

*Shri Vardhman Ornaments  
Private Limited*

*Statutory Audit Report  
F.Y. 2022-23*

--: Auditors :--

Rakshit M. Shah & Co.  
Chartered Accountants  
401, Wall Street -1, Opp. Orient Club,  
Near Gujarat College, Ellisbridge,  
Ahmedabad - 380006



## Independent Auditor's Report

To the Members of Shri Vardhman Orna Private Limited

### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Shri Vardhman Orna Private Limited** ('the Company'), which comprise the balance sheet as at **31st March, 2023**, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

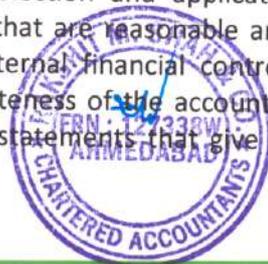
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **31<sup>st</sup> March 2023** and its profit for the year ended on that date.

### Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate 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 standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- 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.

## Report on Other Legal and Regulatory Requirements

1. The report include a statement on the matters specified in paragraphs 3 & 4 of the Companies (Auditor's Report) Order, 2020 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, since in our opinion and according to information and explanation given to us, the said Order is applicable to the company.
2.
  - (A) 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 and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
    - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
    - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
    - (f) in our opinion with respect to internal financial control , the section 143(3)(i) is not applicable to the Company.
  - (B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - a. The Company does not have any pending litigation which would impact its financial position.
    - b. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
    - c. There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the company.
    - d. (i) The management has represented that, to the best of its knowledge and belief, no



funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries.

(iii) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub- clause (d) (i) and (d) (ii) contain any material mis-statement.

e. The dividend has neither declared nor paid during the year by the Company.

(C) With respect to the matters to be included in the Auditor's Report under section 197(16) of the Act:

In our opinion and to the best of our information and according to the explanations given to us, the limit prescribed by section 197 for maximum permissible managerial remuneration is not applicable to a private limited company.

FOR, RAKSHIT M. SHAH & CO.  
CHARTERED ACCOUNTANTS  
FRN: 127338W

  
RAKSHIT M. SHAH  
PARTNER  
M. NO.: 123368  
UDIN: 23123368BGSDXN5492



PLACE: AHMEDABAD  
DATE: 07.09.2023

**"Annexure - A" to the Auditors' Report**

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended **31<sup>st</sup> March 2023**, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipments
- (b) The Company has a regular program of physical verification of its Property, Plant and Equipments. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are not held in the name of the Company. As the company has taken immovable property on rent.
- (d) 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 not revalued its Property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the year.
- (e) 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 initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made there under.
- ii. (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory.
- (b) 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 sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets and The quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.
- iii. The Company has not granted any loans to bodies corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for any business activities carried out by the Company.



- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the book of account in respect of undisputed statutory dues including goods and service tax, provident fund, income-tax, duty of customs, cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.
- (b) According to the information and explanations given to us, there were no undisputed amounts payable in respect of Income-tax, goods and service tax and other material statutory dues in arrears were outstanding as at 31<sup>ST</sup> March,2023 for a period of more than six months from the date they became payable.
- viii. Whether any transaction not recorded in the books of accounts have been surrendered or disclosed as income during the year in the tax assessment under the IT Act, 1961. There is no such kind of disclosure as explained by Management.
- ix. The Company has taken loans or borrowings from yes banks for business purpose and the company has not made default in repayment loan.
- x. (a) The company did not raise any money by way of initial public offer or further public offer (including debt instruments).
- (b) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xi. (a) According to the information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the course of our audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) The company has not been received whistle-blower complaints during the year. Hence this sub clause is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with the sections 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, The Company has Internal Audit System commensurate with size and its business.

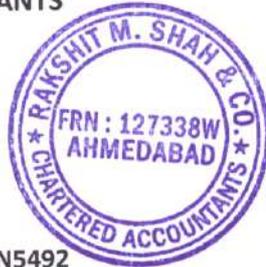


- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, all sub clauses of paragraph 3(xvi) of the Order is not applicable.
- xvii. The Company has not incurred cash losses in the financial year and the immediately preceding financial year.
- xviii. There is no resignation of the statutory auditors during the year.
- xix. The Company is in position to meet all liabilities at the balance sheet date.
- xx. This clause is not applicable.
- xxi. This clause is not applicable

