

# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

### INDEPENDENT AUDITOR'S REPORT

To

The Members of

Heranba Organics Private Limited

#### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying Financial Statements of Heranba Organics Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2025, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of material accounting policy information and other explanatory information (hereinafter referred to as "the Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, the loss (including other comprehensive income), the changes in equity 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 Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Financial Statements.



LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA-86186) into LLP w.e.f 23-03-2025]



# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

### Information Other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the Other Information. The other information comprises the information included in the Company's Annual Report but does not include the Financial Statements and our Independent Auditors' Report thereon. Our opinion on the Financial Statements does not cover the Other Information and we do not and will not express any form of assurance or conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the Other Information identified above 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 and on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a materially inconsistent information with the Financial Statements or our knowledge obtained in the audit or otherwise appear to be materially misstated, we are required to report that fact.

The Other Information as aforesaid is expected to be made available to us after the date of this Auditor's Report. We will read the Other Information as and when it is made available to us and if conclude that there is a material misstatement, we are required to communicate the matter with those charged with governance and take necessary steps as may be required thereafter.

### 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 Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act and the relevant provisions 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

LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA-86186) into LLP w.e.f 23-03-2025]





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is 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 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:

1. 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.
2. 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 an adequate internal financial controls system in place and the operating effectiveness of such controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. 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

LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA-86186) into LLP w.e.f 23-03-2025]





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

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 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.

5. Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the attached Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid Financial Statements have been kept so far as it appears from our examination of those books except for the matters stated in paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA 86186) into LLP w.e.f 23-03-2025]





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

- c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Statement of Cash Flow 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 March 31, 2025, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025, from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With reference to maintenance of accounts and other matters therewith, reference is invited to paragraph 2(b) above on reporting under section 143(3)(b) and paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 as amended
- g. With respect to the adequacy of the internal financial controls with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to Financial Statements.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
  
In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid remuneration to its directors and therefore the provisions of Section 197 of the Act is not applicable to the Company.
- i. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would have an impact on its financial position except as stated in Note 29 to the Financial Statements
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were material foreseeable losses,



LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA-86186) into LLP w.e.f 23-03-2025]



# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv.
  - a. The management has represented that, to the best of their 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 person 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.
  - b. The management has represented that, to the best of its knowledge and belief, 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,
  - c. Based on such audit procedures 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 (iv)(a) and (iv) (b) above contain any material misstatement.
  - v. There are no events of dividend proposed, declared, and paid by the Company during the year until the date of this report, hence compliance with provisions of Section 123 of the Companies Act, 2013, does not apply.
  - vi. Based on our examination which included test checks, except for instances/ matters mentioned below, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all relevant transactions recorded in the software except
    - i) the audit trail feature was not enabled at the database level for accounting software "Navision" to log any direct data changes, used for maintenance of all accounting records by the Company.



# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

- ii) At present the audit trail is preserved only for a period of six months. All audit trails beyond six months are not preserved due to space constraints. Further, back up of the audit trail has not been preserved as per statutory requirements for record retention due to cloud space constraints.

Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

Further, as required by proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention, considering the fact that audit trail beyond six months is not preserved, the Company is not in a position to preserve records as per the requirements of the Act relating to record retention.

For Natvarlal Vepari & Co LLP.

(Formerly known as Natvarlal Vepari & Co.)

Chartered Accountants

Firm Registration No- 106971W/ W101085



Neha Sutariya

Partner

M. No. – 150816

Mumbai, Dated: May 23, 2025

UDIN: 25150816BMUKXI4568



LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA-86186) into LLP w.e.f 23-03-2025]



# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

### ANNEXURE A To the Independent Auditors' Report

(Referred to in paragraph 1 under Report on Other Legal and Regulatory Requirements'  
section of our report to the Members of Heranba Organics Private Limited of even date

To the best of our knowledge and information, audit procedures followed by us, according to the information provided to us by the Company and the examination of the books of account and records in the normal course of audit, we state that

- (i) a. (A) The Company has maintained proper records showing full particulars including quantitative details and situation of its Property, Plant and Equipment.  
(B) There are no intangible assets and hence this clause is not applicable to the company.
- b. Property, Plant and Equipment have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
- c. We have verified the title deeds of all the immovable properties (other than properties where the company is the lessee, and the lease agreements are duly executed in favour of the lessee) disclosed in the Financial Statements and based on such verification we confirm that the same are held in the name of the company .
- d. The company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.

There are no proceedings initiated during the year or are pending against the Company as at March 31, 2025, for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year. On the basis of examination of records, we are of the opinion that the coverage and procedure of such verification is appropriate and that no discrepancies of 10% or more in the aggregate for each class of inventory were noticed on such verification. The discrepancies wherever noted have been properly dealt with in the books of account of the Company.
- (b) The Company does not have sanctioned working capital limits in excess of Rs 5 crores in aggregate at any point of time during the year from banks or financial institutions on the basis of security of current assets and hence clause 3(ii)(b) of the Companies





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

(Auditors Report) Order 2020 is not applicable to the Company.

- (iii) (a) The Company has provided guarantee/security to a company, details of which are given hereunder.

(Rs. In Crores)

Particulars	Guarantee/ Security	Security	Loans	Advances in the Nature of Loans
Aggregate amount granted /provided during the year	55.00	-	-	-
- Subsidiaries	-	-	-	-
- Joint Ventures	-	-	-	-
- Associates	-	-	-	-
- Others	55.00	-	-	-
Balance outstanding as at balance sheet date in respect of such cases				
- Subsidiaries	-	-	-	-
- Joint Ventures	-	-	-	-
- Associates	-	-	-	-
- Others	55.00	-	-	-

(b) The guarantee/security provided during the year is prima facie, not prejudicial to the company's interest.

(c) The Company has not granted any loans or advances in nature of loans, secured or unsecured, to companies, firms, Limited liability partnership or any other parties and hence clause 3(iii)(c),(d),(e),(f) of the Companies (Auditors Report) Order 2020 is not applicable to the Company.

- (iv) The company has complied with the provisions of section 185 and 186 of the Act with respect of guarantee and security made during the year.
- (v) The Company has not accepted deposits from the public or amounts that are deemed to be deposits pursuant to sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and rules framed thereunder. As informed to us, there is no order that has been passed by Company Law Board or National Company Law Tribunal or





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

Reserve Bank of India or any Court or any other tribunal in respect of the said sections.

- (vi) The maintenance of the cost records under the sub-section (1) of section 148 of the Act has been prescribed and we are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, carried out a detailed examination of the records to ascertain whether they are accurate or complete.
- (vii) (a) The Company has been generally regular in depositing undisputed statutory dues including Goods and Services Tax, Provident fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, Cess and other statutory dues with the appropriate authorities during the year. According to the information and explanations given to us, no undisputed amount is payable in respect of the aforesaid dues were outstanding as at March 31, 2025, for a period of more than six months from the date they became payable except as below:

Name of the statute	Nature of dues	Amount (Rs. In Crore)	Period to which the amount relates	Due date	Date of payment
Income Tax	Tax Deducted at Source as per traces site	0.07	FY 2022-23 and FY 2023-24	Prior to Apr24	Unpaid

(b) There are no statutory dues referred to in sub-clause (a) which have not been deposited on account of any dispute.

- (viii) 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).
- (ix) (a) The company has not delayed or defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained

LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA-86186) into LLP w.e.f 23-03-2025]





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

- (d) No funds raised on short-term basis have been used for long-term purposes by the company.
- (e) The company does not have any subsidiaries, associates or joint ventures and hence sub-clause 3(ix)(e) of the Companies (Auditor's Report) Order, 2020 is not applicable to the Company.
- (f) The company does not have any subsidiaries, associates or joint ventures and hence sub-clause 3(ix)(f) of the Companies (Auditor's Report) Order, 2020 is not applicable to the Company.
- (x) (a) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year.
- (b) The Company has not made any preferential allotment or private placement of shares or convertible debenture fully or partly or optionally convertible debentures during the year under audit.
- (xi) (a) No fraud by the Company or any fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government during the year and upto the date of this report and hence clause 3(xi)(b) of the Companies (Auditors Report) Order 2020 is not applicable to the company.
- (c) The Company does not have and is not required to have a whistle blower mechanism in place.
- (xii) The Company is not a Nidhi Company and hence clauses 3(xii)(a), 3(xii) (b) and 3(xii)(c) of the Companies (Auditors Report) Order 2020 is not applicable to the Company.
- (xiii) Since the company is wholly owned subsidiary company, provisions of Section 177 is not applicable to the company. All transactions with the related parties are in compliance with section 188 of the Companies Act, 2013 in so far as our examination of the proceedings of the meetings of the Board of Directors are concerned. The details of related party transactions have been disclosed in the Financial Statements as required by the applicable Accounting Standards.





