



N. K. MITTAL & ASSOCIATES

CHARTERED ACCOUNTANTS

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N. K. Mittal M.Com., FCA, L.L.B., e-M.B.A.

Ankush Mittal B.Com., ACA, ACS, Grad CWA, L.L.B.

INDEPENDENT AUDITOR'S REPORT

To the Members of
Durlax Top Surface Limited
(Formerly known as Durlax India Private Limited)

Report on the Audit of the Financial Statements

Opinion:

We have audited the Financial Statements of Durlax Top Surface Limited (Formerly known as Durlax India Private Limited) ("the Company"), which comprise the balance sheet as at 31st March 2023, and the statement of profit and loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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 31st, 2023, and its Profit, and its cash flows for the year ended on that date.

Basis for Opinion:

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





Key Audit Matters:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.

Other Information:

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to 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, 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.

Those 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.

A further description of our responsibilities for the audit of the financial statements is included in "Annexure A" to this auditor's report. Such description forms integral part of this report.

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, is given as per **Annexure "B"**.
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, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, is given as per **Annexure "C"**
- 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:
 - i. The Company does not have any pending litigations which would impact its financial position as on 31st March, 2023.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities 'Intermediaries', with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities 'Funding Parties', with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and





- vi. Based on our audit procedures, nothing has come to our notice that has caused us to believe that the representations under sub-clause (iv) and (v) contain any material mis-statements

N K Mittal & Associates

Chartered Accountants

Firm Registration Number: 113281W

CA N K Mittal

Partner

Membership No. 046785

UDIN: 23046785BGWMXJ4719



Place: Mumbai

Date: 04th July, 2023



Annexure A to Independent Auditor's report:

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.





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“Annexure B” to the Independent Auditor’s Report

Referred to in paragraph 9 of the Independent Auditor’s Report of even date to the members of **Durlax Top Surface Limited (Formerly Known as Durlax India Private Limited)** on the financial statement as of and for the period ended 31st March 2023.

(1) (a) (A) In our Opinion and according to the information given to us, the company is maintaining proper records showing full particulars, including quantitative details and situation of its Property, Plant & Equipment.

(B) The Company is maintaining proper records showing full particulars of intangible assets.

(b) In our Opinion and according to the information given to us, the Property, Plant & Equipment have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.

(c) In our Opinion and according to the information given to us and on the basis of our examination of the records of the Company, the company does not hold any immovable property during the year, hence 3(i)(c) is not applicable.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder

(2) (a) According to the information given to us, the inventories have been physically verified by the management during the current year at reasonable intervals. Discrepancies noticed on physical verification of Inventories as compared to book records were not materials and have been properly dealt with in the books of accounts.

(b) The Company has been sanctioned working capital limits in excess of INR 5 Crore in aggregate from the bank during any point of time of the year on the basis of security of stocks and book debts.

(3) (a) In our opinion and on the basis of examination of books and records and on the basis of information and explanation given to us the Company has made investments in companies, firms, Limited Liability Partnerships. The Company has also provided guarantee or security or granted loans or advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties details of which are given hereunder:

(Rs. in lacs)

| Particulars | Loans |
|---|-------|
| Aggregate amount granted/ provided during the year | |
| - Related Party | 5.42 |
| Balance outstanding as at balance sheet date in respect of such cases | |
| - All Parties | 7.57 |
| - Related Party | 5.42 |

b) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the investments made, and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided to the related party of the Company are not prejudicial to the Company’s interest.





c) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that in respect of the loans and advances in the nature of loans, the schedule of repayment of principal have not been stipulated.

d) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that no amount is overdue for more than ninety days except for amounts of ₹ 12.99 lakhs details of which are given hereunder.

| No of Cases | Principal overdues | Interest overdues | Total overdues | Remarks, if any |
|-------------|--------------------|-------------------|----------------|-----------------|
| 10 | 12.99 | - | 12.99 | Principal |
| Total | 12.99 | - | 12.99 | |

e) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that no loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

f) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, except as under:

| Particulars | (Rs. in Lakhs) | | |
|---|----------------|-----------|---------------|
| | All Parties | Promoters | Related Party |
| Aggregate amount of loans/ advances in nature of Loans | - | - | - |
| - Repayable on demands (A) | 7.57 | 2.44 | 2.98 |
| Aggregate does not specify any terms or period of repayment (B) | - | - | - |
| Total (A+B) | 12.99 | - | - |
| Percentage of Loans/ advances | 58.27% | 18.79% | 22.94% |

(4) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

(5) In our Opinion and according to the information and explanation given to us, the company has not accepted any deposit from the public within the meaning of section 73 to 76 or any other relevant provisions of the Companies Act, 2013.

(6) We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of Section 148 of the Act. In respect of Company Products and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

(7) (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has been generally regular in depositing undisputed statutory dues, including Income-tax, Service tax, Cess and other material statutory dues, as applicable, with the appropriate authorities. As explained to us, the company did not have any dues on account of Provident fund, ESIC, Sales Tax, Custom Duty and excise duty.





According to the information and explanation given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31st, 2023 for a period of more than six months from the date on when they become payable.

| Name of Statute | Nature of Dues | Amount (INR in lakhs) | Period to which the amount relates | Forum where the dispute is pending |
|--------------------------------|----------------|--------------------------|---------------------------------------|---------------------------------------|
| Income Tax Act, 1961 | Income Tax | 1473.55 | FY 2017-18 | Commissioner of Income Tax Appeal |
| Income Tax Act, 1961 | Income Tax | 219.77 | FY 2017-18 | Commissioner of Income Tax Appeal |
| Central Sales Tax Act, 1956 | CST | 51.44 | FY 2016-17 & Q1 of FY 2017-18 | NCLT Delhi |

(8) According to the information and explanations given to us and to the best of our knowledge and belief there are no transactions that were not recorded in the books of account, and which has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

(9) a) As per the information and explanation given to us and based on examination of records of the company, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

c) In our opinion and according to the information and explanations given to us, the Company has applied the term loans for the purpose for which the loans were obtained.

d) According to the information and explanations given to us, and the audit procedures performed by us, and on an overall examination of the Financial Statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

e) According to the information and explanations given to us and on an overall examination of the Financial Statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

f) According to the information and explanations given to us and audit procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(10) a) According to the records of the company examined by us and as per the information and explanations given to us, the Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year.

b) As per the information and explanation given to us and based on examination of records of the company, the company has made a preferential allotment of 5,65,000 equity shares having face value of Rs. 10/- each fully paid up for the cash at a price of Rs. 30/- per equity share (including a share premium of Rs. 20/- per equity shares) aggregating to Rs. 169.50 lakhs held at various Board Meeting at 07th January 2023, 20th February 2023 & 27th February 2023.

11) a) As per the information and explanation given to us and based on examination of records of the company, no fraud by the company nor any fraud on the company has been noticed or reported during the year.





- b) As per the information and explanation given to us and based on examination of records of the company, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with Central Government.
- c) As per the information and explanation given to us and based on examination of records of the company, no whistle-blower complaints have been received
- 12) As per the information and explanation given to us and based on examination of records of the company, the Company is not a Nidhi Company hence, reporting under clause xii of the Order not applicable.
- 13) As per the information and explanation given to us and based on examination of records of the company, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where ever applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards.
- 14) As per section 138 of Companies Act, 2013 read with Rule 13 of Companies (Accounts) Rules, 2014, Company is not required to appoint any internal auditor, hence the clause is not applicable
- 15) As per the information and explanation given to us and based on examination of records of the company, the company has not entered into any non-cash transactions with Directors nor persons connected with them. The provisions of section 192 of Companies Act have been complied.
- 16) a) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi) a, b and c of the Order is not applicable.
b) In our opinion, there is no core investment company within the group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- 17) The company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- 18) During the year there has been casual vacancy due to the resignation of the previous statutory auditors.
- 19) 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.





- 20) a) As per the information and explanation given to us and based on examination of records of the company, Schedule VII to the Companies Act is not applicable to the Company.
b) As per the information and explanation given to us and based on examination of records of the company, subsection (5) and sub-section (6) of section 135 of the Companies Act are not applicable to the Company

21) There have not been any qualifications or adverse remarks

For N K Mittal & Associates

Chartered Accountants

Firm Registration Number: 113281W

N K Mittal

(Partner)

Membership Number: 046785

UDIN: 23046785BGWMXJ4719



Place: Mumbai

Date : 04th July, 2023



N. K. MITTAL & ASSOCIATES

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ANNEXURE "C" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements section of our report to the Members of **Durlax Top Surface Limited** (formerly known as Durlax India Private Limited) of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of subsection 3 of Section 143 of the Companies Act, 2013("the Act")

We have audited the internal financial controls over financial reporting of **Durlax Top Surface Limited** (Formerly Known as Durlax India Private Limited) (the "Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "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 respective 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 Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company 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") issued by the ICAI and the standards on auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 with reference to these Standalone Financial Statements.

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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements .

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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, to the best of our information and according to the explanations given to us, 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, 2023, based on the internal financial 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 ICAI.

