash on Hand		4,69,814	2,31,516
Balances with Banks:			
S.B.I 31671764393 (LIMBDI)		52,76,732	14,58,408
Total		57,46,546	16,89,924

NOTE-19**SHORT TERM LOANS AND ADVANCES :**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
(a) Loans and advances to related parties		-	-
(b) Other loans and advances		2,47,68,983	1,87,74,972
Total		2,47,68,983	1,87,74,972

NOTE-20**OTHER CURRENT ASSETS:**

Particulars	Annexure No.	As at 31/03/2022	As at 31/03/2021
		Amount(Rs.)	Amount(Rs.)
Advances to suppliers		1,12,76,198	99,27,219
SGST Receivable		-	51,115
CGST Receivable		-	41,126
Advance tax		-	6,00,000
Excess TDS Paid		-	2,12,702
TDS Receivable		7,26,328	5,50,360
TCS Receivable		8,12,994	5,71,398
Income Tax Refundable		9,37,334	1,47,670
Total		1,37,52,855	1,21,01,590



K R SOLVENT LLP
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2022

NOTE - 21

REVENUE FROM OPERATIONS:

Particulars	2021-2022	2020-2021
Sales	1,17,77,57,586	1,15,59,61,314
TOTAL	1,17,77,57,586	1,15,59,61,314

NOTE - 22

OTHER INCOME:

Particulars	2021-2022	2020-2021
Quality Allowance 5% GST	-	79,934
CCI Rajkot Deposit Interest	3,000	3,000
FD Interest	1,06,407	1,07,453
Vatav Kasar	3,134	97,010
Interest On VAT Refund	-	21,12,855
TOTAL	1,12,541	24,00,252

NOTE - 23

COST OF MATERIAL CONSUMED:

Particulars	2021-2022	2020-2021
Raw Materials:		
Opening Stock	2,05,61,530	42,00,000
Add: Purchase	98,54,04,817	1,01,49,09,020
Less: Closing Stock	2,09,39,443	2,05,61,530
TOTAL	98,50,26,904	99,85,47,490

NOTE - 24

PURCHASE OF STOCK-IN-TRADE

Particulars	2021-2022	2020-2021
Purchase of stock in trade	-	-
TOTAL	-	-



NOTE - 25**CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE**

Particulars	2021-2022	2020-2021
Inventories at the end of the year:		
Store and Spare	15,57,000	17,58,500
Work-in-progress	-	-
Finished Goods	21,58,20,612	24,49,13,520
TOTAL	21,73,77,612	24,66,72,020
Inventories at the beginning of the year:		
Store and Spare	17,58,500	70,05,760
Work-in-progress	-	-
Finished Goods	24,49,13,520	25,77,98,850
TOTAL	24,66,72,020	26,48,04,610
Net (Increase) / Decrease	2,92,94,408	1,81,32,590

NOTE-26**EMPLOYEE BENEFITS EXPENSES:**

Particulars	2021-2022	2020-2021
Salaries & Bonus	1,24,18,202	1,50,53,364
Majuri Expense	1,25,34,954	86,14,414
Remuneration to partners	33,00,000	43,07,898
Employer Provident Fund Expense	25,273	32,988
TOTAL	2,82,78,429	2,80,08,664

NOTE-27**FINANCE COSTS :**

Particulars	2021-2022	2020-2021
SBI Interest Expense	1,10,70,634	1,32,17,385
Bank Charges	4,90,909	10,70,444
Unsecured Loan Interest	28,72,919	35,38,013
Interest other	4,36,190	3,09,512
TOTAL	1,48,70,652	1,81,35,354

NOTE-28**DEPRECIATION AND AMORTIZATION EXPENSES :**

Particulars	2021-2022	2020-2021
Depreciation on Tangible Assets	56,95,500	66,00,453
Amortisation on Intangible Assets	-	-
TOTAL	56,95,500	66,00,453



NOTE-29**OTHER EXPENSES:**

Particulars	2021-2022	2020-2021
Direct Expenses:		
Electricity Expense		
Bardan Expense	1,57,29,227	1,63,28,747
Firewood Expense	2,25,95,217	2,30,88,407
Sutli Expense	1,11,93,304	1,05,31,865
Kapasiya Khatajat	4,83,276	7,54,906
Quality Allowance	66,44,310	98,65,508
Woven Bag	4,66,996	25,780
Boiler Exp.	36,30,920	5,50,355
Total(a)	10,26,400	7,83,030
	6,17,69,650	6,19,28,597
Administrative Expenses:		
Bad Debt		
Cancellation Charges	2,70,66,400	65,000
Car Repairing Exp	-	85,714
Computer Exp	3,51,776	4,07,614
Dalali Expense	-	1,930
GST Expense	11,29,448	10,30,736
GST Audit fees	57,439	1,33,660
Audit Fees	-	25,000
Interest on income tax	55,000	55,000
Building Repairing Expense	-	25,389
Canteen Expense	38,141	5,32,000
Cash Discount	25,093	1,56,165
Freight Outward Expense	-	2,18,627
Insurance Expense	1,05,86,860	1,58,60,209
Loan processing Exp	9,16,028	5,72,274
Misc Exp	-	1,97,432
Parts Expense	-	20,565
Oil & Grease Expenses	70,02,222	39,95,808
Office Expense	3,37,979	2,48,470
Professional Fees	12,066	84,925
Repair & Maintenance	80,000	1,53,900
Rent Expense	6,55,985	1,64,570
R.O.C Exp	60,000	60,000
Round off	-	21,000
Stationery Expense	17	255
T.D.S. Interest	10,880	9,990
TCS Interest	12,298	86,083
Water Expense	9,309	19,099
		10,000
Total(b)	4,84,06,941	2,42,41,415
Selling & Distribution Expenses:		
Marketing Expense		
Travelling Expense	-	27,000
Total(c)	2,81,650	18,070
	2,81,650	45,070
TOTAL(a+b+c)	11,04,58,242	8,62,15,083