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

- (xiv) (a) The Company is not required to have an internal audit system as per Section 138 of the Companies Act, 2013 and accordingly the Company does not have an internal audit system, hence clause 3(xiv)(a) of the Companies (Auditors Report) Order 2020 is not applicable to the Company.
- (b) Since the company is not required to have an internal audit system sub clause 3(xiv)(b) of the Companies (Auditors Report) Order 2020 is not applicable to the Company.
- (xv) The company has not entered into any non-cash transactions with its directors or persons connected with its directors.
- (xvi) (a) The nature of business and the activities of the Company are such that the Company is not required to obtain registration under section 45-IA of the Reserve Bank of India Act 1934 and hence sub-clause 3(xvi)(a), 3(xvi)(b) and 3(xvi)(c) of the Companies (Auditors Report) Order, 2020 is not applicable to the company.
- (b) There are no core investment companies within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016).
- (xvii) On an examination of the Statement of Profit and Loss account, we state that the Company has not incurred cash losses during the current financial year but had incurred cash loss of Rs. 15.91 Crores in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly clause (3)(xviii) Companies (Auditors Report) Order 2020 is not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Financial Statements, our knowledge of the Board of Directors and management plans and representations 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





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

- (xx) Since there is no obligation on the company towards Corporate Social Responsibility during the current year, provisions of clause 3(xx)(a) and 3(xx)(b) of The Companies (Auditors Report) Order 2020 is not applicable to the Company.

For Natvarlal Vepari & Co LLP.

(Formerly known as Natvarlal Vepari & Co.)

Chartered Accountants

Firm Registration No- 106971W/ W101085

Neha Sutariya

Partner

M. No. – 150816

Mumbai, Dated: May 23, 2025

UDIN: 25150816BMUKXI4568



LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA-86186) into LLP w.e.f 23-03-2025]





# **Natvarlal Vepari & Co LLP**

## **CHARTERED ACCOUNTANTS**

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

### **Annexure - B to the Auditors' Report**

Referred to in paragraph 2(g) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Heranba Organics Private Limited of even date

**Report on the Internal Financial Controls with reference to Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to Financial Statements of Heranba Organics Private Limited ("the Company") as of March 31, 2025, in conjunction with our audit of the Financial Statement 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 with reference to Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Financial Statements was established and maintained and if such controls operated effectively in all material respects.





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Financial Statements included obtaining an understanding of internal financial controls with reference to Financial Statements, 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 judgment, 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 with reference to Financial Statements.

### Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial control with reference to Financial Statements 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 with reference to Financial Statements 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 with reference to Financial Statements.

Because of the inherent limitations of internal financial controls with reference to Financial Statements, 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 with reference to Financial Statements to future periods are subject to the risk that the internal financial control with reference to Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA-86186) into LLP w.e.f 23-03-2025]





# Natvarlal Vepari & Co LLP

## CHARTERED ACCOUNTANTS

(Formerly known as Natvarlal Vepari & Co.)

903-904, 9th Floor, Raheja Chambers, 213, Nariman Point, Mumbai-400 021. Tel : (91) (22) 67527100

E-Mail : nvc@nvc.in LLPIN : ACM-9656

### Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Financial Statements and such internal financial controls with reference to Financial Statements were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Natvarlal Vepari & Co LLP.

(Formerly known as Natvarlal Vepari & Co.)

Chartered Accountants

Firm Registration No- 106971W/ W101085

Neha Sutariya

Partner

M. No. – 150816

Mumbai, Dated: May 23, 2025

UDIN: 25150816BMUKXI4568



LLPIN – ACM-9656 – Natvarlal Vepari & Co LLP

[Converted from Natvarlal Vepari & Co. ( a partnership firm with registration no. BA-86186) into LLP w.e.f 23-03-2025]



**HERANBA ORGANICS PRIVATE LIMITED**  
CIN: U24110MH2022PTC389547  
Balance Sheet as at 31st March 2025  
(All figures are Rupees in Crores unless otherwise stated)

Particulars	Note No	31/03/2025	31/03/2024
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, plant and equipment	2	419.73	170.25
(b) Capital Work in Progress	3	67.93	128.82
(c) Financial assets			
(i) Other Financial Assets	4	4.36	4.81
(d) Deferred tax assets (Net)	6	5.89	1.99
(e) Other Non-Current Assets	5	7.21	20.13
<b>Total Non-Current Assets</b>		<b>505.12</b>	<b>326.00</b>
<b>Current Assets</b>			
(a) Inventory	7	54.74	0.86
(b) Financial assets			
(i) Trade Receivables	8	79.54	0.32
(ii) Cash and cash equivalents	9	0.19	0.13
(iii) Other Bank Balance	10	0.01	-
(iv) Other Financial Assets	4	-	-
(c) Other current assets	5	34.47	19.89
<b>Total Current Assets</b>		<b>168.95</b>	<b>21.20</b>
<b>TOTAL ASSETS</b>		<b>674.07</b>	<b>347.20</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	11	0.10	0.10
(b) Other equity	12	(32.27)	(16.15)
<b>Total Equity</b>		<b>(32.17)</b>	<b>(16.05)</b>
<b>Liabilities</b>			
<b>Non Current Liabilities</b>			
(a) Financial Liabilities			
(i) Long Term Borrowings	13	542.35	286.42
(b) Provisions	18	0.44	-
(c) Deferred tax Liabilities (Net)	6	-	-
<b>Total Non-Current Liabilities</b>		<b>542.79</b>	<b>286.42</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
(i) Short Term Borrowings	14	22.14	3.55
(ii) Trade payables	15		
total outstanding dues of micro enterprises and small enterprises; and		1.99	0.01
total outstanding dues of creditors other than micro enterprises and small enterprises.		115.55	4.47
(iii) Other Financial Liabilities	16	19.72	66.86
(b) Other current liabilities	17	4.02	1.93
(c) Provision	18	0.04	-
<b>Total Current Liabilities</b>		<b>163.45</b>	<b>76.83</b>
<b>Total Liabilities</b>		<b>706.24</b>	<b>363.25</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>674.07</b>	<b>347.20</b>

The accompanying notes are an integral part of the financial statements

As per our report of even date attached  
For Natvarlal Vepari and Co LLP  
(Formerly known as Natvarlal Vepari & Co.)  
Chartered Accountants  
Firm Registration No. 106971W/W101085

Neha Sutariya  
Partner  
Membership No. 150816  
Place: Mumbai  
Date: May 23, 2025



For & on behalf of the Board of Directors  
Heranba Organics Private Limited

R.K Shetty  
Director  
DIN: 00038703

S.K. Shetty  
Director  
DIN: 00038681





**HERANBA ORGANICS PRIVATE LIMITED**  
CIN: U24110MH2022PTC389547  
**Statement of Profit and Loss for the year ended 31st March, 2025**  
(All figures are Rupees in Crores unless otherwise stated)

Particulars	Note No.	2024-25	2023-24
<b>I INCOME</b>			
Revenue from Operations	19	220.58	0.27
Other Income	20	0.09	0.01
<b>TOTAL INCOME</b>		<b>220.67</b>	<b>0.28</b>
<b>II EXPENSES</b>			
Cost of materials consumed	21	188.26	0.46
Changes in Inventories of Finished Goods and Work-in-Progress	22	(32.36)	(0.14)
Employee Benefit Expenses	23	10.50	0.31
Finance Costs	24	6.16	13.32
Depreciation and Amortisation Expenses	25	26.86	0.71
Other Expenses	26	41.56	2.24
<b>TOTAL EXPENSES</b>		<b>240.98</b>	<b>16.90</b>
<b>III Profit/ (Loss) before Tax</b>		<b>(20.31)</b>	<b>(16.62)</b>
<b>IV Tax Expense</b>	27		
(a) Current Tax		-	-
(b) Deferred tax charge / (credit)		(3.90)	(1.80)
		<b>(3.90)</b>	<b>(1.80)</b>
<b>V Profit/(Loss) for the Year</b>		<b>(16.41)</b>	<b>(14.82)</b>
<b>VI OTHER COMPREHENSIVE INCOME</b>			
Items that will not be reclassified to profit or loss		-	-
Items that will be reclassified to profit or loss		-	-
<b>VII Total other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>VIII Total Comprehensive Income for the year</b>		<b>(16.41)</b>	<b>(14.82)</b>
<b>IX Earnings Per Share</b>			
of face value of Rs. 10/- each (in Rupees)			
Basic and Diluted	28	(1,641.35)	(1,482.28)