**FOR, RAKSHIT M. SHAH & CO.**  
**CHARTERED ACCOUNTANTS**  
**FRN: 127338W**



**RAKSHIT M. SHAH**  
**PARTNER**  
**M. NO.: 123368**  
**UDIN: 23123368BGSDXN5492**



**PLACE: AHMEDABAD**  
**DATE: 07.09.2023**

# SHRI VARDHMAN ORNAMENTS PVT. LTD.

BALANCE SHEET AS AT 31<sup>st</sup> MARCH, 2023

Particulars	Note No.	2023	2022
		₹	₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	15,085,910	15,085,910
(b) Reserves and Surplus	2	117,435,483	101,286,842
<b>(2) Share Application money pending allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-Term Borrowings	3	18,391,449	28,543,558
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
<b>(4) Current Liabilities</b>			
(a) Short-Term Borrowings	4	74,890,820	67,122,932
(b) Trade Payables	5	793,835	426,219
(c) Other Current Liabilities	6	437,694	176,173
(d) Short-Term Provisions	7	2,130,264	4,515,424
<b>Total Equity &amp; Liabilities</b>		<b>229,165,456</b>	<b>217,157,057</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
<b>(a) Fixed Assets</b>			
(i) Property, Plant and Equipment	8	9,413,662	5,678,891
(ii) Intangible Assets		-	-
(iii) Capital Work in Process		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		154,721	154,721
(d) Long term loans and advances	9	390,202	289,510
(e) Other non-current assets		-	-
<b>(2) Current Assets</b>			
(a) Current investments		25,000	-
(b) Inventories		174,665,123	167,993,094
(c) Trade receivables	10	31,892,119	33,494,339
(d) Cash and cash equivalents	11	751,224	885,525
(e) Short-term loans and advances	12	109,355	-
(f) Other current assets	13	11,764,044	8,660,972
<b>Total Assets</b>		<b>229,165,456</b>	<b>217,157,057</b>

## NOTES TO ACCOUNTS

22

Schedules referred to above and notes attached there to form an integral part of Balance Sheet.  
This is the Balance Sheet referred to in our Report of even date.

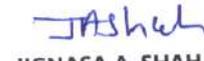
FOR, RAKSHIT M. SHAH & CO.  
CHARTERED ACCOUNTANTS  
FRN: 127338W

RAKSHIT M. SHAH  
PARTNER  
M NO.: 123368  
UDIN : 23123368BGSDXN5492



FOR, SHRI VARDHMAN ORNAMENTS PVT LTD

  
ATULKUMAR K. SHAH  
(Director)  
(DIN:02533186)

  
JIGNASA A. SHAH  
(Director)  
(DIN:02533210)

PLACE: AHMEDABAD  
DATE: 07.09.2023

**SHRI VARDHMAN ORNAMENTS PVT. LTD.**  
**PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2023**

Sr. No	Particulars	Note No.	2023	2022
			₹	₹
I	Revenue from operations	14	1,343,623,675	1,301,317,572
II	Other Income	15	1,614,678	2,040,190
III	<b>III. Total Revenue (I + II)</b>		<b>1,345,238,353</b>	<b>1,303,357,763</b>
IV	<b>Expenses:</b>			
	Cost of materials consumed	16	1,305,357,396	1,289,836,269
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	17	(6,672,029)	(17,423,106)
	Employee Benefit Expense	18	7,300,941	5,125,274
	Financial Costs	19	9,164,721	6,832,755
	Depreciation and Amortization Expense	20	2,295,760	1,374,148
	Other Administrative Expenses	21	11,634,707	7,539,876
	<b>Total Expenses (IV)</b>		<b>1,329,081,495</b>	<b>1,293,285,215</b>
V	Profit before exceptional and extraordinary items and tax	(III - IV)	<b>16,156,858</b>	<b>10,072,547</b>
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		<b>16,156,858</b>	<b>10,072,547</b>
VIII	Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		<b>16,156,858</b>	<b>10,072,547</b>
X	<b>Tax expense:</b>			
	(1) Current tax		-	2,500,000
	(2) Deferred tax		-	(81,594)
XI	Profit(Loss) from the period from continuing operations	(IX-X)	<b>16,156,858</b>	<b>7,654,141</b>
XII	Profit/(Loss) from discontinuing operations		-	-
XIII	Tax expense of discounting operations		-	-
XIV	Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV	Profit/(Loss) for the period (XI + XIV)		<b>16,156,858</b>	<b>7,654,141</b>
	Add:- Transfer from reserve		-	-
	Less: Proposed Dividend		-	-
	Less: Tax on Dividend		-	-
	Balance Carried Forward to Balance Sheet		16,156,858	7,654,141
XVI	Earning per equity share:			
	(1) Basic		10.71	5.07
	(2) Diluted		10.71	5.07

**NOTES TO ACCOUNTS**

21

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement.  
 This is the Profit & Loss Statement referred to in our Report of even date.