For N K Mittal & Associates

Chartered Accountants

Firm's Registration Number: 113281W

N K Mittal

(Partner)

Membership Number: 046785

UDIN: 23046785BGWMXJ4719



Place: Mumbai

Date: 04th July, 2023

DURLAX TOP SURFACE LIMITED
(Formerly Known as Durlax India Private Limited)
CIN: U74999MH2010PLC202712
Balance Sheet as at 31 March, 2023

(₹ in Lakhs)

| Particulars | Note No. | As at 31 March, 2023 | As at 31 March, 2022 |
|---|----------|-------------------------|-------------------------|
| I EQUITY AND LIABILITIES | | | |
| 1 Shareholders' funds | | | |
| (a) Share capital | 2 | 1,240.07 | 14.98 |
| (b) Reserves and surplus | 3 | 515.25 | 1,308.25 |
| (c) Money received against share warrants | | | |
| | | 1,755.32 | 1,323.23 |
| 2 Share application money pending allotment | | | |
| 3 Non-current liabilities | | | |
| (a) Long-term borrowings | 4 | 1,732.91 | 1,937.63 |
| (b) Deferred tax liabilities (net) | 5 | 74.92 | 50.06 |
| (c) Other long-term liabilities | 6 | 3.17 | 3.17 |
| (d) Long-term provisions | 7 | - | - |
| | | 1,810.99 | 1,990.86 |
| 4 Current liabilities | | | |
| (a) Short-term borrowings | 8 | 1,958.02 | 1,992.20 |
| (b) Trade payables | 9 | 2,082.10 | 1,783.71 |
| (c) Other current liabilities | 10 | 175.60 | 94.41 |
| (d) Short-term provisions | 11 | - | 20.88 |
| | | 4,215.72 | 3,891.20 |
| | | 7,782.04 | 7,205.29 |
| II ASSETS | | | |
| 1 Non-current assets | | | |
| (a) Property, Plant and equipments & Intangible Assets | 12 | | |
| (i) Property, Plant and equipments | | 2,043.29 | 2,200.17 |
| (ii) Intangible assets | | 0.49 | 0.52 |
| (iii) Fixed assets held for sale | | - | - |
| | | 2,043.78 | 2,200.68 |
| (b) Non-current investments | 13 | - | - |
| (c) Deferred tax assets (net) | | - | - |
| (d) Long-term loans and advances | 14 | 12.85 | 12.85 |
| (e) Other non-current assets | 15 | 72.09 | 93.78 |
| | | 84.95 | 106.64 |
| 2 Current assets | | | |
| (a) Current investments | 16 | - | - |
| (b) Inventories | 17 | 3,848.21 | 3,016.54 |
| (c) Trade receivables | 18 | 1,587.26 | 1,616.25 |
| (d) Cash and Bank Balance | 19 | 98.10 | 102.99 |
| (e) Short-term loans and advances | 20 | 13.17 | 13.06 |
| (f) Other current assets | 21 | 106.58 | 149.14 |
| | | 5,653.31 | 4,897.98 |
| | | 7,782.04 | 7,205.29 |
| See accompanying notes forming part of the financial statements | 1 to 37 | | |

In terms of our report attached.

For N K Mittal & Associates

Chartered Accountants

Firm Registration Number: 113281W

N K Mittal

Partner

Membership Number: 046785



For Durlax Top Surface Limited

Shravan Suthar

Shravan Suthar
Managing Director

Lalit Suthar

Lalit Suthar
Whole Time Director



Sunil Khalate

Sunil Khalate
Chief Financial Officer

Sejal Solanki

Sejal Solanki
Company Secretary

Place : Mumbai

Date: 04th July, 2023

Place: Mumbai

Date: 04th July, 2023

DURLAX TOP SURFACE LIMITED
(Formerly Known as Durlax India Private Limited)
CIN: U74999MH2010PLC202712

Statement of Profit and Loss for the year ended 31 March, 2023

(₹ in Lakhs)

| Particulars | Note No. | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|--|----------|--------------------------------------|--------------------------------------|
| I Revenue from operations (gross) | 22 | 6,673.83 | 4,735.82 |
| II Other income | 23 | 10.37 | 5.99 |
| III Total revenue (I + II) | | 6,684.20 | 4,741.81 |
| IV Expenses | | | |
| (a) Cost of materials consumed | 24 | 5,745.46 | 4,021.41 |
| (b) Purchases of stock-in-trade | | - | - |
| (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | | -464.84 | -356.26 |
| (d) Employee benefits expense | 25 | 156.94 | 91.59 |
| (e) Finance costs | 26 | 343.88 | 327.03 |
| (f) Depreciation and amortisation expense | 12 | 160.73 | 213.89 |
| (g) Other expenses | 27 | 454.59 | 319.04 |
| Total expenses | | 6,396.76 | 4,616.70 |
| V Profit / (Loss) before exceptional and extraordinary items and tax (III - IV) | | 287.44 | 125.10 |
| VI Exceptional items | | - | - |
| VII Profit / (Loss) before extraordinary items and tax (V - VI) | | 287.44 | 125.10 |
| VIII Extraordinary items | | - | - |
| IX Profit / (Loss) before tax (VII - VIII) | | 287.44 | 125.10 |
| X Tax expense: | | | |
| (a) Current tax | | - | 20.88 |
| (b) Deferred tax | | 24.86 | -21.64 |
| XI Profit / (Loss) from continuing operations (IX - X) | | 262.59 | 125.86 |
| XII Profit / (Loss) from discontinuing operations (before tax) | | - | - |
| XIII Tax expense of discontinuing operations | | - | - |
| XIV Profit / (Loss) from discontinuing operations (after tax) (XII - XIII) | | - | - |
| XV Profit / (Loss) for the year (XI + XIV) | | 262.59 | 125.86 |
| XVI Earnings per equity share: | | | |
| (1) Basic | 28 | 2.20 | 1.06 |
| (2) Diluted | | 2.20 | 1.06 |

In terms of our report attached.

For N K Mittal & Associates

Chartered Accountants

Firm Registration Number: 113281W

N K Mittal

N K Mittal
Partner

Membership Number: 046785



For Durlax Top Surface Limited

Shravan Suthar
Shravan Suthar
Managing Director

Lalit Suthar
Lalit Suthar
Whole Time Director

Sanil Khalate
Sanil Khalate
Chief Financial Officer

Sejal Solanki
Sejal Solanki
Company Secretary



Place : Mumbai

Date: 04th July, 2023

Place : Mumbai


Date: 04th July, 2023

DURLAX TOP SURFACE LIMITED
(Formerly Known as Durlax India Private Limited)
CIN: U74999MH2010PLC202712
Cash Flow Statement For the Period ended 31st March, 2023

(₹ in Lakhs)

| Particulars | As At 31st March, 2023 | As At 31st March, 2022 |
|--|---------------------------|---------------------------|
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net profit before taxes | 287.44 | 123.18 |
| Adjustment for: | | |
| Add: Depreciation & Amortizations | 160.73 | 215.82 |
| Add: Interest Expenses | 312.36 | 288.86 |
| Operating Profit before Working capital changes | 760.53 | 627.86 |
| Adjustments for: | | |
| (Increase)/ Decrease in Trade Receivable | 28.99 | -1,106.18 |
| (Increase)/ Decrease in Short Term Loans & Advances & Other Current Assets | 42.45 | 22.48 |
| (Increase)/ Decrease in Long Term Loans & Advances | - | 3.58 |
| (Increase)/ Decrease in Other Non-Current Assets | 23.71 | 22.49 |
| (Increase)/ Decrease in Inventories | -831.67 | -558.32 |
| Increase/ (Decrease) in Other Current Liabilities | 81.19 | -6.86 |
| Increase/ (Decrease) in Short Term Provisions | - | 0.00 |
| Increase/ (Decrease) in Long Term Liability | - | - |
| Increase/ (Decrease) in Trade Payables | 298.38 | 1,148.23 |
| Cash Generated from/used in Operations | 403.58 | 153.27 |
| Direct Taxes paid | -20.88 | - |
| Net Cash Flow from Operating Activities (A) | 382.70 | 153.27 |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Sale / (Purchase) of Property, Plant & Equipment (Including Capital goods) | -3.83 | 1.18 |
| (Increase)/ Decrease in Fixed Deposit | -2.64 | -43.96 |
| (Increase)/ Decrease in Current Investments | - | - |
| (Increase)/ Decrease in Non Current Investments | - | - |
| Net Cash Flow from Investing Activities (B) | -6.47 | -42.78 |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Shares Issue | 56.50 | - |
| Securities Premium on shares | 113.00 | - |
| Increase/ (Decrease) in Short Term Borrowings | -34.17 | 864.62 |
| Increase/ (Decrease) in Long Term Borrowings | -204.72 | -681.53 |
| Interest paid | -312.36 | -288.86 |
| Net Cash Flow from Financing Activities (C) | -381.75 | -105.78 |
| Net Increase / (Decrease) in Cash & Cash Equivalents | -5.52 | 4.71 |
| Cash and cash equivalents at the beginning of the year / Period | 9.48 | 4.77 |
| Cash and cash equivalents at the end of the year/ Period | 3.97 | 9.48 |

For N K Mittal & Associates
Chartered Accountants
Firm Registration Number: 113281W


N K Mittal
Partner
Membership Number: 046785

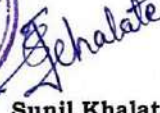



For Durlax Top Surface Limited


Shrawan Suthar
Managing Director


Lalit Suthar
Whole Time Director




Sunil Khalate
Chief Financial Officer


Sejal Solanki
Company Secretary

Place : Mumbai
Date: 04th July, 2023

Place : Mumbai
Date: 04th July, 2023

DURLAX TOP SURFACE LIMITED

(Formerly Known as Durlax India Private Limited)

CIN: U74999MH2010PLC202712

Summary of significant accounting policies and other explanatory information

(All amounts in ₹ except otherwise stated)

1 Company Background

Durlax Top Surface Private Limited (the 'Company') previously known as Durlax India Private Limited was incorporated on 03rd May 2010 as a private limited company under the Companies Act, 1956. The Company is engaged in the business of Trading & Manufacturing Solid Surface Sheet. The Company has been converted into a public limited company on 29th March, 2023.