The accompanying notes are an integral part of the financial statements


As per our report of even date attached  
For Natvarlal Vepari and Co LLP  
(Formerly known as Natvarlal Vepari & Co.)  
Chartered Accountants  
Firm Registration No. 106971W/W101085

  
Neha Sutariya  
Partner  
Membership No. 150816  
Mumbai  
Date: May 23, 2025



For & on behalf of the Board of Directors  
Heranba Organics Private Limited

  
R.K. Shetty  
Director  
DIN: 00038703

  
S.K. Shetty  
Director  
DIN: 00038681





**HERANBA ORGANICS PRIVATE LIMITED**  
**CIN: U24110MH2022PTC389547**  
**Cash Flow Statement for the year ended 31st March 2025**  
**(All figures are Rupees in Crores unless otherwise stated)**

Particulars	2024-25	2023-24
<b>[A] CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	(20.31)	(16.62)
Adjustments for:		
Depreciation	26.86	0.71
Interest on ICD from Holding Company	1.55	12.84
Interest on Financing Arrangement	4.17	0.43
Interest on MSME	0.11	
Amortization of Guarantee Commission	0.14	0.03
Amortization of Upfront Fees	0.19	0.02
Provision for Gratuity and Leave Encashment	0.49	
Interest Income accounted under IND AS 109	(0.09)	-0.01
Deemed Rent Under IND AS 109	0.12	0.01
<b>Operating Profit/(Loss) before changes in working capital</b>	<b>13.23</b>	<b>(2.59)</b>
Adjustment for (increase)/Decrease in Operating Assets		
Decrease/(increase) in other assets	(14.59)	(18.33)
Decrease/(increase) in other financial assets	(0.54)	-5.00
Decrease/(increase) in other Trade Receivables	(79.21)	-0.32
Decrease/(increase) in Inventories	(53.88)	-0.85
Increase/(decrease) in trade payables	113.04	4.07
Increase/(decrease) in other Financial liabilities	1.49	0.14
Increase/(decrease) in Provisions	(0.01)	-
Increase/(decrease) in other current liabilities	2.09	1.70
<b>Cash flow from operations after changes in working capital</b>	<b>(18.38)</b>	<b>(21.18)</b>
Net Direct Taxes (Paid)/Refunded	(0.37)	-
<b>Net Cash Flow from/(used in) Operating Activities</b>	<b>(18.75)</b>	<b>(21.18)</b>
<b>[B] CASH FLOW FROM INVESTING ACTIVITIES</b>		
Investment in Fixed Deposits	(0.01)	-
Purchase of property, plant and equipment and Capital Work in Progress	(215.90)	(209.56)
<b>Net Cash Flow from/(used in) Investing Activities</b>	<b>(215.91)</b>	<b>(209.56)</b>
<b>[C] CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of Borrowings	(199.08)	-
Proceeds from borrowings	440.80	233.16
Interest paid	(7.00)	(2.35)
<b>Net Cash Flow from/(used in) Financing Activities</b>	<b>234.72</b>	<b>230.81</b>
<b>Net Increase/ (Decrease) in Cash and Cash Equivalents</b>	<b>0.06</b>	<b>0.07</b>
Cash & Cash Equivalents at beginning of period (see Note 1)	0.13	0.06
<b>Cash and Cash Equivalents at end of period (see Note 1)</b>	<b>0.19</b>	<b>0.13</b>
<b>Note 1: Cash and Cash equivalents comprises of:</b>		
Cash on Hands	0.03	0.01
Balance with Banks	0.16	0.12
<b>Cash and Cash equivalents</b>	<b>0.19</b>	<b>0.13</b>

The Cash Flow statement has been prepared under the indirect method as set out in Indian Accounting Standards (IND AS) 7, 'Statement of Cash Flows'

As per our report of even date attached  
For Natvarlal Vepari and Co LLP  
(Formerly known as Natvarlal Vepari & Co.)  
Chartered Accountants  
Firm Registration No. 106971W/W101085

*Natvarlal Vepari*

Neha Sutariya  
Partner  
Membership No. 150816  
Mumbai  
Date: May 23, 2024



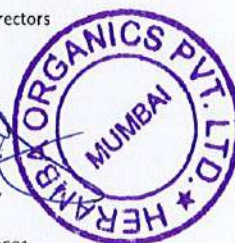
For & on behalf of the Board of Directors  
Heranba Organics Private Limited

*R.K. Shetty*

R.K Shetty  
Director  
DIN: 00038703

*S.K. Shetty*

S.K. Shetty  
Director  
DIN: 00038681





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

Statement of Changes in Equity for the year ended 31st March 2025

(All figures are Rupees in Crores unless otherwise stated)

	Number of shares	Face value ₹ per share	Amount
<b>A. EQUITY SHARE CAPITAL</b>			
Opening balance as at 01st April 2023	-	-	-
Issue of share capital	1,00,000	10.00	0.10
Changes in Equity Share Capital	-	-	-
<b>Balance as at March 31, 2024</b>	<b>1,00,000</b>	<b>10.00</b>	<b>0.10</b>
Changes in equity share capital	-	-	-
<b>Closing balance as at 31st March, 2025</b>	<b>1,00,000</b>	<b>10.00</b>	<b>0.10</b>

**B. OTHER EQUITY**

Particulars	Retained Earnings	Capital Contribution by Holding Company	Total
<b>Balance at 31st March, 2023</b>	(1.64)	-	(1.64)
Profit/(Loss) for the period	(14.82)	-	(14.82)
Contribution from Holding Company in the form of Guarantee (Refer Note 12(*))	-	0.31	0.31
<b>Balance at 31st March, 2024</b>	<b>(16.46)</b>	<b>0.31</b>	<b>(16.15)</b>
Profit/(Loss) for the period	(16.41)	-	(16.41)
Contribution from Holding Company in the form of Guarantee (Refer Note 12(*))	-	0.29	0.29
<b>Balance at 31st March, 2025</b>	<b>(32.87)</b>	<b>0.60</b>	<b>(32.27)</b>

The accompanying notes are an integral part of the financial statements

As per our report of even date attached  
For Natvarlal Vepari and Co LLP  
(Formerly known as Natvarlal Vepari & Co.)  
Chartered Accountants  
Firm Registration No. 106971W/W101085

*Natvarlal Vepari*

Neha Sutariya  
Partner  
Membership No. 150816  
Mumbai  
Date: May 23, 2025



For & on behalf of the Board of Directors  
Heranba Organics Private Limited

*R.K. Shetty*  
R.K Shetty  
Director  
DIN: 00038703

*S.K. Shetty*  
S.K. Shetty  
Director  
DIN: 00038681





HERANBA ORGANICS PRIVATE LIMITED

CIN: U24110MH2022PTC389547

Notes forming part of the Financial Statements as at and for the year ended March 31, 2025  
(All figures are Rupees in Crores unless otherwise stated)

Note 2. Property, plant and equipment and capital work-in-progress

Particulars	Freehold Land	Building	Plant and Equipment	Electrical Installation	Laboratory Equipment	Office Equipment	Computers and Fixtures	Furniture and Fixtures	Total
<b>Gross Carrying Value</b>									
Balance at 1st April, 2023	0.32	-	-	-	-	-	-	-	0.32
Additions	-	63.84	95.34	9.41	-	0.42	0.16	0.47	170.64
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance at 31st March, 2024</b>	0.32	63.84	96.34	9.41	-	0.42	0.16	0.47	170.95
Additions	-	65.89	184.16	17.22	5.05	1.48	0.27	2.27	276.35
Disposals	-	-	-	-	-	-	0.01	-	0.01
<b>Balance at 31st March 2025</b>	0.32	129.72	280.51	26.63	5.05	1.90	0.43	2.74	447.30
<b>Accumulated depreciation</b>									
Balance at 1st April, 2023	-	-	-	-	-	-	-	-	-
Depreciation charge	-	0.24	0.39	0.07	-	0.01	0.00	0.00	0.71
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance at 31st March, 2024</b>	-	0.24	0.39	0.07	-	0.01	0.00	0.00	0.71
Depreciation charge	-	8.80	14.47	2.62	0.28	0.34	0.14	0.22	26.86
Disposals	-	-	-	-	-	-	0.00	-	0.00
<b>Balance at 31st March 2025</b>	-	9.04	14.86	2.69	0.28	0.34	0.14	0.22	27.57
<b>Net carrying value as on 31st March, 2025</b>	0.32	120.68	265.65	23.94	4.77	1.56	0.29	2.52	419.73
<b>Net carrying value as on 31st March, 2024</b>	0.32	63.60	95.96	9.34	-	0.42	0.16	0.46	170.25