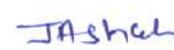
FOR, RAKSHIT M. SHAH & CO.  
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FOR, SHRI VARDHMAN ORNAMENTS PVT LTD




RAKSHIT M. SHAH  
 PARTNER  
 M NO.: 123368  
 UDIN : 23123368BGSDXN5492

  
 ATULKUMAR K. SHAH  
 (Director)  
 (DIN:02533186)

  
 JIGNASA A. SHAH  
 (Director)  
 (DIN:02533210)

PLACE: AHMEDABAD  
 DATE: 07.09.2023

**SHRI VARDHMAN ORNAMENTS PVT. LTD.**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2023**

PARTICULARS	AS AT 31.03.2023 Rs.	AS AT 31.03.2022 Rs.
<b>A. Cash Flow from Operating Activity</b>		
Profit before Taxation and Extra Ordinary Items	16,156,858	10,072,547
Add : Non Cash & Non Operating Expenses		
Depreciation	2,295,760	1,374,148
Interest Expenses	9,164,721	6,832,755
Preliminary Expenses Write Off	-	-
Operating Profit before Working Capital Changes	27,617,339	18,279,451
Adjustment for;		
(Increase) / Decrease in Inventory	(6,672,029)	(17,423,106)
(Increase) / Decrease in Debtors	(1,602,219)	(14,893,804)
(Increase) / Decrease in Other Current Assets	(3,103,072)	(2,911,361)
(Increase) / Decrease in Loans & Advances	109,355	723,893
Increase / (Decrease) in Current Liabilities & Provisions	(901,615)	10,018,662
Cash Generated from Operation	15,447,758	(6,206,266)
Taxes Paid	-	2,500,000
Net Cash Flow from Operating Activities	15,447,758	(8,706,266)
<b>B. Cash Flow from Investing Activity</b>		
(Increase) / Decrease in Fixed Assets (net)	3,734,771	(6,755,155)
(Increase) / Decrease in Investments & Accrued Interest The	-	-
Net Cash Flow from Investing Activities	3,734,771	(6,755,155)
<b>C. Cash Flow from Financing Activity</b>		
Proceeds from Issue of Shares	-	-
Increase / (Decrease) in Long term Borrowings	(10,152,109)	21,543,558
Interest Expenses	(9,164,721)	(6,832,755)
Net Cash Flow from Financing Activities	(19,316,830)	14,710,803
Net Increase / (Decrease) in Cash & Cash Equivalents	(134,301)	(750,618)
Opening Balance of Cash & Cash Equivalents	885,525	1,636,143
Closing Balance of Cash & Cash Equivalents	751,224	885,525
Net Increase / (Decrease) in Cash & Cash Equivalents	(134,301)	(750,618)

**NOTES:**

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on "Cash Flow Statement" issued by ICAI.
- The previous year figures have been regrouped/restated wherever necessary to confirm to this year's classification.

FOR, RAKSHIT M. SHAH & CO.  
CHARTERED ACCOUNTANTS  
FRN: 127338W



RAKSHIT M. SHAH  
PARTNER  
M NO.: 123368  
UDIN : 23123368BGSDXN5492



FOR, SHRI VARDHMAN ORNAMENTS PVT LTD



ATULKUMAR K. SHAH  
(Director)  
(DIN:02533186)  
PLACE: AHMEDABAD  
DATE: 07.09.2023



JIGNASA A. SHAH  
(Director)  
(DIN:02533210)

## SHRI VARDHMAN ORNAMENTS PVT. LTD.

Notes Forming Integral Part of the Balance Sheet as at 31<sup>st</sup> March, 2023

**Note : 1 Share Capital**

Sr. No	Particulars	₹ 2023	₹ 2022
1	<b>AUTHORIZED CAPITAL</b>		
	1550000 Equity Shares of Rs. 10/- each	15,500,000	15,500,000
		<b>15,500,000</b>	<b>15,500,000</b>
2	<b>ISSUED , SUBSCRIBED &amp; PAID UP CAPITAL</b>		
	<i>To the Subscribers of the Memorandum</i>		
	15,08,591 Equity Shares of Rs. 10/- each, Fully Paid up	15,085,910	15,085,910
	<b>Total in ₹</b>	<b>15,085,910</b>	<b>15,085,910</b>

Following Shareholders hold equity shares more than 5% of the total equity shares of the Company.

Sr. No	SHARE HOLDER'S NAME	2023	2022
1	Atulkumar Kirtilal Shah	443,300 59.56%	443,300 59.56%
2	Jignasa Atulkumar Shah	70,000 9.41%	70,000 9.41%
3	Atul K. Shah (HUF)	113361 15.23%	113361 15.23%

**Note : 2 Reserve & Surplus**

Sr. No	Particulars	₹ 2023	₹ 2022
1	Capital Reserve	-	-
2	Capital Redemption Reserve	-	-
3	Securities Premium reserve	73,461,880	73,461,880
4	Debenture Redemption Reserve	-	-
5	Revaluation Reserve	-	-
6	Shares Option Outstanding Account	-	-
7	Other Reserve (Special Reserve)	-	-
8	Surplus (Profit & Loss Account)	43,973,603	27,824,962
	Balance brought forward from previous year	27,824,962	20,170,820
	Less: Tax on Assessment Paid	(581,030)	-
	Less: Transfer to Profit and Loss A/c	572,813	-
	Add: Profit for the period	16,156,858	7,654,141
	<b>Total in ₹</b>	<b>117,435,483</b>	<b>101,286,842</b>