K R SOLVENT LLP

Address: LS No. 554, At - Utadi,
Tal - Limbdi, Dist - Surendranagar 363410.

Notes forming part of the accounts for the year ended as on 31st March 2022.

1. Significant Accounting Policies :-

Method of Accounting:-

- a) The assessee follows the Mercantile Accounting System.
- b) The accounts are prepared based on the principles of historical cost & Going concern, accounting policies not specifically referred to otherwise, are consistent with generally accepted accounting principles.
- c) Sundry Debtors, Loans & Advances :-
Sundry Debtors, sundry Creditors, Loans & Advances, Deposits are stated at the value if realized in the ordinary course of business, Irrecoverable amounts, if any, are accounted and/or provided for as per management judgment only upon final settlement of Accounts with the parties.
- d) Retirement Benefits :-
Retirement Benefits, if any payable to employees are accounted on actual payment basis.
- e) Contingent Liabilities:-
Contingent Liabilities of Rs. 9,30,852.00 towards Kisan Dairy Limited due to prosecution filed on dated 12.04.2017.
- f) Fixed Assets :-
Fixed assets are stated at written down value as per Income Tax Act, 1961. The Fixed Assets are recorded at cost including incidental charges paid for acquisition and made ready to use. Depreciation is provided on Fixed Assets as per the rates applicable under Income Tax Act 1961.



g) **Revenue Recognition:**

The firm earns and recognizes the income on accrual basis. The revenue is recognized when it is earned and no significant uncertainty exists as to its ultimate realization or collection.

h) **Expenses:**

Expenses are accounted for on accrual basis and provision is made for all known losses and liabilities. Though there is bad debts of Rs. 27066400/- for which provision has not been made and we are unable to comment whether the same is actual or not in absence of documents provided to us by the management.

i) **Investments:**

Current Investments are carried at lower of the cost or quoted/ fair value. Long Term Investments are stated at cost. Provision for diminution in the value of the Long Term Investments is made only if such a decline is other than temporary.

j) **Inventory:**

Inventory has been valued at Cost and Net Realizable Value whichever is Lower. Cost comprises costs of purchase, conversion cost and cost incurred in bringing the inventories to present location.

The same has not been physically verified by us and we relied upon certificate provided by the management.

k) **Foreign Currency Transaction:**

There is no foreign currency transaction during the year.

l) **Borrowing Cost:**

There is no Qualifying assets purchased during the year.

2. **Notes to accounts:-**

- a) Balance in respect of sundry creditors, sundry debtors, Loans & Advances and deposits are as per information provided and are subject to confirmation.
- b) No personal expenses of partners are debited in the profit & loss Account.
- c) It has been certified by the assessee that cheques issued during the year were all account payee cheques wheresoever it was required.
- d) Cash on hand is taken as certified by assessee.



- e) Audit report covers Business Transactions recorded in the Books of Business set only.
f) Related party transactions are as below:

Sr.No.	Party name	Nature of Transactions	Relation	Amount(Rs.)
1	Milan Gining Pressing Pvt Ltd	Sales (without tax)	Group Concern	130019726/-
2	Milan Gining Pressing Pvt Ltd	Purchase (without tax)	Group Concern	260989622/-
3	Bharat Industries	Rent Expense	Group Concern	60000/-
4	HusenaliYusufaliNarsinh	Remuneration	Designated Partner	1100000/-
5	MohamedhasanainHusenaliNarsinh	Remuneration	Designated Partner	1100000/-
6	MinazbenHushenaliNarsinh	Remuneration	Designated Partner	1100000/-
7	Fatema M Narsinh	Loan repaid	Director's relative	2100000/-
8	Mah Textile	Sales (without tax)	Group Concern	38400000/-
9	Fatema M Narsinh	Loan taken	Director's relative	1715000/-

Related party and transactions with them are as identified by the management and relied upon by the auditor.

For, S. P. Parekh & Co.
Chartered Accountants
FRN: 132253W

S.P. Parekh

CA Sunny Parekh
M.No.131188
Proprietor
UDIN: 22131188AVCKFB9725
Place: Ahmedabad
Date: 01/09/2022



For, K R Solvent LLP

K. R. SOLVENT LLP

Designated Partner

Place: Limbdi
Date: 01/09/2022