Note 3 - Capital Work in Progress

Particulars	Total
Opening balance as on 01-04-2023	30.22
Addition	269.24
Less: Capitalised during the year	(170.64)
<b>Closing balance as on 31-03-2024</b>	<b>128.82</b>
Addition	55.10
Less: Capitalised during the year	(115.99)
<b>Closing balance as on 31-03-2025</b>	<b>67.93</b>





HERANBA ORGANICS PRIVATE LIMITED

CIN: U24110MH2022PTC389547

Notes forming part of the Financial Statements as at and for the year ended March 31, 2025  
(All figures are Rupees in Crores unless otherwise stated)

Capital-Work-in Progress (CWIP) ageing schedule is as under:

Particulars	March 31, 2025		March 31, 2024	
	Project in Progress	Total	Project in Progress	Total
	Sarigam	Saykha	Sarigam	Saykha
Less than 1 year	33.85	13.12	46.97	83.71
1-2 years	8.31	10.13	14.18	6.20
2 to 3 years	2.53	-	2.53	-
> 3 years	-	-	-	-
<b>Total</b>	<b>44.69</b>	<b>23.24</b>	<b>67.93</b>	<b>89.91</b>

Completion schedule in respect of Capital-Work-in-Progress (CWIP) as on March 31, 2025 and March 31, 2024, whose completion is overdue and has exceeded its cost compared to its original plan is as under :-

Particulars	March 31, 2025		March 31, 2024	
	Project in Progress	Total	Project in Progress	Total
	Sarigam	Saykha	Sarigam	Saykha
Less than 1 year	44.69	23.24	67.93	89.91
1-2 years	-	-	-	-
2 to 3 years	-	-	-	-
> 3 years	-	-	-	-
<b>Total</b>	<b>44.69</b>	<b>23.24</b>	<b>67.93</b>	<b>89.91</b>

Project in progress which has exceeded the period and cost includes plant and equipments and associated civil construction initiated during the year which is in nearing completion and expected to be capitalized in FY 2025-26

Notes:

- 1) The Company has carried out the exercise of assessment of any indication of impairment to its property plant and equipment as on the Balance Sheet date. Pursuant to such exercise it is determined that there has been no indicators of impairment to its property, plant and equipment as at balance sheet date.
- 2) During the year, the Company has mortgaged its property, plant, and equipment to secure a loan of Rs. 55.00 crores taken by Heranba Industries Limited (the holding company) from Arka Fincap Private Limited, and the Company has created charge against the same.
- 3) During the year the company has capitalised the interest on Loan on Financial Arrangement and Interest on ICD of Holding company, amounting to Rs. 34.08 Crores. The average rate of borrowing capitalized is 9% for ICD Loan and ranging between 11.65% - 17.50% for Financial arrangements respectively.

4) - Disclosure under 186(4) of Companies Act.

Particulars	Purpose	31/03/2025	31/03/2024
Heranba Industries Limited	Guarantee/Security Given for Loan taken from Arka Finance	55.00	-
<b>Total</b>		<b>55.00</b>	<b>-</b>





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

Notes forming part of the Financial Statements as at and for the year ended March 31, 2025  
(All figures are Rupees in Crores unless otherwise stated)

**4 Financial Assets**

**Other Financial Assets**

Particulars	Non- Current		Current	
	31-Mar-25	31-Mar-24	31-Mar-25	31-Mar-24
Security Deposits	4.36	4.81	-	-
<b>Total</b>	<b>4.36</b>	<b>4.81</b>	<b>-</b>	<b>-</b>

**5 Other Assets**

Particulars	Non- Current		Current	
	31-Mar-25	31-Mar-24	31-Mar-25	31-Mar-24
Capital Advances (Unsecured, considered good)	5.58	19.80	-	-
Advances to Suppliers	-	-	0.32	0.07
Advance Tax net Provision	0.37	-	-	-
Balance with Revenue Authorities	-	-	32.65	19.68
Indirect Tax Receivable	-	-	0.85	-
Prepaid Expenses	0.18	-	0.24	0.00
Prepaid Rent on Security Deposit	0.82	0.15	0.24	0.04
Prepaid Unamortized Guarantee	0.26	0.18	0.17	0.10
	<b>7.21</b>	<b>20.13</b>	<b>34.47</b>	<b>19.89</b>

**6 Deferred Tax Assets/ (Liabilities) (Net)**

Particulars	31-Mar-25	31-Mar-24
Deferred tax assets (Net)		
Unabsorbed Losses	13.08	4.73
Long Term Borrowings	1.27	3.68
Tax Disallowances	0.20	-
Property, plant and equipment	(8.67)	(6.42)
<b>Total</b>	<b>5.89</b>	<b>1.99</b>

Note: The company has created Deferred Tax Asset on its unabsorbed losses considering the reasonable certainty of taxable profit from its project under implementation. Deferred Tax is created considering the tax rate under section 115BAB as the company plans to avail the benefit of Section 115BAB granting of concessional rate of Income Tax

**7 Inventories**

Particulars	31-Mar-25	31-Mar-24
Inventories (lower of cost and net realisable value)		
Raw materials	20.86	0.72
Work In Progress	9.07	0.08
Finished Goods	23.43	0.06
Packing materials	0.14	0.00
Consumables	1.24	-
<b>Total</b>	<b>54.74</b>	<b>0.86</b>

The disclosure of inventories recognised as an expense in accordance with paragraph 36 of IND AS 2 is as follows:

Particulars	31-Mar-25	31-Mar-24
Amount of inventories recognised as an expense.	155.81	0.33
Amount of write - down of inventories recognised as an expense	0.09	-
<b>Total</b>	<b>155.90</b>	<b>0.33</b>

**8 Trade Receivables**

Particulars	31-Mar-25	31-Mar-24
Considered good-Secured		
Considered good-Unsecured	79.54	0.32
Trade Receivables which have significant increase in Credit Risk	0.04	-
Less: Allowance for expected credit loss	(0.04)	-
	<b>79.54</b>	<b>0.32</b>





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

Notes forming part of the Financial Statements as at and for the year ended March 31, 2025  
(All figures are Rupees in Crores unless otherwise stated)

**Details of Receivable from Related Party**

Particulars	As at 31 March 2025	As at 31 March 2024
Heranba Industries Limited	74.99	-
Daikaffil Chemicals India Limited	0.79	-
	<b>75.79</b>	-

flows:

Range of O/s period	Undisputed			Total
	Considered Good	Significant increase in credit risk	credit impaired	
billed	-	-	-	-
at Due	-	-	-	-
months	77.65	0.04	-	77.68
1 year	1.82	0.00	-	1.82
2 year	0.07	0.01	-	0.08
3 year	-	-	-	-
years	-	-	-	-
<b>Total</b>	<b>79.54</b>	<b>0.04</b>	<b>-</b>	<b>79.58</b>
advance	-	(0.04)	-	(0.04)
<b>Total</b>	<b>79.54</b>	<b>-</b>	<b>-</b>	<b>79.54</b>

2025.

flows:

Range of O/s period	Undisputed			Total
	Considered Good	Significant increase in credit risk	credit impaired	
billed	-	-	-	-
at Due	-	-	-	-
months	0.32	-	-	0.32
1 year	-	-	-	-
2 year	-	-	-	-
3 year	-	-	-	-
years	-	-	-	-
<b>Total</b>	<b>0.32</b>	<b>-</b>	<b>-</b>	<b>0.32</b>
advance	-	-	-	-
<b>Total</b>	<b>0.32</b>	<b>-</b>	<b>-</b>	<b>0.32</b>

2024.

**9 Cash and cash equivalents**

Particulars	31-Mar-25	31-Mar-24
Cash on hand	0.03	0.01
Balances with banks:		
- in current accounts	0.16	0.12
<b>Total</b>	<b>0.19</b>	<b>0.13</b>

**10 Other Bank Balances**

Particulars	31-Mar-25	31-Mar-24
- Balance with Bank held as Margin Money*	0.01	-
<b>Total</b>	<b>0.01</b>	<b>-</b>

\* The company has pledge above deposits with bank as Bank Guarantee and Margin Money





**HERANBA ORGANICS PRIVATE LIMITED**  
**CIN: U24110MH2022PTC389547**  
**Notes forming part of the Financial Statements as at and for the year ended March 31, 2025**  
**(All figures are Rupees in Crores unless otherwise stated)**

**11 Equity share capital**

Particulars	31-Mar-25	31-Mar-24
<b>Authorised Share Capital:</b>		
1,50,000 (PY 1,50,000) Equity Shares of ₹ 10/- each	0.15	0.15
<b>Issued and subscribed capital:</b>		
1,00,000 (PY 1,00,000) Equity Shares of ₹ 10/- each fully paid up	0.10	0.10
<b>Total</b>	<b>0.10</b>	<b>0.10</b>

**a) Reconciliation of number of equity share outstanding at the beginning and at the end of the period**

	Number of shares
Fully paid equity shares	
Balance at 1st April, 2023	1,00,000
Increase/ (Decrease) during the period	-
<b>Balance at 31st March, 2024</b>	<b>1,00,000</b>
Increase/ (Decrease) during the period	-
<b>Balance at 31st March, 2025</b>	<b>1,00,000</b>

**b) Terms / rights attached to equity shares**

The company has a single class of equity shares having a par value of Rs.10 per share. Each shareholder of equity share is entitled to one vote per share. The company declares and pays dividend in Indian rupees.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive the remaining assets of the company in proportion to the number of equity shares held by each shareholder, after settlement of all preferential obligations.