**Note : 3 Long Term Borrowings**

Sr. No	Particulars	₹ 2023	₹ 2022
1	<b>Unsecured Loans</b>		
	Jignasa Atulkumar Shah	5,911,676	10,404,693
	Atul K. Shah	732,442	5,035,573
	Skyang Reality Ltd	8,613,034	10,179,507
	Sanjay Kumar V shah	3,134,297	2,923,785
	<b>Total in ₹</b>	<b>18,391,449</b>	<b>28,543,558</b>

**Note : 4 Short Term Borrowings**

Sr. No	Particulars	₹ 2023	₹ 2022
1	<b>Secured Loans</b>		
	Yes Bank CC Account	58,521,476	51,516,276
	Yes Bank Term Loan Account 001	6,247,103	9,988,312
	Yes Bank Term Loan Account 002	5,622,242	5,618,343
	Car Loan Shahswat Bank A/c no. 57633	4,500,000	-
2	<b>Loan Repayable on Demand</b>	-	-
	<b>Total in ₹</b>	<b>74,890,820</b>	<b>67,122,932</b>



# SHRI VARDHMAN ORNAMENTS PVT. LTD.

Notes Forming Integral Part of the Balance Sheet as at 31<sup>st</sup> March, 2023

Note : 5 Trades Payable

Sr. No	Particulars	₹ 2023	₹ 2022
(A)	<b>Sundry Creditors (Outstanding less than 1 Year)</b>		
1	Ramdev Hallmarking Centre	1,912	-
2	Emeraald Hall Marking Center	23,403	64,980
3	Shree Ambica Assaying And Hall Mark Center	127,915	-
4	VGR Hallmarking Center	8,355	-
5	V.K. Hallmarking LLP	3,558	-
6	D.B. Jewellers (Dungarpur)	5,627	-
7	Fine Jewellers LLP	16,443	-
8	Manish Jewellers (Kolkatta)	352,666	-
9	M.K. Jewellers (Nirnaynagar)	1,827	-
10	Nilaykumar & Brothers Jewellers	15,371	-
11	Nilaykumar & Brothers Jewellers	13,695	-
12	Payoja Impex	24,999	-
13	Romaben Kirtilal Shah	5,726	-
14	Shivkumar Mangaldas soni	11,110	-
15	Shreeji Gold (Gandhinagar)	4,733	-
16	Shree Mahalaxmi Jewellers	8,098	-
17	Shree shubham Jewellers (Surendranagar)	4,746	-
18	Shubham Jewellers	-	3,000
19	Ritesh corporation	-	2,272
20	Swarnami hallmarking centre	-	161,245
21	Jaliyan assaying & hall mark centre	29,442	3,133
22	Shraddha assaying & hall mark centre	-	3,789
23	Shree assaying hall mark centre	-	5,900
24	MAHAVIR CONSULTANCY	12,744	5,900
25	Systech Solutions	-	6,050
26	FABRON	1,147	-
27	Chain N Chain Jewels Ltd	49,560	35,754
28	GLOBAL TECHNOLOGIES	15,120	52,920
29	JADAWALA & SHAH	-	189
30	Punamiya and sons jewel pvt ltd	15,911	33,698
31	Unknown Bank Credit	-	1,134
32	Choksi Hiralal Mangalal (khokra)	-	2,618
33	Choksi valchand Pratapchand	8,770	5,519
34	H kesarimal Jewellers (sagwada)	692	-
35	Heera Jewellers Gadarwala Pvt Ltd	774	771
36	Kantilal Shivalal zaveri	719	-
37	Khodiyana Jewellers	-	7,615
38	Smarath jewellery pvt ltd	16,607	12,372
39	Shah Hiralal keshrimal	4,066	5,281
40	Vipul Jewels Mehsana	8,100	12,079
	T.C. Patel & Co	-	-
	<b>Total in ₹</b>	<b>793,835</b>	<b>426,219</b>

Note : 6 Other Current Liabilities

Sr. No	Particulars	₹ 2023	₹ 2022
1	TDS Payable	417,427	139,058
2	TCS Payable	-	12,246
3	PF and ESI Payable	20,267	24,869
	<b>Total in ₹</b>	<b>437,694</b>	<b>176,173</b>

Note : 7 Short Term Provisions

Sr. No	Particulars	₹ 2023	₹ 2022
1	Provision For Income Tax	1,223,248	3,750,000
2	Unpaid Audit Fees	99,000	99,000
3	Unpaid Electricity Expense	-	-
4	Unpaid Professional Tax	30,600	4,100
5	Unpaid Car Loan Interest	15,574	-
6	Unpaid Salary	598,537	498,785
7	Unpaid Telephone Bill	162,000	162,000
8	Unpaid Shop rent	1,305	1,539
	<b>Total in ₹</b>	<b>2,130,264</b>	<b>4,515,424</b>