2 Summary of Significant Accounting Policies

A. Basis of preparation of financial statements

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 (as amended) and Companies (Accounts Standards) Rules, 2016. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

B. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the management of the Company to make estimates and assumptions that affect the reported balances of assets, liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Difference between the actual result and estimates are recognized in the period in which the results are known / materialized. Significant estimates used by management in the preparation of these financial statements includes estimates of the economic useful lives of property, plant and equipment.

C. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be easily measured.

Sale of Goods

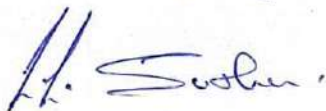
Revenue is recognized when the significant risks and rewards of ownership are transferred to the buyer, there is no continuing management involvement with the goods, the amount of revenue can be measured reliably, recovery of the consideration is probable and the associated costs and possible return of goods can be estimated reliably. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns, value added tax, GST and applicable trade discounts and allowances, but inclusive of excise duty. Revenue includes shipping and handling costs billed to the customer.

Export entitlements

Export entitlements from government authorities are recognized in the statement of profit and loss when the right to receive credit as per the terms of the scheme is established in respect of the exports made by the Company, and where there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds.

Other Income

Interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.



DURLAX TOP SURFACE LIMITED**(Formerly Known as Durlax India Private Limited)****Summary of significant accounting policies and other explanatory information**

(All amounts in ₹ except otherwise stated)

D. Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation. Cost of an asset comprises of its purchase price and direct cost attributable to bringing the asset to its present condition for its intended use and borrowing cost on qualifying assets.

Leasehold improvements are depreciated on a straight line basis over the period of lease.

Advances paid towards acquisition of property, plant and equipment, outstanding at each balance sheet date are disclosed as capital advances.

The Management estimates the useful lives of the assets as per the indicative useful life prescribed in Schedule II to the Companies Act, 2013.

| Block of assets | Estimated useful lives (years) | |
|------------------------|--------------------------------|-----------------|
| | By management | Per schedule II |
| Building | 30 | 30 |
| Plant & Machinery | 15 | 15 |
| Office Equipment | 5 | 5 |
| Computers | 3 | 3 |
| Vehicles | 8 | 8 |
| Furniture and fixtures | 10 | 10 |

E. Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset are capitalized as part of the cost of that asset till the date of capitalization of qualifying asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.

F. Foreign currency transactions

Transactions denominated in foreign currencies are recorded at the exchange rates closely prevailing on the date of the transaction. At the year-end, all the monetary assets and liabilities denominated in foreign currencies are restated into rupee equivalents at the year-end exchange rates. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All exchange differences arising on such restatements are reflected in the Statement of Profit and Loss.

G. Earnings per share

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

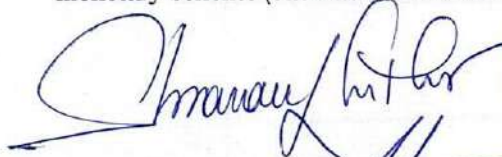


For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

H. Employee benefits

(i) The Company contributes to the statutory provident fund of the Regional Provident Fund Commissioner, in accordance with the Employees' Provident Fund and Miscellaneous Provision Act, 1952. The plan is a defined contribution plan and contribution paid or payable is recognized as an expense in the period in which services are rendered by the employee.

(ii) Gratuity is a post employment benefit and is a defined benefit plan. The liability recognized in the Balance Sheet represents the present value of the defined benefit obligation at the Balance Sheet date less the fair value of plan assets (if any), together with adjustments for unrecognized past service costs. The Company's obligation in respect of the plan is provided for based on actuarial valuation carried out as at the Balance Sheet date by an independent actuary using the projected unit credit method. Actuarial gain or loss arising from experience adjustments and changes in actuarial assumptions are credited or charged to the Statement of Profit and Loss in the year in which such gain or loss arise.

(iii) All short term employee benefits are recorded as expenses. Short term employee benefits including salaries, non monetary benefits (such as medical care).



DURLAX TOP SURFACE LIMITED**(Formerly Known as Durlax India Private Limited)****Summary of significant accounting policies and other explanatory information**

(All amounts in ₹ except otherwise stated)

I. Tax expense

Tax expense comprises current tax and deferred tax at the applicable enacted or substantively enacted rates. Current tax represents the amount of income tax payable in respect of the taxable income for the reporting period. Tax liability has been computed being higher of Minimum Alternate Tax (MAT) and tax under normal provisions of Income-tax Act. MAT credit are being recognized that there is convincing evidence that the Company will pay normal tax. The excess tax paid under MAT provisions being over and above regular tax liability can be carried forward for a period of ten years from the year of recognition and is available for set off against future tax liabilities computed under regular tax provisions. Deferred tax represents the effect of timing difference between taxable income and accounting income for the reporting period that originates in one period and is capable of reversal in one or more subsequent periods. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognized only to the extent that there is virtual certainty that sufficient taxable income will be available to realize these assets. All other deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realize these assets.

J. Cash and cash equivalents

Cash and cash equivalents include cash in hand, demand deposits with banks, other short term highly liquid investments with original maturity of three months or less.

K. Impairment

At each Balance Sheet date, the Company reviews the carrying amounts of its assets to determine whether there is any indication of impairment based on internal or external factors. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognized immediately as income in the Statement of Profit and Loss.

L. Leases

Leases where the Company assumes substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the lower of the fair value of the leased assets at inception and the present value of minimum lease payments. Lease payments are apportioned between the finance charge and the outstanding liability. The finance charge is allocated to periods during the lease term at a constant periodic rate of interest on the remaining balance of the liability.

Leases where the lessor retains substantially all the risks and rewards of ownership are classified as operating leases. Lease rentals in respect of assets taken under operating leases are charged to statement of profit and loss on a straight line basis over the lease term unless other systematic basis is more representative of the time pattern of the benefit.

M. Contingent liabilities

The Company creates a provision where there is a present obligation as result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

The Contingent Liabilities which are not recorded in the Financial Statements are as under:

a) The Company has imported Plant & Machinery under EPCG Scheme for which the company has legal obligation to export goods within Six year from date of licenses, the details of licenses are as follows:

| Sr No | Date of Issue of License | License No | Amount of Goods to be Exported | Amount of duty to be paid |
|-------|--------------------------|------------|--------------------------------|---------------------------|
| 1 | 28-10-2016 | 0330045650 | 28,11,22,827 | 4,88,02,970 |
| 2 | 19-01-2017 | 0330046241 | 18,21,322 | 3,20,322 |
| 3 | 08-06-2017 | 0330047328 | 4,92,99,915 | 82,48,979 |
| | TOTAL | | 33,22,44,064 | 5,73,72,271 |

Shamray Kulkarni
Sushu



If the company is not able to comply with this export obligation then the company shall be liable to pay custome duty of Rs. 5,73,72,271/-

The company has taken Bank Guarantee from Punjab National Bank in favor of DGFT to the tune of Rs. 73,69,200/- to obtain this Bank Guarantee the company has offered fixed deposit with PNB to the tune of Rs. 18,43,050/-.

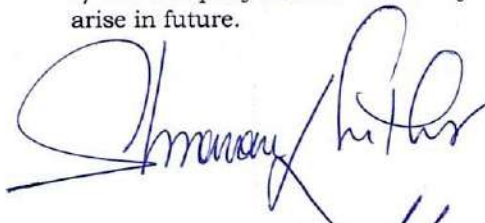

b) The Company has imported Raw Material under Advance Licenses Scheme and is under a legal obligation to export goods within Eighteen Months from the date of license, however the company was not able to fulfil these export obligations, hence the company has made an application to the concerned authority to extent time period to enable it to fulfil the export obligations. This application is not yet decided upon by the concern authority. The details of aforesaid advanced licenses are as follows:

| Sr No | Date of Issue of License | License No | Amount of Goods to be Exported | Amount of duty to be paid |
|-------|--------------------------|------------|--------------------------------|---------------------------|
| 1 | 10-04-2017 | 0310812402 | 1,59,35,805 | 42,44,180 |
| 2 | 10-04-2017 | 0310812403 | 81,30,513 | 21,18,188 |
| 3 | 27-07-2017 | 0310814878 | 4,62,00,000 | 1,14,72,315 |
| | TOTAL | | 7,02,66,318 | 1,78,34,683 |

If the company is not able to comply with this export obligation then the company shall be liable to pay custom duty of Rs. 1,78,34,683/-

The Company has taken Bank Guarantee from Punjab National Bank in favor of DGFT to the tune of Rs. 32,72,000/- to obtain this Bank Guarantee the company has provided fixed deposit with PNB to the tune of Rs. 10,33,000/- as collateral security.

c) The Company has not taken any Group Gratuity Policy or made any provision for likely Gratuity Liabilities which may arise in future.