**c) Details of shareholders holding more than 5% equity shares in the company**

	As at 31st March, 2025		As at 31st March, 2024	
	No of shares held	% of holding	No of shares held	% of holding
Fully paid equity shares				
Heranba Industries Limited	1,00,000	100.00%	1,00,000	100.00%

**d) Details of Shares held by holding Company**

	As at 31st March, 2025		As at 31st March, 2024	
	No of shares held	% of holding	No of shares held	% of holding
Fully paid equity shares				
Heranba Industries Limited	1,00,000	100.00%	1,00,000	100.00%

**e) Details of Promoters shareholders holding in equity shares of the company**

**For the year ended March 31, 2025**

Promoter Name	No. of Shares	%of total shares	% Change during the year
<b>Promoters Group</b>			
Heranba Industries Limited	99,998	100%	0.00%
Sadashiv Kanayan Shetty (Nominee of Heranba Industries Limited)	1	0%	0.00%
Raghuram Kanayan Shetty (Nominee of Heranba Industries Limited)	1	0%	0.00%
	<b>1,00,000</b>	<b>100%</b>	

**For the year ended March 31, 2024**

Promoter Name	No. of Shares	%of total shares	% Change during the year
<b>Promoters Group</b>			
Heranba Industries Limited	99,998	100%	0.00%
Sadashiv Kanayan Shetty (Nominee of Heranba Industries Limited)	1	0%	0.00%
Raghuram Kanayan Shetty (Nominee of Heranba Industries Limited)	1	0%	0.00%
	<b>1,00,000</b>	<b>100%</b>	

**f) The entire shareholding is held by the Holding Company**





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

Notes forming part of the Financial Statements as at and for the year ended March 31, 2025  
(All figures are Rupees in Crores unless otherwise stated)

**12 Other equity**

Particulars	31-Mar-25	31-Mar-24
Retained Earnings	(32.87)	(16.46)
Capital Contribution by Holding Company	0.60	0.31
	<b>(32.27)</b>	<b>(16.15)</b>

**13 Long Term Borrowings**

Particulars	31-Mar-25	31-Mar-24
Loan from Related Parties	458.70	268.51
Secured		
Financing Arrangement under Sale and Lease Back Arrangement (*)	105.79	21.46
Less: Current Maturities	(22.14)	(3.55)
	<b>542.35</b>	<b>286.42</b>
Secured	105.79	21.46
Unsecured	458.70	268.51
	<b>564.49</b>	<b>289.97</b>

(\*) The Company has entered in a Master Lease Agreement with Siemens Financial Services Private Limited on January 29 2024, Capsave Finance Private Limited on November 11, 2024 and Rent Alpha Private Limited on August 23, 2024 whereby the Company has sold some of the Plant and Machinery to these companies and taken it back on Lease for a tenor of 60 months. At the end of the lease period the Company has a repurchase option at a pre determined price. The substance of the transaction being that of a financing arrangement, the sale is not recognised and the arrangement is treated as a financing arrangement in the financial statements. Accordingly, the Company has shown the Plant and Equipment under Property, Plant and Equipment and has shown the transfer proceeds as Financing Arrangement under Sale and Lease Back Arrangement under Long Term Borrowings.

**a) Details of Related Party**

Particulars	31-Mar-25	31-Mar-24
Heranba Industries Limited	458.70	268.51

**b) Terms Borrowings:**

**i. Borrowings from Holding Company**

The loan from related party is for a period of 5 years, caring interest @ 9% p. a. (PY 9% p.a.) Interest and principal are repayable at the end of 5 years.

**ii. Financing Arrangement under Sale and Lease Back Arrangement**

The tenor of the arrangement is for a period of 5 years, carrying effective interest rate range between 11.65% - 17.50%. Interest and Principal are repayable at the end of each month/ quarter.

**c) Maturity Profile for Borrowings**

Particulars	31-Mar-25	31-Mar-24
Repayment within one year	22.14	3.55
Repayment beyond one year to five years	542.35	286.42
Repayment beyond five years	-	-
	<b>564.49</b>	<b>289.97</b>

Maturity profile given is not adjusted for INDAS adjustment done with respect to Borrowings in the financials.





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

Notes forming part of the Financial Statements as at and for the year ended March 31, 2025

(All figures are Rupees in Crores unless otherwise stated)

**d) Disclosure "As per the amendment to INDAS 7 Statement of Cash Flow ":**

Particulars	Long Term Borrowings	Interest Accrued	Current Maturities of Long Term Borrowings	Total
Opening Balance	286.42	-	3.55	289.97
Changes in Financial Cash flow	245.27	(7.00)	(3.55)	234.71
Interest accrued	-	5.84	-	5.84
Internal Transfers	(20.74)	(1.40)	22.14	-
Other Non- Cash Adjustments	31.40	2.68	-	34.08
Closing Balance as at March 31,2025	542.35	0.11	22.14	564.60

Particulars	Long Term Borrowings	Interest Accrued	Current Maturities of Long Term Borrowings	Total
Opening Balance	46.15	-	-	46.15
Changes in Financial Cash flow	233.16	(2.35)	-	230.81
Interest accrued	-	13.27	-	13.27
Internal Transfers	7.37	(10.92)	3.55	-
Other Non- Cash Adjustments	(0.26)	-	-	(0.26)
Closing Balance as at March 31,2024	286.42	-	3.55	289.97

**14 Short Term Borrowings**

Particulars	31-Mar-25	31-Mar-24
Secured		
Current Maturities of Long Term Borrowings	22.14	3.55
	22.14	3.55

Note: Refer note 13 above

**15 Trade payables**

Particulars	31-Mar-25	31-Mar-24
Total outstanding dues of micro enterprises and small enterprises	1.99	0.01
Total outstanding dues of creditors other than micro enterprises and small enterprises	115.55	4.47
	117.54	4.48

The trade payable ageing schedule (based on Bill date) for the year ended on 31st March, 2025 as follows:

Range of O/s period	MSME		Others	
	Undisputed	Disputed	Undisputed	Disputed
Unbilled	-	-	0.10	-
Not Due	-	-	-	-
Less than 1 year	1.99	-	115.15	-
1-2 years	-	-	0.30	-
2-3 year	-	-	-	-
> 3 years	-	-	-	-
Total	1.99	-	115.55	-

The trade payable ageing schedule (based on Bill date) for the year ended on 31st March, 2024 as follows:

Range of O/s period	MSME		Others	
	Undisputed	Disputed	Undisputed	Disputed
Unbilled	-	-	0.02	-
Not Due	-	-	-	-
Less than 1 year	0.01	-	4.44	-
1-2 years	-	-	-	-
2-3 year	-	-	-	-
> 3 years	-	-	-	-
Total	0.01	-	4.46	-

The MSME Parties have been determined to the extent such parties have been identified on the basis of information available with the Company.





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

**Notes forming part of the Financial Statements as at and for the year ended March 31, 2025**  
(All figures are Rupees in Crores unless otherwise stated)

Details of dues to micro and small enterprises as defined under MSMED Act, 2006	31-Mar-25	31-Mar-24
Principal amount due	10.56	0.01
Interest due on above	0.11	-
the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
Amount of interest paid in terms of Sec 16 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-
Amount of interest due and payable for the period of delay	0.11	-
Amount of interest accrued and remaining unpaid as at year end	0.11	-
Amount of further interest remaining due and payable in the succeeding year	-	-

**16 Other Financial Liabilities**

Particulars	31-Mar-25	31-Mar-24
<b>Current</b>		
Payable for Capital Goods	9.40	66.72
Payable for Capital Goods MSME	8.57	-
Interest Payable MSME	0.11	-
Employee Benefits Payable	1.63	0.14
<b>Total</b>	<b>19.72</b>	<b>66.86</b>

**17 Other current liabilities**

Particulars	31-Mar-25	31-Mar-24
<b>Current</b>		
Statutory liabilities	4.02	1.93
<b>Total</b>	<b>4.02</b>	<b>1.93</b>

**18 Provision**

Particulars	31-Mar-25	31-Mar-24
<b>Non Current</b>		
Provision for Gratuity	0.16	-
Provision for Leave encashment	0.28	-
	<b>0.44</b>	<b>-</b>
<b>Current</b>		
Provision for Gratuity	0.00	-
Provision for Leave encashment	0.04	-
	<b>0.04</b>	<b>-</b>

**Disclosure in accordance with Ind AS – 19 "Employee Benefits", of the Companies (Indian Accounting Standards) Rules, 2015.**

The company has carried out the actuarial valuation of Gratuity and Leave Encashment liability under actuarial principle, in accordance with Ind AS 19 - Employee Benefits.