# SHRI VARDHMAN ORNAMENTS PVT. LTD.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2023

Note : 8 Fixed Assets

I. Property, Plant and Equipment

Sr. No	Particulars	Gross Block			Depreciation			Net Block			
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2023	WDV as on 31.03.2022
A.)	<b>Tangible Assets</b>										
1	Cash Counting Machine	61,564	-	-	61,564	48,781	1,068	-	49,849	11,715	12,783
2	Computer Purchase	1,239,606	117,882	-	1,357,488	1,068,519	125,536	-	1,194,055	163,433	171,087
3	HP Laptop Purchase	-	44,915	-	44,915	-	2,364	-	2,364	42,551	-
4	Electro Bal Machine	348,857	108,000	-	456,857	263,402	41,357	-	304,759	152,098	85,455
5	Chimany Purchase	20,762	-	-	20,762	14,616	-	-	14,616	6,146	6,146
6	Suzuki Access & Activa	127,894	-	-	127,894	96,370	7,566	-	103,937	23,957	31,524
8	Water Dispenser	17,311	8,050	-	25,361	16,860	2,084	-	18,944	6,417	451
9	Television	121,093	17,364	-	138,457	50,607	19,993	-	70,600	67,857	70,486
10	Safe (Tizori)	54,079	97,458	-	151,537	52,405	25,232	-	77,637	73,900	1,674
11	Furniture	300,016	122,300	-	422,316	254,383	36,118	-	290,501	131,815	45,633
12	Refrigerator	178,322	13,204	-	191,526	83,892	17,712	-	101,604	89,922	94,430
13	C C Camera	233,721	26,220	-	259,941	129,248	29,274	-	158,522	101,419	104,473
14	Aquaguard Water Filter	22,565	-	-	22,565	7,367	-	-	7,367	15,198	15,198
15	Air Conditionar	404,048	219,531	-	623,579	260,182	82,544	-	342,726	280,853	143,866
16	Fan Purchase	-	2,331	-	2,331	-	603	-	603	1,728	-
17	Gadgets Purchase	-	63,000	-	63,000	-	16,311	-	16,311	46,689	-
18	Photo Graphi Machine	-	165,000	-	165,000	-	42,719	-	42,719	122,281	-
19	Printer Purchase	-	95,531	-	95,531	-	77,482	-	77,482	18,049	-
20	Swift car	800,352	-	123,702	676,650	658,145	18,505	-	676,650	-	142,207
21	Dzire Car Purchase	873,302	-	-	873,302	606,420	54,552	-	660,972	212,330	266,882
22	Baleno Car Purchase	844,198	-	-	844,198	586,210	52,706	-	638,916	205,282	257,988
23	Mercedes Benz Car Purchase	3,717,268	-	600,923	3,116,345	2,442,811	673,534	-	3,116,345	-	1,274,457
24	Mercedes Benz Car Purchase	-	5,156,647	-	5,156,647	-	232,078	-	232,078	4,924,569	-
25	Car purchase KIA	1,633,741	-	-	1,633,741	55,714	312,459	-	368,173	1,265,568	1,578,027
26	Ertiga Car Purchase	1,116,656	-	-	1,116,656	13,668	189,472	-	203,140	913,516	1,102,988
27	Mobile Purchase	398,723	141,285	-	540,008	205,138	61,102	-	266,240	273,768	193,585
28	Tea Machine purchase	13,342	-	-	13,342	11,655	-	-	11,655	1,687	-
29	TCB Machine	-	130,000	-	130,000	-	51,090	-	51,090	78,910	-
30	Server PC Setup	-	226,438	-	226,438	-	88,990	-	88,990	137,448	-
31	Software	90,001	-	-	90,001	12,145	33,309	-	45,454	44,547	77,856
	<b>Total</b>	<b>13,641,806</b>	<b>6,755,155</b>	<b>724,625</b>	<b>19,672,336</b>	<b>7,962,922</b>	<b>2,295,760</b>	<b>-</b>	<b>10,258,684</b>	<b>9,413,662</b>	<b>5,678,891</b>



## SHRI VARDHMAN ORNAMENTS PVT. LTD.

Notes Forming Integral Part of the Balance Sheet as at 31<sup>st</sup> March, 2023

### Note : 9 Long Term Loans & Advances

Sr. No	Particulars	₹ 2023	₹ 2022
1	<b>Securities Deposits</b>	-	-
	Aamr Jewellers Ltd (Deposit)	250,000	250,000
	All India Gem & Jewellers	32,887	23,210
	AMC For Assets Paid	15,800	15,800
	Gems & Jewellery Export Promotion Council	87,109	-
	Telephone Deposit	500	500
	Other Advances	3,906	-
	Fixed Deposit	-	-
	<b>Total in ₹</b>	<b>390,202</b>	<b>289,510</b>

### Note : 10 Trade Recievables

Sr. No	Particulars	₹ 2023	₹ 2022
1	<b>Outstanding for less than six months</b>		
	a) Secured, Considered Good :	29,529,619	30,344,339
	b) Unsecured, Considered Good :	2,362,500	3,150,000
	<b>Total in ₹</b>	<b>31,892,119</b>	<b>33,494,339</b>