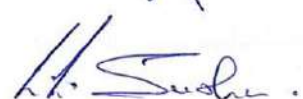
DURLAX TOP SURFACE LIMITED
(Formerly Known as Durlax India Private Limited)
CIN: U74999MH2010PLC202712

Notes to financial statements for the year ended March 31, 2023

Note 2 Share Capital

(₹ in lakhs)

| Sl.No. | Particulars | 31-Mar-23 Rs. | 31-Mar-22 Rs. |
|-----------|---|----------------------|---------------------------------|
| 1 | Share Capital | | |
| a | Authorised | 2,000.00 | 1,000.00 |
| b | Issued, Subscribed and Paid Up Equity Shares | | |
| | 12400701 Equity Shares of Rs. 10 each/-, Fully Paid Up | 1,240.07 | 14.98 |
| | 1,49,819 Shares of Rs.10/- each. | Previous Year | |
| | TOTAL | 1,240.07 | 14.98 |
| c | Reconciliation of the shares outstanding at the beginning and at the end of the reporting period | | |
| | | 31-Mar-23 | 31-Mar-22 |
| | Equity Shares of Rs 10/- Each, Fully paid up | No. | Amount (Rs.) |
| | At the Beginning of the year | 1,49,819 | 14,98,190 |
| | Issued during the period – Bonus issue | 1,16,85,882 | 11,68,58,820 |
| | Issued during the period – sweat equity | - | - |
| | Issued during the year | 5,65,000 | 56,50,000 |
| | At the end of the year | 1,24,00,701 | 12,40,07,010 |
| | | 1,49,819 | 14,98,190 |
| d | Terms/ Rights attached to Equity Shares (eg.Dividend rights, Voting Rights) | | |
| | The Company has only one class of equity shares having a par value of Rs.10/- Per share with voting rights as to dividend and voting. Each Holder of equity shares is entitled to one vote per share. | | |
| | During the year ended 31st March 2023, no dividend is declared. (Previous year - Nil) | | |
| | The Company has issued Bonus Shares to its existing shareholders of Company in the ratio of 78:1 held at the Board Meeting on 22nd December, 2022. | | |
| | The Company has made a Preferential Allotment of 5,65,000 Equity Shares having a face value of Rs. 10/- each fully paid up for the cash at a price of Rs. 30/- per equity share (including a share premium of Rs.20/- per equity shares) aggregating to Rs. 169.5 lakhs held at various Board Meeting 07th January, 2023, 20th February,2023 and 27th February, 2023. | | |
| | In the event of Liquidation of the Company, after distribution of all preferential payments, the holders of equity shares will be entitled to receive the remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholders. | | |
| e | Details of Shareholder holding more than 5% shares of the company: | | |
| | | 31-Mar-23 | 31-Mar-22 |
| | Equity Shares of Rs. 10/- each Held By | No | % Holding in the Class |
| | | No | % Holding in the Class |
| | Shravan Suthar | 83,01,399 | 66.94% |
| | Lalit Suthar | 18,13,129 | 14.62% |
| | Pankaj Suthar | 8,26,893 | 6.67% |
| | Laxmichand Suthar | 8,94,280 | 7.21% |
| | Total | 1,18,35,701 | 95.44% |
| | | 1,05,081 | 70.14% |
| | | 22,951 | 15.32% |
| | | 10,467 | 6.99% |
| | | 11,320 | 7.56% |
| | Total | 1,49,819 | 100% |
| | The above information is as per register of share holders / members. | | |
| f) | Shareholding of promoters | | |
| | Promoter's name | No. of shares | % of total Shares |
| | | | % change during year |
| | Shravan Suthar | 83,01,399 | 66.94% |
| | Lalit Suthar | 18,13,129 | 14.62% |
| | Pankaj Suthar | 8,26,893 | 6.67% |
| | Laxmichand Suthar | 8,94,280 | 7.21% |
| | Total | 1,18,35,701 | 95.44% |
| | | | -3.20% |
| | | | -0.70% |
| | | | -0.32% |
| | | | -0.34% |
| | | | - |
| | | | -4.56% |



DURLAX TOP SURFACE LIMITED
(Formerly Known as Durlax India Private Limited)
CIN: U74999MH2010PLC202712

Notes forming part of the financial statements

(₹ in Lakhs)

Note 3 Reserves and surplus

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|--|----------------------|----------------------|
| (a) Security premium | | |
| Balance at the beginning of the year | 1,250.34 | 1,250.34 |
| Addition during the year | 113.00 | - |
| Utilisation during the year | 1,168.59 | - |
| Balance at the end of the year | 194.76 | 1,250.34 |
| (b) Share Application Money | - | |
| (c) Surplus / (Deficit) in Statement of Profit and Loss | | |
| Opening balance | 57.91 | -67.95 |
| Add: Profit / (Loss) for the year | 262.59 | 125.86 |
| Others | | |
| Closing balance | 320.50 | 57.91 |
| Total | 515.25 | 1,308.25 |

Note 4 Long-Term Borrowings

| Particulars | Non current portion | |
|--|----------------------|----------------------|
| | As at 31 March, 2023 | As at 31 March, 2022 |
| (a) Term loan | | |
| Term Loan | | |
| (e) Loans and advances from related parties | | |
| Secured | | |
| (b) Secured Loan From Bank | | |
| Punjab National Bank | 337.49 | 638.45 |
| Vehicle Loan | | |
| Unsecured loans | | |
| From Directors | 579.23 | 732.29 |
| From Director's Relative | 292.05 | 47.66 |
| From Body Corporates | 486.73 | 519.22 |
| From Banks and FI | 37.42 | - |
| | 1,732.91 | 1,937.63 |

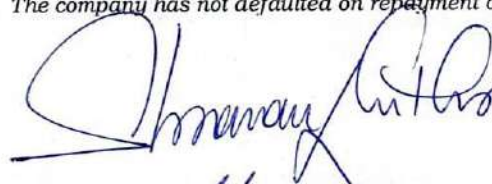
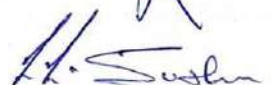

Secured loan

1) The Company has availed term loan facility of INR 554.00 lakhs at the ROI of 14.40% from Punjab National Bank against the charge on Plant & Machinery, Factory Land & Building against the repayment of INR 46.13 Lakhs Quarterly.

2) The Company has availed Working Capital Term Loan (GECL) facility of INR 131.00 lakhs at the ROI of 9.50% from Punjab National Bank against the charge on current assets and personal guarantee against the 12 months as moratorium period and 8.19 Lakhs repayment in 36 Months.

Unsecured Loans received are from Directors & Directors Relative to the company. The terms and conditions of repayment of principal and payment of interest are not specified. Hence, the same is considered as long-term and interest-free.

Unsecured Loans represent from financial institutions and other entities against the interest rate ranging from 6.00% - 17.25% The company has not defaulted on repayment of secured/ unsecured loans and interest during the year.



Note 5 Deferred Tax Liability

(₹ in Lakhs)

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|---|----------------------|----------------------|
| At the beginning of the Accounting Period | 50.06 | 71.70 |
| Add : Addition or reversal | 24.86 | -21.64 |
| Less : Deletion or reversal | - | - |
| Total | 74.92 | 50.06 |

Note 6 Other long-term liabilities

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|-----------------------------------|----------------------|----------------------|
| Security Deposit considered good* | 3.17 | 3.17 |
| Total | 3.17 | 3.17 |

* Security deposit represents trade deposit taken in the normal course of business realisable after twelve months from the reporting period.

Note 7 Long-term provisions

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|---|----------------------|----------------------|
| (a) Provision for employee benefits: | | |
| There are no provisions for employee benefits for current year. | - | - |
| Total | - | - |

Note 8 Short-term borrowings

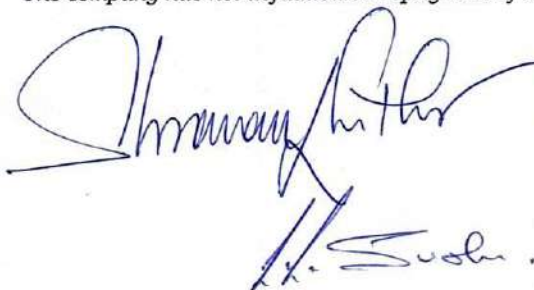
| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|--|----------------------|----------------------|
| (a) Loans repayable on demand | | |
| <u>From Banks- Secured</u> | | |
| Bank Overdraft | 1,021.67 | 1,062.96 |
| Letter of Credit | 617.66 | 617.64 |
| Other Loan repayable within year (Secured and Unsecured) | 318.69 | 311.59 |
| Total | 1,958.02 | 1,992.20 |

Secured loans include Working Capital facilities, secured by Hypothecation of Stocks & Book Debts, Letter of Credit facilities which is cash margin in the Form of FDR @ 15%, GECL & Term Loan facilities secured by a charge on current assets, plant & machinery, factory land & building & personal gurantee

Unsecured loans includes short term credit facilities

The Company has borrowed secured / unsecured loans at the Interest rates ranging between 9.25% - 18.65%

The company has not defaulted on repayment of secured/ unsecured loans and interest during the year.