Gratuity is a defined benefit plan under which employees who have completed five years or more of service are entitled to gratuity on departure from employment at an amount equivalent to 15 days salary (based on last drawn salary) for each completed year of service restricted to Rs 0.20 Crores. The Company's gratuity liability is unfunded.

- i) The amount recognised in the balance sheet and the movements in the net defined benefit obligation of Gratuity over the year is as follow:

Particulars	31-Mar-25	31-Mar-24
<b>(a) Reconciliation of opening and closing balances of Defined benefit Obligation</b>		
Defined Benefit obligation at the beginning of the year	-	-
Current Service Cost	0.16	-
Interest Cost	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	-	-
Actuarial (Gains)/Losses on Obligations - Due to Experience Adjustment	-	-
Actuarial (Gains)/Losses on Obligations - Due to Demographic Assumptions	-	-
Benefits paid directly by the Employer	-	-
Benefits paid by the Fund	-	-
<b>Defined Benefit obligation at the year end</b>	<b>0.16</b>	<b>-</b>





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

**Notes forming part of the Financial Statements as at and for the year ended March 31, 2025**  
(All figures are Rupees in Crores unless otherwise stated)

(b) Expenses recognized during the year ( Under the head " Employees Benefit Expenses )		
Current Service Cost	0.16	-
Interest Cost	-	-
<b>Net Cost</b>	<b>0.16</b>	<b>-</b>
(c) Actuarial (Gain)/Loss- Other Comprehensive Income	0.00	-
(d) Net liabilities recognised in the balance sheet		
Short-term provisions	0.00	-
Long-term provisions	0.16	-

**ii) Actuarial Assumptions**

Particulars	31-Mar-25	31-Mar-24
Expected return on Plan Assets	N.A.	-
Discount rate (per annum)	6.83%	-
Attrition rate	10.00%	-
Rate of escalation in salary (per annum)	8.00%	-
Mortality Rate During Employment	Indian Assured Lives Mortality (2012-14) Ultimate	-

**iii) Expected Payout**

Particulars	31-Mar-25	31-Mar-24
Projected Benefits Payable in Future Years From the Date of Reporting		
Expected Payout 1st Following Year	0.00	-
Expected Payout 2nd Following Year	0.00	-
Expected Payout 3rd Following Year	0.00	-
Expected Payout 4th Following Year	0.00	-
Expected Payout 5th Following Year	0.02	-
Expected Payout 6th to 10th Following Year	0.09	-
Sum of Years 11 and above	0.30	-

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

There is no minimum funding requirement for a gratuity plan in India and there is no compulsion on the part of the company fully or partially pre-fund the liabilities under the plan.

**iv) Sensitivity analysis**

**A quantitative Sensitivity analysis for significant assumption**

Particulars	Discount Rate	Salary Growth Rate	Attrition Rate
<b>Changes in Assumption</b>			
March 31, 2025	1%	1%	1%
March 31, 2024	1%	1%	1%
<b>Increase in assumption</b>			
March 31, 2025	(0.02)	0.02	(0.01)
March 31, 2024	-	-	-
<b>Decrease in assumption</b>			
March 31, 2025	0.02	(0.02)	0.01
March 31, 2024	-	-	-





**HERANBA ORGANICS PRIVATE LIMITED**

**CIN: U24110MH2022PTC389547**

**Notes forming part of the Financial Statements as at and for the year ended March 31, 2025**  
(All figures are Rupees in Crores unless otherwise stated)

**Gratuity is a defined benefit plan and company is exposed to the Following Risks:**

- 1 **Salary Risk:** The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.
- 2 **Interest rate risk:** A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.
- 3 **Investment Risk:** The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.

**19 Revenue from Operations**

Particulars	2024-25	2023-24
Sale of Goods	220.58	0.27
	<b>220.58</b>	<b>0.27</b>

I Disclosure in accordance with Ind AS - 115 "Revenue Recognition Disclosures", of the Companies (Indian Accounting Standards) Rules, 2015

**a) Revenue disaggregation based on Service Type and by Geographical Region:**

**i) Revenue disaggregation by type of Service is as follows:**

Major Service Type	2024-25	2023-24
Sale of Goods - Agrochemicals	220.58	0.27
	<b>220.58</b>	<b>0.27</b>

**ii) Revenue disaggregation by geographical region is as follows:**

Geographical Region	2024-25	2023-24
India	220.58	0.27
Outside India	-	-
<b>Total revenue from operations</b>	<b>220.58</b>	<b>0.27</b>

**Timing of revenue recognition**

At a point in time	220.58	0.27
<b>Total revenue from operations</b>	<b>220.58</b>	<b>0.27</b>

**(b) Contract Balances**

Balances at the beginning of the year	-	-
Revenue recognised that is included at the beginning of the period	-	-
Advances received which have remained outstanding at the end of the year	-	-
	<b>-</b>	<b>-</b>

**(c) Significant adjustments between the contracted price and revenue recognized in the Statement of profit and loss account:**

Particulars	2024-25	2023-24
Reconciliation of revenue from operations with Contract Price		
Contract Price	220.58	0.27
Less:		
Discounts	-	-
<b>Total Revenue from operations</b>	<b>220.58</b>	<b>0.27</b>

**(d) Major customers - Approximately 98% of total revenue of the Company is from a single customer**





**HERANBA ORGANICS PRIVATE LIMITED**

**CIN: U24110MH2022PTC389547**

**Notes forming part of the Financial Statements as at and for the year ended March 31, 2025**

**(All figures are Rupees in Crores unless otherwise stated)**

**20 Other Income**

Particulars	2024-25	2023-24
Interest Income fair valued under IND AS 109	0.09	0.01
Interest - Others	0.00	-
(Full figure for 24-25:Rs. 17,115)		
Interest on Fixed Deposit	0.00	-
(Full figure for 24-25 :Rs.4,550)		
	<u>0.09</u>	<u>0.01</u>

**21 Cost of materials consumed**

Particulars	2024-25	2023-24
Raw Material / Packing Material		
Opening Stock	0.72	-
Add : Purchases (Net of Discount)	208.54	1.18
Less : Closing stock	21.00	0.72
	<u>188.26</u>	<u>0.46</u>

**22 Changes in Inventories of Finished Goods, Work-in-Progress and Stock in Trade**

Particulars	2024-25	2023-24
Inventory adjustment - WIP		
Opening Stock of Work In Progress	0.08	-
Closing Stock of Work In Progress	(9.07)	(0.08)
	<u>(8.99)</u>	<u>(0.08)</u>
Inventory adjustment - Finished Goods		
Opening Stock of Finished Goods	0.06	-
Closing Stock of Finished Goods	(23.43)	(0.06)
	<u>(23.37)</u>	<u>(0.06)</u>
Total	<u>(32.36)</u>	<u>(0.14)</u>

**23 Employee Benefit Expenses**

Particulars	2024-25	2023-24
Salary & Wages	9.60	0.28
Contribution to PF & Other Funds	0.38	0.01
Staff welfare expenses	0.52	0.02
Total	<u>10.50</u>	<u>0.31</u>

**24 Finance Costs**

Particulars	2024-25	2023-24
Interest on ICD from Holding Company	1.55	12.84
Interest on Financing Arrangement	4.17	0.43
Interest MSME	0.11	-
Amortisation of Guarantee Commission	0.14	0.03
Amortisation of Upfront Fees	0.19	0.02
Total	<u>6.16</u>	<u>13.32</u>

**25 Depreciation and Amortization**

Particulars	2024-25	2023-24
Depreciation	26.85	0.71
	<u>26.86</u>	<u>0.71</u>





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

Notes forming part of the Financial Statements as at and for the year ended March 31, 2025  
(All figures are Rupees in Crores unless otherwise stated)