### Note : 11 Cash & Cash Equivalent

Sr. No	Particulars	₹ 2023	₹ 2022
1	<b>Cash-in-Hand</b>		
	Cash Balance	704,775	859,648
	<b>Sub Total (A)</b>	<b>704,775</b>	<b>859,648</b>
2	<b>Bank Balance</b>		
	POS A/c (Yes Bank)	3,150	3,150
	Yes Bank A/c No. 000763300000063	17,448	6,875
	Yes Bank margin a/c	15,851	15,851
	Union Bank New Account	10,000	-
	<b>Sub Total (B)</b>	<b>46,450</b>	<b>25,876</b>
	<b>Total [ A + B ]</b>	<b>751,224</b>	<b>885,525</b>

### Note : 12 Short Term Loans And Advances

Sr. No	Particulars	₹ 2023	₹ 2022
1	Manav Enterprise	31,716	-
2	Jay Shree Ram Hallmarking Centre	1,884	-
3	Divas Jewels	3,716	-
4	International Gemological Institute	2,644	-
5	Ritesh Corporation	68,947	-
6	Vivid Merchantile	448	-
	<b>Total in ₹</b>	<b>109,355</b>	<b>-</b>



## **SHRI VARDHMAN ORNAMENTS PVT. LTD.**

*Notes Forming Integral Part of the Balance Sheet as at 31<sup>st</sup> March, 2023*

**Note : 12 Other Current Assets**

Sr. No	Particulars	₹ 2023	₹ 2022
	<b>Others</b>		
	Advance Income Tax A.Y. 2023-24	2,900,000	2,980,000
	Advance Income Tax A.Y. 2022-23	1,377,000	
	Income Tax for AY 2012-13	279,500	279,500
	Refund Income Tax for The A.Y. 2020-21	554,310	
	Prepaid Expenses Licence Fees	20,455	36,828
	Admission fees - (National Stock Exchange Ltd.)	250,000	250,000
	Prepaid Insurance	158,529	154,136
	Prepaid Exp. Sequel Logistics	350,625	-
	TDS receivables	665,276	422,355
	TCS receivables	46,400	501,397
	GST Receivable	5,161,949	4,036,756
	<b>Total in ₹</b>	<b>11,764,044</b>	<b>8,660,972</b>



# SHRI VARDHMAN ORNAMENTS PVT. LTD.

Notes Forming Part of the Profit & Loss Accounts as at 31<sup>st</sup> March, 2023

## Note : 13 Revenue from Operations

Sr. No	Particulars	₹	
		2023	2022
1	Sales	1,343,623,675	1,301,110,510
2	Jobwork income	-	207,062
	Total in ₹	1,343,623,675	1,301,317,572

## Note : 14 Other Income

Sr. No	Particulars	₹	
		2023	2022
1	Interest on NSC	-	418
2	Discount on Purchase	618	2,989
3	Other income	941	39,851
4	HM Charges	1,206,249	809,311
5	Lic Surrender value	-	1,187,621
6	Profit On sales Of Car	406,870	-
	Total in ₹	1,614,678	2,040,190

## Note : 15 Cost of Material Consumed

Sr. No	Particulars	₹	
		2023	2022
a)	<b>PURCHASES OF RAW MATERIALS AND STORES</b>		
1	Purchases	1,268,066,845	1,250,839,574
	Sub-total (a)	1,268,066,845	1,250,839,574
b)	<b>DIRECT/PRODUCTIONS EXPENSES</b>		
1	Processing Labour Charges	37,290,550	38,996,695
	Sub-total (b)	37,290,550	38,996,695
	Total in ₹	1,305,357,396	1,289,836,269

## Note : 16 Change in Inventories

Sr. No	Particulars	₹	
		2023	2022
1	Opening Stock	167,993,094	150,569,988
2	Closing Stock	174,665,123	167,993,094
	Total in ₹	(6,672,029)	(17,423,106)

## Note : 17 Employment Benefit Expenses

Sr. No	Particulars	₹	
		2023	2022
1	Salaries, Bonus, PF & ESIC	5,920,941	2,125,274
2	Directors Remuneration	1,380,000	3,000,000
	Total in ₹	7,300,941	5,125,274



## SHRI VARDHMAN ORNAMENTS PVT. LTD.

Notes Forming Part of the Profit & Loss Accounts as at 31<sup>st</sup> March, 2023

**Note : 18 Financial Cost**

Sr. No	Particulars	₹	₹
		2023	2022
1	Bank Charges	689,351	153,758
2	Bank Interest	6,011,350	6,678,998
3	Interest on TDS	5,030	-
4	Interest On Unsecured Loan	2,458,990	-
	Total in ₹	9,164,721	6,832,755

**Note : 19 Depreciation & Amortised Cost**

Sr. No	Particulars	₹	₹
		2023	2022
1	Depreciation	2,295,760	2,295,760
	Total in ₹	2,295,760	2,295,760