Note 9 Trade payables

(₹ in Lakhs)

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|---------------------------|----------------------|----------------------|
| a) MSME * | | |
| Less than 1 year | | |
| 1 to 2 Years | | |
| 2 to 3 Years | | |
| More than 3 years | | |
| (b) Disputed dues - MSME* | | |
| Less than 1 year | | |
| 1 to 2 Years | | |
| 2 to 3 Years | | |
| More than 3 years | | |
| c) Others | | |
| Less than 1 year | 1,986.63 | 1,783.71 |
| 1 to 2 Years | 95.46 | |
| 2 to 3 Years | | |
| More than 3 years | | |
| d) Disputed dues - Others | | |
| Less than 1 year | | |
| 1 to 2 Years | | |
| 2 to 3 Years | | |
| More than 3 years | | |
| Total | 2,082.10 | 1,783.71 |

(*Refer Note No 34)

Note 10 Other current liabilities

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|---------------------------|----------------------|----------------------|
| Advance From Customers | 115.48 | 64.47 |
| Employee Related Payables | 17.73 | 14.62 |
| Statutory Liabilities | 30.30 | 14.16 |
| Other Payables | 12.09 | 1.17 |
| Total | 175.60 | 94.41 |

Note 11 Short-term provisions

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|-----------------------------|----------------------|----------------------|
| (a) Provisions for expenses | - | - |
| (b) Provision For Taxation | - | 20.88 |
| Total | - | 20.88 |

Shravan Kumar
H. S. Sule



Note No 12

PROPERTY, PLANT AND EQUIPMENTS & INTANGIBLE ASSETS

(₹ in lakhs)

| Particulars | PROPERTY, PLANT AND EQUIPMENTS | | | | | | INTANGIBLE | | Total |
|---|--------------------------------|--------------|---------------|-------------------|-----------------------------------|-----------------------|-----------------|--|-------|
| | Building | Computers | Motor Vehicle | Plant & Machinery | Furniture and Electrical Fittings | Trade Mark & software | | | |
| COST OR VALUATION | | | | | | | | | |
| At 31 March 2021 | 866.95 | 44.25 | 49.59 | 2,544.62 | 228.80 | 0.38 | 3,734.59 | | |
| Additions | | 1.69 | | 0.20 | 0.26 | 0.54 | 2.69 | | |
| Disposals | 3.87 | | | | | | 3.87 | | |
| Other adjustments | | | | | | | | | |
| At 31 March 2022 | 863.09 | 45.94 | 49.59 | 2,544.82 | 229.06 | 0.92 | 3,733.41 | | |
| Additions | | 1.00 | | 2.57 | | 0.03 | 3.83 | | |
| Disposals | | | | | | | | | |
| Other adjustments | | | | | | | | | |
| At 31 March 2023 | 863.09 | 46.94 | 49.59 | 2,547.39 | 229.28 | 0.95 | 3,737.23 | | |
| DEPRECIATION | | | | | | | | | |
| At 31 March 2021 | 156.87 | 42.44 | 51.51 | 949.44 | 118.22 | 0.35 | 1,318.83 | | |
| Charge for the year | 27.51 | 1.06 | (1.93) | 172.06 | 15.25 | 0.05 | 214.01 | | |
| Disposals | 0.12 | | | | | | 0.12 | | |
| Other adjustments | | | | | | | | | |
| At 31 March 2022 | 184.27 | 43.49 | 49.59 | 1,121.50 | 133.47 | 0.40 | 1,532.73 | | |
| Charge for the year | 24.69 | 1.20 | | 124.62 | 14.58 | 0.05 | 165.14 | | |
| Disposals | | | | | | | | | |
| Other adjustments | | 1.93 | 2.48 | | | | 4.41 | | |
| At 31 March 2023 | 208.96 | 42.76 | 47.11 | 1,246.12 | 148.05 | 0.46 | 1,693.45 | | |
| NET BLOCK - Property, Plant & Equipments | | | | | | | | | |
| At 31 March 2022 | 678.82 | 2.45 | - | 1,423.31 | 95.58 | | 2,200.17 | | |
| At 31 March 2023 | 654.13 | 4.19 | 2.48 | 1,301.27 | 81.23 | | 2,043.29 | | |
| NET BLOCK - Intangible assets | | | | | | | | | |
| At 31 March 2022 | | | | | | | 0.52 | | |
| At 31 March 2023 | | | | | | | 0.49 | | |



Shamray Lal
A. S. Suman

Note 13 Non-current investments

(₹ in Lakhs)

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|--------------|----------------------|----------------------|
| | - | - |
| Total | - | - |

Note 14 Long-term loans and advances

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|------------------------------------|----------------------|----------------------|
| Security Deposits considered good* | 12.85 | 12.85 |
| Total | 12.85 | 12.85 |

* Security deposit represents utility, fixed deposit under CST given in the normal course of business realisable after twelve months from the reporting period.

Note 15 Other non-current assets

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|------------------------|----------------------|----------------------|
| Pre operative expenses | 27.03 | 43.84 |
| MAT Credit | - | 6.90 |
| Fixed Deposits | 45.06 | 43.05 |
| Total | 72.09 | 93.78 |

Note 16 Current investments

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|--------------|----------------------|----------------------|
| | - | - |
| Total | - | - |

Note 17 Inventories

(At lower of cost and net realisable value)

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|----------------------|----------------------|----------------------|
| (a) Raw materials | 820.57 | 453.74 |
| (b) Work-in-progress | 345.02 | 248.21 |
| (c) Finished goods | 2,156.99 | 1,692.67 |
| (d) Recyclable Stock | 525.63 | 621.92 |
| Total | 3,848.21 | 3,016.54 |

Shrawan Patil
A. S. Sule



Note 18 Trade receivables

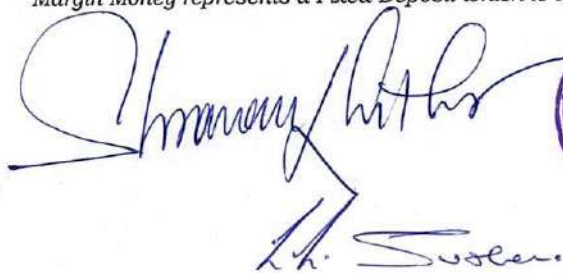
(₹ in Lakhs)

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|-------------------------------------|----------------------|----------------------|
| a) Undisputed, considered good | | |
| Less than 6 months | 1,471.28 | 1,380.94 |
| 6 months and 1 Year | 115.98 | 235.31 |
| 1 to 2 Years | - | - |
| 2 to 3 Years | - | - |
| More than 3 years | - | - |
| (A) | 1,587.26 | 1,616.25 |
| b) Undisputed, considered doubtful | | |
| Less than 6 months | - | - |
| 6 months and 1 Year | - | - |
| 1 to 2 Years | - | - |
| 2 to 3 Years | - | - |
| More than 3 years | - | - |
| Less : Provision for Doubtful debts | - | - |
| (B) | - | - |
| c) Disputed, considered good | | |
| Less than 6 months | | |
| 6 months and 1 Year | | |
| 1 to 2 Years | | |
| 2 to 3 Years | | |
| More than 3 years | | |
| (C) | | |
| d) Disputed, considered doubtful | | |
| Less than 6 months | | |
| 6 months and 1 Year | | |
| 1 to 2 Years | | |
| 2 to 3 Years | | |
| More than 3 years | | |
| Less : Provision for Doubtful debts | | |
| (D) | | |
| Total | 1,587.26 | 1,616.25 |

Note 19 Cash and Bank Balance

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|------------------------------|----------------------|----------------------|
| (a) Cash on hand | 0.40 | 7.97 |
| (b) Cheques, drafts on hand | - | - |
| (c) Balances with banks | | |
| (i) In current accounts | 3.56 | 1.51 |
| (ii) Margin Money with Bank* | 94.14 | 93.51 |
| Total | 98.10 | 102.99 |

*Margin Money represents a Fixed Deposit which is a lien against the Letter of Credit





Note 20 Short-term loans and advances

(₹ in Lakhs)

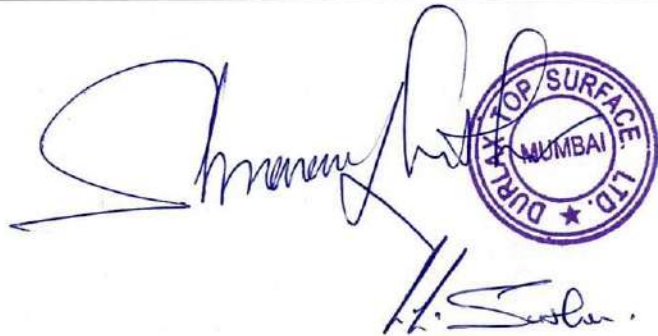
| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|----------------------------|----------------------|----------------------|
| Unsecured, considered good | 13.17 | 13.06 |
| Total | 13.17 | 13.06 |


Note 21 Other current assets

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 |
|----------------------------------|----------------------|----------------------|
| Prepaid Expenses | 10.36 | 5.55 |
| Gst Credit | 44.52 | 69.27 |
| Advance to Creditors | 32.81 | 53.36 |
| Balance with Revenue Authorities | 9.45 | 5.45 |
| Other Current Assets | 9.45 | 15.52 |
| Total | 106.58 | 149.14 |

Note 22 Revenue from operations

| Particulars | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|---|--------------------------------------|--------------------------------------|
| Sale of products @ (Refer Note (i) below) | 6,673.83 | 4,735.82 |
| Sale of services @ (Refer Note (ii) below) | - | - |
| Other operating revenues # (Refer Note (iii) below) | - | - |
| | 6,673.83 | 4,735.82 |
| <u>Less:</u> | | |
| GST | - | - |
| Total | 6,673.83 | 4,735.82 |







Note 23 Other income

(₹ in Lakhs)

| Particulars | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|----------------------------------|--------------------------------------|--------------------------------------|
| Interest Income | 8.50 | 5.99 |
| Foreign Exchange Difference Gain | - | |
| Sundry Balances w/off | 0.12 | |
| MAT Credit | - | |
| Other Income | 1.76 | |
| Total | 10.37 | 5.99 |

Note 24.a Cost of materials consumed

| Particulars | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|---------------------------|--------------------------------------|--------------------------------------|
| Opening stock | 453.74 | 251.68 |
| Add: Purchases | 6,112.29 | 4,223.47 |
| | 6,566.03 | 4,475.14 |
| Less: Closing stock | 820.57 | 453.74 |
| Cost of material consumed | 5,745.46 | 4,021.41 |
| Total | 5,745.46 | 4,021.41 |

Note 24.b Purchase of traded goods

| Particulars | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|--------------|--------------------------------------|--------------------------------------|
| Purchase | - | - |
| Total | - | - |