**26 Other Expenses**

Particulars	2024-25	2023-24
Consumption of Stores and Spares	11.53	
Rates & taxes	0.32	0.00
Rent	3.15	0.08
Repairs & Maintenance Plant & Machinery	0.88	-
Repairs & Maintenance Building	0.14	-
Repairs & Maintenance of Others	0.32	-
Repairs & Maintenance of Vehicle	0.05	-
Selling & Distribution Expenses	0.00	-
Deemed Rent under IND AS 109	0.12	0.01
Registration Charges	0.46	0.09
Legal & Professional Charges	0.44	0.12
Audit Fees (Refer note a below)	0.06	0.02
Loading & Unloading Charges	0.17	0.00
Donations	0.00	-
Research and Development Expense	0.66	1.60
Insurance	0.57	0.01
Factory Expenses	5.40	0.03
Travelling & Conveyance Expenses	0.64	0.06
Labour Charges	5.02	0.08
Power and Fuel	8.73	0.02
Security Expense	0.93	0.00
Allowances for doubtful debts	0.04	-
Other Expenses	1.93	0.13
<b>Total</b>	<b>41.56</b>	<b>2.24</b>

**a) Audit Fees**

As Auditor :

- Statutory Audit fees

- Tax Matters

**Total**

0.05	0.02
0.01	0.00
<b>0.06</b>	<b>0.02</b>

**b) Total expenditure on R & D is included in respective heads of accounts as under:**

Employee benefits expenses

R & D Expenditure

0.39	0.04
0.66	1.60
<b>1.05</b>	<b>1.64</b>

**27 Tax Expense**

Particulars	2024-25	2023-24
<b>Current Tax</b>		
Tax for the year	-	-
Deferred Tax Expenses	(3.90)	(1.80)
<b>Income Tax expense</b>	<b>(3.90)</b>	<b>(1.80)</b>

Particulars	2024-25	2023-24
Accounting profit before income tax	(20.31)	(16.62)
Enacted tax rates in India (%)	17.16%	17.16%
Computed expected tax expenses	(3.48)	(2.85)
<b>Tax effects of amounts that are not deductible (taxable) in calculating taxable income:</b>		
Net changes on account of disallowances	5.73	1.09
Net changes on account of Allowances	(10.57)	(2.72)
Losses to be carried forward	8.32	4.49
<b>Income tax expenses</b>	<b>-</b>	<b>-</b>





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

**Notes forming part of the Financial Statements as at and for the year ended March 31, 2025**  
(All figures are Rupees in Crores unless otherwise stated)

Deferred tax assets / (liabilities) In relation to:	Opening Balance	Recognised in profit or loss	Recognised in Other Comprehensive Income	Closing Balance
<b>As at March 31, 2025</b>				
Unabsorbed Losses	4.73	8.35	-	13.08
Financing Arrangement under Sale and Lease Back Arr:	3.68	(2.41)	-	1.27
Tax Disallowances	-	0.20	-	0.20
Property, plant and equipment	(6.42)	(2.25)	-	(8.67)
	<u>1.99</u>	<u>3.90</u>	<u>-</u>	<u>5.89</u>
<b>As at March 31, 2024</b>				
Unabsorbed Losses	0.19	4.54	-	4.73
Financing Arrangement under Sale and Lease Back Arr:	-	3.68	-	3.68
Property, plant and equipment	-	(6.42)	-	(6.42)
Total	<u>0.19</u>	<u>1.80</u>	<u>-</u>	<u>1.99</u>

**28 Earnings Per Share**

Particulars	2024-25	2023-24
Profit / (Loss) for the period (₹ in Crore)	(16.41)	(14.82)
Outstanding equity shares at period end	1,00,000	1,00,000
Weighted average Number of Shares outstanding during the period - Basic	1,00,000	1,00,000
Weighted average Number of Shares outstanding during the period - Diluted	1,00,000	1,00,000
Earnings per Share - Basic (₹ Per Share)	(1,641.35)	(1,482.28)
Earnings per Share - Diluted (₹ Per Share)	(1,641.35)	(1,482.28)

**Reconciliation of weighted number of outstanding during the period:**

Particulars	2024-25	2023-24
Nominal Value of Equity Shares (₹ Per Share)	10.00	10.00
Total number of equity shares outstanding at the beginning of the period	1,00,000	1,00,000
Add : Issue of Equity Shares during the period	-	-
Total number of equity shares outstanding at the end of period	1,00,000	1,00,000
Weighted average number of equity shares at the end of period- Basic	1,00,000	1,00,000
Weighted average number of equity shares at the end of period- Dilutive	1,00,000	1,00,000

**29 Contingent Liability and Capital Commitments**

Particulars	2024-25	2023-24
<b>Contingent Liability</b>		
Demands against Processing of TDS Payments (*)	0.07	0.01

(\*) The Demands are majorly against Inoperative PAN status due to non linking of PAN and Aadhar by the Counter parties. The Company is in the process of getting the same rectified from the parties post which the demand would change.

During the year the Company has given guarantee/Security for loan taken by Heranba Industries Limited ( holding company) amounting to Rs. 55 Crores

**Capital Commitment**

i) Estimated amount of contracts remaining to be executed in Capital Account and not provided for (Net of Advance) i.e. the amount payable for the undelivered capital expenditure items.	22.82	24.82
ii) Commitment for acquiring leasehold land - Sarigam	31.14	31.14
<b>Total</b>	<u>53.96</u>	<u>55.96</u>

iii) Commitment for acquiring leasehold land at Saykha - Amount will be prevailing Market rate at time of execution of agreement





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

Notes forming part of the Financial Statements as at and for the year ended March 31, 2025  
(All figures are Rupees in Crores unless otherwise stated)

30 In the opinion of the Board of Directors, all assets other than Property, Plant & Equipment and non-current investments have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

31 Disclosure in accordance with Ind AS – 108 "Operating Segments", of the Companies (Indian Accounting Standards) Rules, Ind AS 108 establishes standards for the way that business enterprises report information about operating segments and related disclosures about products and services, geographic areas, and major customers. As the Company is engaged in providing similar nature of products, production process, customer types etc., the company has a single operating segment of "Agro chemicals", there are no differing risks and returns attributable to the Company's services to its customers.

**32 Related Party Transactions**

Disclosure in accordance with Ind AS - 24 "Related Party Disclosures", of the Companies ( Indian Accounting Standards) Rules, Details are given in Statement -1

**33 Financial Instruments**

i) The carrying value and fair value of financial instruments by categories, is as follows:

	2024-25		2023-24	
	Carrying Value	Fair Value	Carrying Value	Fair Value
a) Financial Assets at amortised cost				
Trade Receivable	79.54	79.54	0.32	0.32
Cash and cash equivalents	0.19	0.19	0.12	0.12
Other	4.37	4.37	4.81	4.81
Total	84.10	84.10	5.25	5.25
b) Financial Liabilities at amortised cost				
Borrowings	564.49	564.49	289.97	289.97
Trade payables	117.54	117.54	4.48	4.48
Other Financial Liabilities	19.72	19.72	66.86	66.86
Total	701.75	701.75	361.31	361.31

The management assessed that fair value of cash and short-term deposits, trade receivables, trade payables, and other current financial assets and liabilities at amortised cost approximate their carrying amounts largely due to the short-term maturities of these instruments.

**34 Financial Risk Management**

Risk management framework:

The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The company's senior management oversees management of these risks. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

**i) Market Risk****a. Foreign currency risk**

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company is not exposed to currency risk as at March 31, 2025.

**b. Interest rate risk**

Interest rate risk arises from movements in interest rates which could have effects on the company's net income or financial position. Changes in interest rates may cause variations in interest income and expenses resulting from interest-bearing assets and liabilities. The company's exposure to the risk of changes in market interest rates relates primarily to the company's debt obligations with floating interest rates.

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of borrowings and loans given affected. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:





**HERANBA ORGANICS PRIVATE LIMITED**

**CIN: U24110MH2022PTC389547**

**Notes forming part of the Financial Statements as at and for the year ended March 31, 2025**  
(All figures are Rupees in Crores unless otherwise stated)

Particulars	Changes in basis points	Effect on profit before tax 2024-25	Effect on profit before tax 2023-24
Financial liabilities			
Interest rates - increase - 1%	1%	(1.06)	(0.21)
Interest rates - decrease - 1%	-1%	1.06	0.21

**ii) Credit risk**

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

**Trade and Other Receivables:**

The Company measures the expected credit loss of trade receivables based on historical trend, industry practices and the business environment in which the entity operates. Based on the historical data of defaults and financial position of parties, chances of credit losses are minimal. The Company is not exposed to Credit risk as there are no trade receivable as at March 31, 2025.

**iii) Liquidity risk**

Liquidity risk is the risk that the company will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through committed credit facilities to meet the obligations when due.

Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. The Company manages its liquidity risk by preparing month on month cash flow projections to monitor liquidity requirements.