**Note : 20 Other Administrative Expenses**

Sr. No	Particulars	₹	₹
		2023	2022
1	Accountant Salary	264,000	220,000
2	Advertisement Expense	45,522	774,890
3	Audit fees	52,500	39,000
4	Bad Debts Expenses	787,500	-
5	Conveyance Expenses	255,988	-
6	Exhibition Charges	2,053,022	-
7	Municipal Tax	45,191	49,777
8	Electricity Expenses	201,547	183,000
9	Insurance Expense	477,669	954,293
10	Legal & Professional Fees	346,563	95,500
11	Other Expense	442,623	1,431,282
12	Repairs & Maintenance charges	921,567	89,910
13	ROC Expenses	4,800	3,600
14	Travelling Expense	218,715	182,660
15	Internet & Mobile & GPRS Expese	259,924	76,950
16	Shop Expense	895,969	212,541
17	Shop Rent	2,160,000	2,160,000
18	Stationery & Printing Expenses	668,273	-
19	Freight	196,743	-
20	Hedge loss	-	169,002
21	Income Tax	-	-
22	Hallmark charges	1,336,590	897,470
	Total in ₹	11,634,707	7,539,876



**Note : Ratio Analysis**

Particulars		2023	2022
1	Revenue From Operation	1,343,623,675	1,301,317,572
2	Total Purchases	1,305,357,396	1,289,836,269
3	Profit Before Tax	16,156,858	10,072,547
4	Interest Expenses	9,164,721	6,832,755
5	Profit Before Interest and Tax(PBIT)	25,321,579	16,905,303
6	Profit After Tax (PAT)	16,156,858	7,654,141
7	Total Outside Liabilities (Long + Short Term)	93,282,269	95,666,490
8	Add: Equity	132,521,393	116,372,752
9	Capital Employed	225,803,662	212,039,242
10	Current Assets	219,206,866	211,033,930
11	Less: Current Liabilities	78,252,614	72,240,748
12	Net Working Capital	140,954,252	138,793,182
13	Inventory	174,665,123	167,993,094
14	Trade Receivable	31,892,119	33,494,339
15	Trade Payable	793,835	426,219
16	Principle Repayment	1,169,688	1,169,688
		2.80	2.92
<b>(A)</b>	<b>Current Ratio</b> (in times) (Current Assets/Current Liabilities)		
		7.69	7.75
<b>(B)</b>	<b>Inventory Turnover Ratio</b> (in times) (Revenue From Operation/Closing Inventory)		
		42.13	38.85
<b>(C)</b>	<b>Trade Receivable Turnover Ratio</b> (in times) (Revenue From Operation/Trade Receivable)		
		1,644.37	3,026.23
<b>(D)</b>	<b>Trade Payable Turnover Ratio</b> (in times) (Total Purchase/Trade Payable)		
		9.53	9.38
<b>(E)</b>	<b>Net Working Capital Turnover Ratio</b> (in times) (Revenue From Operation/Net Working Capital)		
		12.19%	6.58%
<b>(F)</b>	<b>Return on Equity</b> (Profit For Equity Shareholders/Equity)*100		
		1.20%	0.59%
<b>(G)</b>	<b>Net Profit Ratio</b> (Net Profit/Revenue From Operation)*100		
		11.21%	7.97%
<b>(H)</b>	<b>Return on Capital Employed</b> (PBIT/Capital Employed)*100		
		0.70	0.82
<b>(I)</b>	<b>Debt Equity Ratio</b> (in times) (Total Outside Liabilities/Equity)		
		2.45	1.81
<b>(J)</b>	<b>Debt Service Coverage Ratio</b> (in times) (PAT+Interest Exp)/(Principle Repayment+Interest Expenses)		



# SHRI VARDHMAN ORNAMENTS PRIVATE LIMITED

## Significant Accounting Policies and Notes forming parts of Accounts

Note : 21

### NOTES ON ACCOUNTS

1. Previous year's figures are regrouped/rearranged wherever necessary.
2. Provision for Taxation for the current year has been made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.
3. The balances of Loans and Advances are subject to their confirmation and reconciliation if any.
4. All the Opening Balances are taken as per previous year audit report.
5. Contingent liability in respect of claims against the company not acknowledged as debts against which the company has counter claims aggregating to Rs. is Nil.
6. In the opinion of the Board, the current assets, loans and advances are approximately of the value stated in the Balance sheet, if realized in the ordinary course of business.
7. Information pursuant to paragraph 2, 3, 4, 5 of Part II of the schedule III is given as under so far as it applies to the company.

a) Payment to Statutory Auditors

	<u>Current Year</u>	<u>Previous Year</u>
1. Audit Fees	0.39 Lakhs	0.35 Lakhs

FOR, RAKSHIT M. SHAH & CO.  
CHARTERED ACCOUNTANTS  
FRN: 127338W

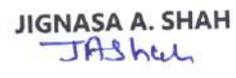


RAKSHIT M. SHAH  
PARTNER  
M. NO.: 123368  
UDIN: 23123368BGSDXN5492



FOR, SHRI VARDHMAN ORNAMENTS PVT. LTD.