Note 24.c Changes in inventories of finished goods, work-in-progress and stock-in-trade

| Particulars | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|--|--------------------------------------|--------------------------------------|
| <u>Inventories at the end of the year:</u> | | |
| Finished goods | 2,156.99 | 1,692.67 |
| Work-in-progress | 345.02 | 248.21 |
| Recyclable Stock | 525.63 | 621.92 |
| | 3,027.64 | 2,562.81 |
| <u>Inventories at the beginning of the year:</u> | | |
| Finished goods | 1,692.67 | 1,438.08 |
| Work-in-progress | 248.21 | 146.55 |
| Recyclable Stock | 621.92 | 621.92 |
| | 2,562.81 | 2,206.54 |
| Net (increase) / decrease | -464.84 | -356.26 |

Note 25 Employee benefits expense

| Particulars | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|--|--------------------------------------|--------------------------------------|
| Directors Remuneration | 48.00 | - |
| Salaries and wages | 95.68 | 82.86 |
| Contributions to provident and other funds | 9.85 | 8.21 |
| Staff welfare expenses | 3.41 | 0.52 |
| Total | 156.94 | 91.59 |






Note 26 Finance costs

(₹ in Lakhs)


| Particulars | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|------------------------|--------------------------------------|--------------------------------------|
| Processing fees (Loan) | 1.80 | 14.59 |
| Interest Expenses on | | |
| Car Loan | 0.01 | 0.21 |
| Term Loan | 97.71 | 102.97 |
| Cash Credit | 143.60 | 113.49 |
| Business Loan | 46.45 | 23.15 |
| Bill Discounting | 14.89 | 9.64 |
| Bank Charges | 29.71 | 23.57 |
| Other Finance Cost | 9.71 | 39.42 |
| Total | 343.88 | 327.03 |

Note 27 Other expenses

| Particulars | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|---------------------------------------|--------------------------------------|--------------------------------------|
| Manufacturing Expenses | 247.08 | 140.79 |
| Other Expenses | | |
| Advertising Expenses | - | 0.57 |
| Audit Fees | 3.19 | 1.25 |
| Bad Debts | - | - |
| Business Promotion Expenses | 17.14 | 5.96 |
| Commission Expenses | 4.26 | 2.89 |
| Computer And Internet Expenses | 0.35 | 1.06 |
| Courier & Postage Charges | 4.75 | 4.38 |
| Discount Charges | 9.05 | 2.26 |
| Foreign Exchange Fluctuation | 5.16 | 3.57 |
| Fuel Charges & Vehicle Expenses | 3.45 | 6.96 |
| Insurance | 10.67 | 9.91 |
| Legal Fees | 0.42 | 1.04 |
| Miscellaneous Expenses | 8.81 | 6.74 |
| Office Expenses | 13.26 | 27.74 |
| Power & Electricity Expenses | 1.65 | 1.48 |
| Printing & Stationery | 12.79 | 2.81 |
| Professional Fees | 15.30 | 42.04 |
| Recruitment Charges | 0.54 | 0.29 |
| Rent Rates & Taxes | 12.33 | 7.38 |
| Repairs & Maintenance Expenses | 6.52 | 2.26 |
| Telephone, Mobile & Internet Expenses | 2.59 | 2.56 |
| Tours & Travels Expense | 48.73 | 22.60 |
| Pre-operative Expenses Written Off | 16.81 | 22.49 |
| Stamp Duty, Registration Fees Paid | 9.50 | - |
| Listing Expenses | 0.24 | - |
| Total | 454.59 | 319.04 |

Note 28 Earning per equity shares

| Particulars | For the year ended 31 March, 2023 | For the year ended 31 March, 2022 |
|-----------------------------------|--------------------------------------|--------------------------------------|
| Net Profit after Tax | 2,62,58,875.78 | 1,25,85,836.90 |
| Weighted Average number of Shares | 1,19,38,113 | 1,18,35,701 |
| Earing Per Shares (EPS) | 2.20 | 1.06 |

(Signature)


(Signature)


Note No 29 : Related Party Transactions

List of Related Party, as disclosed by Management :-

Key Managerial Persons and their Relatives

1. Shravan Suthar- Managing Director
2. Lalit Suthar- Whole Time Director
3. Sunil Khalate- CFO
4. Narayan Uttam Samantra- Independent Director
5. Abhishek Bansal- Independent Director
6. Roxy Rajendra Teniwal- Independent Director
7. Pankaj Suthar- Relative of Directors
8. Honey Bansal- Company Secretary
9. Laxmichand Suthar- Relative of Directors
10. Urmila Suthar- Relative of Directors

Entities in which KMP are interested

1. Laxmichand Suthar HUF
2. Neev Furnitech
3. Kuber Trading
4. Ardent Projects

(₹ in lakhs)

| Particulars | 31st March, 2023 | 31st March, 2022 |
|--|------------------|------------------|
| Part A : Transaction during the year/period | | |
| Borrowings / Advances Received: | | |
| Shravan Suthar | 393.04 | 266.84 |
| Lalit Suthar | 72.04 | 9.5 |
| Laxmichand Suthar | 24.24 | 31.53 |
| Neev Furnitech | 31 | - |
| Urmila Suthar | - | 2.5 |
| Kuber Trading | 0.89 | 7 |
| Pankaj Suthar | 50.03 | 2.58 |
| | | |
| Borrowings / Advances Repaid | | |
| Shravan Suthar | 367.8 | 528.4 |
| Lalit Suthar | 50.17 | 34.82 |
| Laxmichand Suthar | 22.74 | 8.72 |
| Neev Furnitech | 42.25 | 6.83 |
| Urmila Suthar | 0.015 | 0.02 |
| Kuber Trading | - | 6.1 |
| Pankaj Suthar | 0.58 | 55.02 |
| | | |
| Managerial Remuneration | | |
| Lalit Suthar | 18 | - |
| Shravan Suthar | 30 | |
| | | |
| Sales: | | |
| Ardent Projects | 18.71 | 53.16 |
| Neev Furnitech | 0.62 | - |

Shravan Suthar
H. Suthar



| Particulars | 31st March, 2023 | 31st March, 2022 |
|--|------------------|------------------|
| Rent: | | |
| Laxmichand Suthar | 2.25 | 3 |
| Shravan Suthar | 9.3 | 0.6 |
| | | |
| Purchase: | | |
| Ardent Projects | 28.42 | 0.66 |
| | | |
| Closing balances at the end of year / period: | | |
| Loans & Advances Receivable: | | |
| Lalit Suthar | 2.44 | 24.31 |
| Pankaj Suthar | 2.98 | 52.43 |
| | | |
| Expenses Payable | | |
| Shravan Suthar | 11.03 | 0.05 |
| | | |
| Debtors | | |
| Ardent Projects | - | 18.18 |
| Neev Furnitech | - | - |
| | | |
| Creditors | | |
| Ardent Projects | 1.58 | - |
| | | |
| Long-Term Borrowings: | | |
| Shravan Suthar | 579.23 | 553.98 |
| Lalit Suthar | - | - |
| Laxmichand Suthar | 256.55 | 255.05 |
| Neev Furnitech | 0.5 | 11.77 |
| Laxmichand Suthar HUF | 32.52 | 32.52 |
| Urmila Suthar | 2.46 | 2.48 |
| Kuber Trading | - | 0.89 |

Shravan Suthar





DURLAX TOP SURFACE LIMITED
(Formerly Known as Durlax India Private Limited)
CIN: U74999MH2010PLC202712

Note on Financial Statement for the year ended 31st March 2023

30 Event occurring after the Balance Sheet Date

To the best of knowledge of the management, there are no events occurring after the Balance sheet date that provide additional information materially affecting the determination of the amount relating to the conditions existing at the Balance sheet date that requires adjustment to the Assets or Liabilities of the Company.

- 31 In the opinion of the board and as certified by the management, all expenses charged to revenue and cash transaction entered into are genuine and have been solely and exclusively incurred for the business of the Company
- 32 In the opinion of the Board the Current Assets, Loans & Advances are realisable in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet. The provision for all known liabilities is adequate and not in excess of amount reasonably necessary.
- 33 Some of Trade Receivables, Trade Payables, Loans and advances and other current and non current are subject to confirmation and reconciliation. Consequential adjustment thereof, if any, will be given effect into the books of accounts in the year of such adjustment.

34 Micro and Small Enterprises

| Particulars | As at 31st March, 2023 | As at 31st March, 2022 |
|--|------------------------|------------------------|
| Amount due to vendor | - | - |
| a) the principal amount and the interest due thereon | - | - |
| b) the amount of interest paid | - | - |
| c) the amount of interest due and payable | - | - |
| d) the amount of interest accrued and remaining unpaid | - | - |
| e) the amount further interest remaining due and payable | - | - |

35 Other statutory information

- i) The Company has not traded or invested in crypto currency or virtual currency during the year.
- ii) The Company does not have any benami property held in its name. No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- iii) There is no income surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961 (such as search or survey), that has not been recorded in the books of account.
- iv) The Company does not have any charges or satisfaction of charges which is yet to be registered with Registrar of Companies beyond the statutory period.
- v) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
(a) 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
(b) Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- vi) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
(a) 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
(b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries
- vii) The Company has not been declared wilful defaulter by any banks / financial institution or government or any government authority.






- viii) The Company has not revalued its property, plant and equipment (including right of use assets) or intangible assets during the current year or previous year.
- ix) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act 2013 read with Companies (Restrictions on number of Layers) Rules, 2017.
- x) The Company has not obtained any term loans from banks and financial institution during the year.
- xi) The Company does not have any transactions and outstanding balances during the current as well previous year with Companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

36 Ratios : As per Annexure "A"

37 Figures of the previous year have been regrouped, reclassified and/or rearranged whenever necessary to compare with the figures of the current year.

Signatures to Notes 1 to 37

As per our report of even date

For N K Mittal & Associates

Chartered Accountants,

Firm Registration Number : 113281W



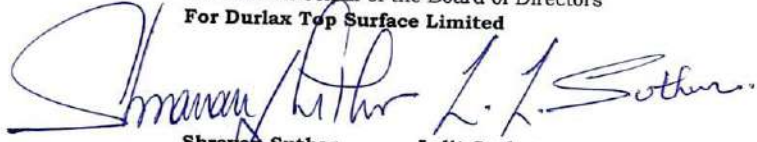
N K Mittal

Partner

Membership Number : 046785

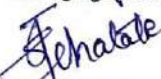


For and on behalf of the Board of Directors
For Durlax Top Surface Limited

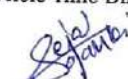


Shrawan Suthar
Managing Director

Lalit Suthar
Whole Time Director



Sumit Khalate
Chief Financial Officer



Sejal Solanki
Company Secretary



Place : Mumbai

Date: 04th July, 2023

Place : Mumbai

Date: 04th July, 2023

DURLAX TOP SURFACE LIMITED
(Formerly Known as Durlax India Private Limited)

* Notes forming part of the financial statements

Annexure "A"

Financial Ratio

| Particulars | As at 31 March, 2023 | As at 31 March, 2022 | Difference | Reason |
|--------------------------------------|----------------------|----------------------|------------|---|
| (a) Current Ratio | 1.34 | 1.26 | 6.54% | NA |
| (b) Debt-Equity Ratio | 3.43 | 4.45 | -22.76% | NA |
| (c) Debt Service Coverage Ratio | 1.61 | 1.49 | 7.79% | NA |
| (d) Return on Equity Ratio | 0.17 | 0.10 | 70.83% | Return on equity improved with improvement in operating margins during the year |
| (e) Inventory turnover ratio | 1.67 | 1.47 | 13.94% | NA |
| (f) Trade Receivables turnover ratio | 4.17 | 4.45 | -6.46% | NA |
| (g) Trade payables turnover ratio | 3.16 | 3.49 | -9.43% | NA |
| (h) Net capital turnover ratio | 4.64 | 4.70 | -1.31% | NA |
| (i) Net profit ratio | 3.93% | 2.66% | 48.05% | Net profit ratio improved over the previous year with an improvement in business volumes. |
| (j) Return on Capital employed | 0.11 | 0.09 | 34.12% | Increase in profit realisation per rupee of investment. |
| (K) Return on Investment | NA | NA | NA | |

| Ratio Analysis | Numerator | Mar-23 | | Mar-22 | | Denominator | Mar-23 | | Mar-22 | |
|---|---|---------------------------------------|--|--|---|---|-----------|-----------|--------|-------|
| | | Rs in lakhs | Rs in lakhs | Rs in lakhs | Rs in lakhs | | 31-Mar-23 | 31-Mar-22 | | |
| 1 Current Ratio | Current Assets Inventories Trade Receivables Cash and Bank balances Short-term loans and advances Other current assets | 3,848 1,587 98 13 107 | 3,017 1,616 103 13 149 | Current Liabilities Short-term borrowings Trade payables Other current liabilities Short-term provisions Any other current liabilities | 1,958 2,082 176 - 4,216 | 1,992 1,784 94 21 3,891 | | | 1.34 | 1.26 |
| 2 Debt Equity Ratio | Total Liabilities Total Outside Liabilities | 5,653 6,027 | 4,898 5,882 | Shareholder's Equity Total Shareholders Equity | 1,755 | 1,323 | | | 3.43 | 4.45 |
| 3 Debt Service Coverage Ratio (For Ind AS Companies Profit before OCI) | Net Operating Income Net Profit after tax + non-cash operating expenses like depreciation and other amortizations + Interest+other adjustments like loss on sale of fixed assets etc. | 767 | 667 | Debt Service Current Debt Obligation (Interest & Lease payment+ Principal Repayment). | 478 | 448 | | | 1.6 | 1.5 |
| 4 Return on Equity Ratio | Profit for the period Net Profit after taxes - preference dividend (if any) | 263 | 126 | Avg. Shareholders Equity (Beginning shareholders' equity + Ending shareholders' equity) / 2 | 1,539 | 1,260 | | | 0.17 | 0.10 |
| 5 Inventory Turnover Ratio | Cost of Goods sold (Opening Stock + Purchases) - Closing Stock | 5,745 | 4,021 | Average Inventory (Opening Stock + Closing Stock)/2 | 3,432 | 2,737 | | | 1.7 | 1.5 |
| 6 Trade Receivables Turnover Ratio | Net Credit Sales Credit Sales | 6,674 | 4,736 | Average Trade Receivables (Beginning Trade Receivables + Ending Trade Receivables) / 2 | 1,602 | 1,063 | | | 4.2 | 4.5 |
| 7 Trade Payables Turnover Ratio | Total Purchases Annual Net Credit Purchases | 6,112 | 4,223 | Average Trade Payables (Beginning Trade Payables + Ending Trade Payables) / 2 | 1,933 | 1,210 | | | 3.16 | 3.49 |
| 8 Net Capital Turnover Ratio | Net Sales Total Sales - Sales Return | 6,674 | 4,736 | Average Working Capital Current Assets - Current Liabilities | 1,438 | 1,007 | | | 4.64 | 4.70 |
| 9 Net Profit Ratio | Net Profit Profit After Tax | 263 | 126 | Net Sales Sales | 6,674 | 4,736 | | | 3.93% | 2.66% |
| 10 Return on Capital employed | EBIT Profit before Interest and Taxes | 631 | 452 | Capital Employed * Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability | 5,524 | 5,306 | | | 0.11 | 0.09 |
| 11 Return on Investment | Return/Profit/Earnings | 263 | 126 | Investment ** | 5,446 | 5,253 | | | 0.05 | 0.02 |

(Handwritten signature)
H. Suthar



DURLAX TOP SURFACE LIMITED

(Formerly known as Durlax Top Surface Private Limited)

DIRECTOR'S REPORT 2022 - 2023

COMPANY INFORMATION

BOARD OF DIRECTORS

| Sr. No | Name of The Director | DIN | Designation | Date of Appointment |
|--------|------------------------|----------|----------------------|---------------------|
| 1. | Shravan Suthar | 02985316 | Managing Director | 03/05/2010 |
| 2. | Lalit Suthar | 02985324 | Whole Time Director | 03/05/2010 |
| 3. | Abhishek Bansal | 09790993 | Independent Director | 21/11/2022 |
| 4. | Roxy Teniwal | 09801276 | Independent Director | 21/11/2022 |
| 5. | Narayan Uttam Samantra | 09798498 | Independent Director | 21/11/2022 |

REGISTERED OFFICE ADDRESS:

301, Jaisingh Commonsplace, Dayal Das Road,
FP362 W.E.Highway, Vile Parle East Mumbai
MH 400057 IN

AUDITORS

N.K Mittal and Associates

NOTICE OF ANNUAL GENERAL MEETING:

Notice is hereby given that the Annual General Meeting of the Shareholders of DURLAX TOP SURFACE LIMITED will be held on 27th September 2023 at 12.00 noon, to be held at registered office address of the company to transact the following business: -

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the company for the financial year ended 31st March, 2023 together with the Report of the Directors and the Auditors thereon.
2. Appointment of Auditors

Note: A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the company.

DIRECTOR'S REPORT

To,

The Members,

Your Director's have pleasure in presenting their Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31, 2023.

1. Financial summary or highlights/Performance of the Company (Standalone)

The Board's Report shall be prepared based on the standalone financial statements of the company. During the year the company has earned net profit of 2,62,58,876/-. Which is higher than the previous year's profits

Directors are confident that they will be expanding their business operations and earn better profits in coming years.

Financial Results

The highlights of financial results of the company are as follows: -

| Particulars | (Rs) | (Rs) |
|--|------------------------------------|------------------------------------|
| | For the financial year 2023 (FY23) | For the financial year 2022 (FY22) |
| Operating Revenues / Turnover | 66,73,82,690 | 47,35,82,255 |
| Profit before Exceptional and extra ordinary items | 2,87,44,413 | 1,25,10,376 |
| Current Tax Expense | - | 20,88,232 |
| Deferred Tax | 24,85,537 | -21,63,692 |
| Profit for the Year End | 2,62,58,876 | 1,25,85,836 |

2. Number of Board Meetings

Thirteen board meetings were held during the financial year.

3. Change in the nature of business, if any

There is no change in the nature of business.

4. Share Capital

i. The Authorized Share Capital of the company on 31st March 2023 was Rs. 20,00,00,000 (Twenty Crores) and the Paid-up Equity Share Capital as on 31st March, 2023 was ₹ 12,40,07,010 (Twelve Crore Forty Lakhs Seven Thousand and Ten Only) divided into 1,24,00,701 shares of ₹ 10 each

ii. During the year under review, the Company has not issued shares with differential voting rights nor has granted any stock options as sweat equity.

iii. During the year the company has reclassified its existing Preference Share Capital of 5,00,00,000 (Five Crore Rupees) having 50,00,000 (Fifty Lakh) Equity Shares of Rs 10 Each into Equity Share Capital of Rs. 5,00,00,000 having 50,00,000 Equity Shares of Rs 10 Each.

iv. As on 31st March 2023, none of the Directors of the Company hold instruments convertible into equity shares of the Company.

5. Buy back of securities

The Company has not bought back any of its securities during the year under review.

6. Sweat equity

The Company has not issued any Sweat Equity Shares during the year under review.