  
ATULKUMAR K. SHAH  
DIRECTOR  
(DIN:02533186)

  
JIGNASA A. SHAH  
DIRECTOR  
(DIN:02533210)

PLACE: AHMEDABAD  
DATE: 07/09/2023

## Significant Accounting Policies

### **A. Basis of preparation of Financial Statements**

The Financial statements are prepared under the historical cost convention and on accrual basis in accordance with applicable accounting standards referred to in section 133 read with rule as amended time to time.

Accounting policies not specifically referred to otherwise are consistent and in accordance with the generally accepted accounting principles

### **B. Revenue Recognition**

Sales are recorded exclusive of Taxes.

### **C. Property, plant and equipments**

Property, plant and equipments are stated at cost of acquisition or construction less accumulated depreciation, including financial cost till such assets are ready for its intended use.

### **D. Depreciation**

Depreciation is charged on written down value method as per useful life of assets prescribed under schedule II of the Companies Act, 2013.

### **E. Impairment of Assets**

Impairment of assets if any is ordinarily assessed by comparing recoverable value of individual assets with its carrying cost.

### **F. Inventories**

Closing Stock is taken as certified by the Management. Inventories are valued at cost or net realizable value whichever is lower.

### **G. Investments**

Long Term Investments are stated at cost. Provision for dimunation if any in value of assets is only made when the same is of permanent nature.

### **H. Retirement Benefits**

- (i) As certified by the management, the company has no liability under the Provident Fund & Super Annuation Fund as the said acts do no apply to the company.
- (ii) It is explained to us that the company does not provide for any leave encashment and any liability arising thereon shall be paid and dealt with in the books of accounts at the actual time of payment



### **I. Prior Period Items**

Significant items of Income or Expenditure, which relates to the prior accounting periods, are accounted in the Profit and Loss Account under the head "prior year Adjustments" other than those occasioned by the events occurring during or after the close of the year and which are treated as relatable to the current year.

### **J. Borrowing Cost**

Borrowing cost on working capital is charged against the profit & loss account in which it is incurred.

Borrowing costs that are attributable to the acquisition or construction or manufacture of qualifying assets are capitalized as a part of the cost of such assets till the date of acquisition or completion of such assets. In respect of suspended project for extended period, borrowing costs are not capitalized for such period.

### **K. Taxes on Income**

Taxes on income of the current period are determined on the basis of taxable income and credits computed in accordance with the provisions of the Income tax Act, 1961.

Deferred tax is recognized on timing differences between the accounting income and the taxable income for the year, and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

Deferred tax assets are recognized and carried forward to the extent that there is a reasonable and virtual certainty as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

### **L. Provision, Contingent liabilities and contingent assets**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but the same is disclosed in the financial statements. Contingent assets are neither recognized nor disclosed in the financial statements.

### **M. Applicability of AS-18**

In accordance with the requirements of Accounting Standard-18 (AS-18) "Related Party Transaction" issued by the Institute of Chartered Accountants of India, the following persons are considered as Related Party as define in AS-18:

<b>Sr. No</b>	<b>Name</b>	<b>2022-23</b>	<b>Relationship</b>	<b>Nature of transaction</b>
1.	Atul Kirtilal Shah	10.80 Lakhs	Director	Remuneration
2.	Jigna Atul Shah	10.80 Lakhs	Director	Remuneration
3.	Himani Shah	4.00 Lakhs	Director	Remuneration



4.	Sanjay V Shah	4.40 Lakhs	Director	Remuneration
3.	Atul Kirtilal Shah	10.80 Lakhs	Director	Rent
4.	Jigna Atul Shah	10.80 Lakhs	Director	Rent

**N. Foreign Currency Transaction**

There are no such foreign currency transactions during the year.

**O. C/F Value of Import Raw Materials: NIL**

**P. Expenditure in Foreign Currency: NIL**

**Q. Earning per Share:** The Earning Per Share (AS-20) has been computed as under:

(a) Profit after tax	₹76.54 Lakhs
(b) Equity Share (In Number)	No. 15.09 Lakhs
(c) Nominal value of share	Rs. 10 per share
(d) Earning Per Share	₹ 5.07/-

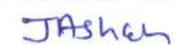
**FOR, RAKSHIT M. SHAH & CO.**  
**CHARTERED ACCOUNTANTS**  
**FRN: 127338W**

**FOR, SHRI VARDHMAN ORNAMENTS PVT. LTD.**




**RAKSHIT M. SHAH**  
**PARTNER**  
**M. NO.: 123368**  
**UDIN: 23123368BGSDXN5492**

**ATULKUMAR K. SHAH**  
  
**DIRECTOR**  
**(DIN:02533186)**

**JIGNASA A. SHAH**  
  
**DIRECTOR**  
**(DIN:02533210)**

**PLACE: AHMEDABAD**  
**DATE: 07/09/2023**