7. Bonus shares

Bonus Shares were issued during the year under review on 22nd December 2022 and the same were allotted to the shareholders on 26th December 2022. The no of shares issued were 1,16,85,882. The proportion for Bonus issues was 1:78 i.e for each share 78 shares were allotted.

8. Preferential Issue

Shares were allotted on preferential basis at a issue price of Rs. 30 including premium of Rs. 20 on the following dates

| Board meeting date for issue | Board Meeting date for allotment | No of shares allotted |
|------------------------------|----------------------------------|-----------------------|
| 6th January, 2023 | 7th January 2023 | 4,00,000 |
| 20th February, 2023 | 27th February 2023 | 104000 |
| 27th February 2023 | 17th March 2023 | 61000 |

9. Employees stock option plan

The Company has not provided any Stock Option Scheme to the employees.

10. Loans, guarantees & investments

Details of loan, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 if any are given in the notes to Financial Statements.

11. Deposits

The Company has not accepted any deposit from the public falling within the ambit of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014, or under Chapter V of the Act.

12. Related party transactions

The Company if entered into any contracts or arrangements with related parties referred to in Section 188(3) of the Companies Act, 2013, are mentioned in notes to financial statements. There exist no transactions with related parties except to those indicated out in notes to accounts.

All contracts/ transactions/arrangements entered by the Company during the financial year with the related parties were in ordinary course of business and on an arm's length basis.

13. Finance and accounts

Your Company prepares its financial statements in compliances with the requirements of the Companies Act, 2013 and the Generally Accepted Accounting Principles (GAAP) in India. The financial statements have been prepared on historical cost basis. The estimates and judgments relating to the financial statements are made on a prudent basis, so as to reflect in a true and fair manner, the form and substance of transactions and reasonably present the Company's state of affairs, for the year. There is no audit qualification in financial statements by the statutory auditors for the year under review.

14. Board Meetings

During the Financial Year 2022-23, the Company held 13 board meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings.

| SN | Date of Meeting | No. of Directors Present |
|-----|--------------------------------|--------------------------|
| 1. | 17th June 2022 | 4 |
| 2. | 05th August 2022 | 4 |
| 3. | 5th September, 2022 | 4 |
| 4. | 15th October, 2022 | 2 |
| 5. | 19th November, 2022 | 2 |
| 6. | 22nd December 2022 | 5 |
| 7. | 26th December 2022 | 5 |
| 8. | 06th January 2023 | 5 |
| 9. | 07 th January 2023 | 5 |
| 10. | 25 th January 2023 | 5 |
| 11. | 20th February 2023 | 5 |
| 12. | 27 th February 2023 | 5 |
| 13. | 17th March 2023 | 5 |

15. Annual General Meeting

The Annual General Meeting of the company held on 30th September, 2022 during the year.

16. Extra Ordinary General Meeting

As per Section 100 of Companies Act, 2013, Company had held Six Extra Ordinary General Meeting for the financial year 2022-23

| Sr.No | Date of Meeting |
|-------|-----------------|
| 1. | 21/11/2022 |
| 2. | 24/12/2022 |
| 3. | 07/01/2023 |
| 4. | 27/01/2023 |
| 5. | 23/02/2023 |
| 6. | 28/02/2023 |

17. Corporate Governance Committee Meetings

Audit committee, Nomination and Remuneration Committee, Stakeholders Relationship committees were formed during the year under review. Meeting of Audit Committee, Nomination and Remuneration Committee and Stakeholder Relationship Committee was held at the registered office of the company.

18. Change in Management

Mr. Shravan Suthar was re-designated as Managing director of the company and Mr. Lalit Suthar was redesignated as whole-time director of the company. Mr. Pankaj Suthar and Mr. Laxmichand Suthar resigned from directorship during the year w.e.f 12th October 2022 due to other occupancies. Ms. Honey Bansal was appointed as company secretary and compliance officer. Mrs Megha Chittora was appointed as CFO of the company during the year.

3 Independent Non-executive directors of the company were appointed during the year under review:

- i. Abhishek Bansal
- ii. Roxy Teniwal
- iii. Narayan Uttam Samantra

| Name of Director | Designation | Date | Event |
|------------------|-------------|------------|--|
| Shravan Suthar | Director | 07/01/2023 | Change of designation to Managing Director |
| Lalit Suthar | Director | 07/01/2023 | Change of designation to Whole time director |

| | | | |
|------------------------|----------------------|------------|-------------|
| Abhishek Bansal | Independent Director | 21/11/2022 | Appointment |
| Roxy Teniwal | Independent Director | 21/11/2022 | Appointment |
| Narayan Uttam Samantra | Independent Director | 21/11/2022 | Appointment |
| Megha Chittora | CFO | 21/11/2022 | Appointment |
| Honey Bansal | CS | 07/01/2023 | Appointment |

Declaration by Independent director's declaration

Independent Directors of the Company have given declaration that they meet the criteria of independence and also affirmed compliance regarding online registration with the 'Indian Institute of Corporate Affairs' (IICA) for inclusion of name in the databank of Independent Directors. With regard to proficiency of the Independent Directors, ascertained from the online proficiency self-assessment test conducted by the Institute, as notified under sub-section (1) of section 150 of the Act, the Independent Directors have confirmed that they are exempt from appearing in the test or they have passed the exam as required by the institute.

19. Statutory Auditors

Pursuant to the provisions of Section 139 of the Companies Act, 2013, and Rules made thereunder M/s M A Y and ASSOCIATES resigned as the Statutory Auditors of the company and thereafter N K Mittal and Associates were appointed as auditors of the company for the FY 2022 - 2023

Subject to the approval of the Members in ensuing Annual General Meeting, the Board of Directors of the Company at their meeting has recommended the appointment of N.K Mittal and Associates as the Statutory Auditors of the Company pursuant to Section 139 of the Companies Act, 2013

Accordingly, the Board recommends the resolution in relation to reappointment of Statutory Auditors, for the approval by the shareholders of the Company.

20. Disclosure in terms of the Sexual Harassment of Women at Workplace (Prevention, Prohibition And Redressal) Act, 2013

The Company took all necessary measures to ensure a harassment free workplace and has instituted an Internal Complaints Committee for redressal of complaints and to prevent sexual harassment. No complaints relating to sexual harassment were received during the year.

21. Directors' Responsibility Statement

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134 (3) (c) of the Companies Act, 2013:

- a. That in the preparation of the annual financial statements for the year ended 31st March, 2023, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b. That such accounting policies as mentioned in the Notes to the Financial Statements have been selected and applied consistently and judgement and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2023 and of the profit of the Company for the year ended on that date;
- c. That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. That the annual financial statements have been prepared on a going concern basis;
- e. That proper internal financial controls were in place and that the financial controls were adequate and were operating effectively;
- f. That systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

22. Material orders

In pursuance to Rule 8(5)(vii) of the Companies (Accounts) Rules, 2014, no significant or material orders were passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

23. Conservation of energy, research & development, technology absorption

A) Conservation of Energy:-

- i. The Company has taken all effective steps to conserve the energy by installing latest equipment's for conservation of energy. As a stand-by arrangement in case of no supply of electricity, the Company has installed generator set.
- ii. The cumulative effect of the Energy conversations steps taken by the Company has considerably reduced the consumption of Energy and saved the cost.
- iii. The Company's per unit consumption of Electricity is as follows

| Particulars | Year (2022-2023) | Year (2021-2022) |
|--------------------------------------|---------------------|---------------------|
| Total amount of electricity consumed | 52,28,718 | 37,14,168/- |

B)Technology Absorption and Expenditure on Research & Development:-

The Company has not deployed any indigenous technology to manufacture its products. The Company has not taken any steps to upgrade its technology to improve the quality of its product so as to make same cost effective and compete in international market.

C)Foreign Exchange Earnings and Outgo

Export: 2,28,12,859/-

Import: 3,90,79,466/-

24. Subsidiary / Joint Venture/Associate Companies

Company doesn't have any subsidiaries or joint ventures or associate companies as on the report date as defined under the companies act, 2013.

25. Risk Management

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

26. Directors Remuneration

Directors Remuneration is paid as per the clauses of Companies Act 2013. The remuneration to be paid Managing director and Whole time director was proposed by nomination and remuneration committee during the year and the same was approved by members in subsequent general meeting.

27. Risk Management

There is a continuous process for identifying, evaluating and managing significant risks

faced through a risk management process designed to identify the key risks facing business. During the year a risk analysis and assessment was conducted and no major risks were noticed.

28. Internal Financial Control and Their Adequacy:

The company has in place adequate, internal financial controls commensurate with the size, scale and complexity of its operations. The Company has adopted accounting policies, which are in line with the accounting standards and the Companies Act, 2013.

29. Reporting of frauds:

There have been no instances of fraud reported by the Statutory Auditors under Section 143(12) of the Companies Act, 2013 and the Rules made thereunder either to the Company or to the Government.

30. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future:

There was no significant or material order passed by any regulator or court or tribunal, which impacts the going concern status of the Company or will have bearing on company's operations in future.

31. Material changes and commitments, if any, affecting the financial position of the company which has occurred between the end of the financial period of the company to which the financial statements relate and the date of the report:

There were no material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial period of the company to which the financial statements relate and the date of the report.

32. Secretarial Standard:

The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively.

33. Web link of annual return

The Company's financials and annual returns are posted on its website <https://www.durlax.com/>

34. Acknowledgements:

The Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. The Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, staff and Workers of the Company.

Date: 25th September, 2023
Place: Mumbai



Signature
Director: Lalit Suthar
DIN: 02985324



Signature
Director: Shrawan Suthar
DIN: 02985316