The Working Capital Position of the Company is given below:

Particulars	2024-25	2023-24
Inventory	54.74	0.85
Trade receivables	79.54	0.32
Cash and Bank Balance	0.21	0.12
Other Current Assets	34.47	19.89
<b>Total</b>	<b>168.95</b>	<b>21.19</b>
<b>Less:</b>		
Borrowings	22.14	3.55
Trade payables	117.54	4.48
Other Financial Liabilities	19.72	66.86
Other Current liabilities	4.02	1.93
Provision	0.04	-
	<b>163.46</b>	<b>76.82</b>
<b>Net Working Capital</b>	<b>5.49</b>	<b>(55.63)</b>

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted

Particulars	Less than 1 year	2-5 years	More than 5 years	Total
<b>As at 31st March 2025</b>				
Borrowing	22.14	542.35	-	564.49
Trade Payable	117.54	-	-	117.54
Other Financial Liabilities	19.72	-	-	19.72
<b>Total</b>	<b>159.40</b>	<b>542.35</b>	<b>-</b>	<b>701.75</b>
<b>As at 31st March 2024</b>				
Borrowing	3.55	286.42	-	289.97
Trade Payable	4.48	-	-	4.48
Other Financial Liabilities	66.86	-	-	66.86
<b>Total</b>	<b>74.89</b>	<b>286.42</b>	<b>-</b>	<b>361.31</b>

**35 Fair value hierarchy**

Since, there are no financial assets and financial liabilities which are carried at fair value in the financial statements and therefore fair value hierarchy disclosures are not required to be presented.





**HERANBA ORGANICS PRIVATE LIMITED**

CIN: U24110MH2022PTC389547

Notes forming part of the Financial Statements as at and for the year ended March 31, 2025  
(All figures are Rupees in Crores unless otherwise stated)

**36 Capital management**

Capital includes equity attributable to the equity holders to ensure that it maintains an efficient capital structure and healthy capital ratios in order to support its business and maximize shareholder value. The Company manages its capital structure and makes adjustments to it, in light of changes in economic conditions or its business requirements. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

The Company's adjusted net debt to equity ratio as follows:

Particulars	2024-25	2023-24
Gross Debt	564.49	289.97
Less: Cash and Cash Equivalent	(0.19)	(0.12)
<b>Net debt (A)</b>	<b>564.67</b>	<b>290.09</b>
<b>Total Equity (B)</b>	<b>(32.17)</b>	<b>(16.05)</b>
<b>Gearing ratio (A/B)</b>	<b>-</b>	<b>-</b>

**37 Relationship with Struck off Companies**

The information about transaction with struck off Companies (defined under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956) has been determined to the extent such parties have been identified on the basis of the information available with the Company and the same is relied upon by the auditors.

**38 Analytical Ratios**

Analytical Ratios as per requirements of Schedule III are given in Statement 2

**39 Audit Trail**

The Ministry of Corporate Affairs (MCA) by the Companies (Accounts) Amendment Rules 2021 and vide notification dated 24 March 2021 has issued the "Companies (Audit and Auditors) Amendment Rules, 2021 has prescribed a new requirement for companies under the proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 inserted requiring companies, which uses accounting software for maintaining its books of account, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled.

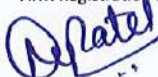
As required under above rules, the company uses Navision and HRMS software for its financial accounting and HR which works along with Database for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded and the audit trail feature has not been tampered with except

i) the audit trail feature was not enabled at the database level for accounting software "Navision" to log any direct data changes, used for maintenance of all accounting records by the Company.

ii) At present the audit trail is preserved only for a period of six months and all audit trails beyond six months are not preserved due to space constraints. Further, back up of the audit trail has not been preserved as per statutory requirements for record retention due to cloud space constraints.

**40 The balance sheet, statement of profit and loss, cash flow statement, statement of changes in equity, statement of material accounting policies and the other explanatory notes forms an integral part of the financial statements of the Company for the year ended March 31, 2025.****41 Figures of the previous period have been regrouped/reclassified wherever necessary including to conform to current period's classification.**

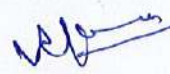
As per our report of even date attached  
For Natvarlal Vepari and Co LLP  
(Formerly known as Natvarlal Vepari & Co.)  
Chartered Accountants  
Firm Registration No. 106971W/W101085



Neha Sutariya  
Partner  
Membership No. 150816  
Mumbai  
Date: May 23, 2025



For & on behalf of the Board of Directors  
Heranba Organics Private Limited



R.K. Shetty  
Director  
DIN: 00038703



S.K. Shetty  
Director  
DIN: 00038681





**HERANBA ORGANICS PRIVATE LIMITED**
**CIN: U24110MH2022PTC389547**
**Notes forming part of the Financial Statements as at and for the year ended March 31, 2025**
**(All figures are Rupees in Crores unless otherwise stated)**
**Statement 1- Related Party Transactions**
**A. Relationship**

- a Heranba Industries Limited Holding Company  
a Daikaffil Chemicals India Limited Entities having significant Influence (w.e.f February 5, 2024)

**B Key Management Personnel and their Relatives**

- a Raghuram K Shetty  
b Sadashiv Shetty  
c Shriraj Sadashiv Shetty  
d Raunak Raghuram Shetty

**C The following are the transactions with related parties**
**Related party transactions**

Sr. No.	Nature of transaction	Holding Company		Entities having significant Influence		Total	
		2024-25	2023-24	2024-25	2023-24	2024-25	2023-24
1	Purchase of Fixed Assets	3.38	-	0.04	-	3.41	-
	Heranba Industries Limited	3.38	-	-	-	3.38	-
	Daikaffil Chemicals India Limited	-	-	0.04	-	0.04	-
2	Guarantee Expense	0.14	0.03	-	-	0.14	0.03
	Heranba Industries Limited	0.14	0.03	-	-	0.14	0.03
3	Purchase of Goods	93.21	1.16	-	-	93.21	1.16
	Heranba Industries Limited	93.21	1.16	-	-	93.21	1.16
4	Sale of Goods	215.89	-	0.67	-	216.56	-
	Heranba Industries Limited	215.89	-	-	-	215.89	-
	Daikaffil Chemicals India Limited	-	-	0.67	-	0.67	-
5	Interest Expenses	32.95	12.84	-	-	32.95	12.84
	Heranba Industries Limited	32.95	12.84	-	-	32.95	12.84
6	Rent Paid	2.53	2.53	-	-	2.53	2.53
	Heranba Industries Limited	2.53	2.53	-	-	2.53	2.53
7	Loan Taken	366.78	268.51	-	-	366.78	268.51
	Heranba Industries Limited	366.78	268.51	-	-	366.78	268.51
8	Loan Repaid	176.59	-	-	-	176.59	-
	Heranba Industries Limited	176.59	-	-	-	176.59	-
7	Capital Contribution by Holding Company representing Fair Value of Guarantee	0.60	0.31	-	-	0.60	0.31
	Heranba Industries Limited	0.60	0.31	-	-	0.60	0.31
8	Guarantee given for our Financial Arrangement by (without IndAS Impact)	27.74	29.49	-	-	27.74	29.49
	Heranba Industries Limited	27.74	29.49	-	-	27.74	29.49
9	Guarantee given for our Financial Arrangement by (without IndAS impact) - Outstanding	47.96	29.49	-	-	47.96	29.49
	Heranba Industries Limited	47.96	29.49	-	-	47.96	29.49
10	Guarantee/Security given by us for loan taken by	55.00	-	-	-	55.00	-
	Heranba Industries Limited	55.00	-	-	-	55.00	-
11	Trade Receivable as at Balance Sheet Date	74.99	-	0.79	-	75.79	-
	Heranba Industries Limited	74.99	-	-	-	74.99	-
	Daikaffil Chemicals India Limited	-	-	0.79	-	0.79	-
12	Outstanding as at Balance Sheet Date	458.70	272.62	-	-	458.70	272.62
	Heranba Industries Limited - Loan	458.70	268.51	-	-	458.70	268.51
	Heranba Industries Limited - Other Payables	-	4.11	-	-	-	4.11
13	Capital Commitment	31.14	31.14	-	-	31.14	31.14
	Heranba Industries Limited	-	-	-	-	-	-
	Sarigam Land	31.14	31.14	-	-	31.14	31.14
	Commitment for acquiring leasehold land at Saykha - Amount will be prevailing Market rate at time of execution of agreement	-	-	-	-	-	-

**Terms and conditions**

All transactions with these related parties are priced on an arm's length basis. None of the balance is secured.





**HERANBA ORGANICS PRIVATE LIMITED****Notes forming part of the Financial Statements as at and for the year ended March 31, 2025****(All figures are Rupees in Crores unless otherwise stated)****Statement 2- Analytical Ratios**

Sr. No.	Ratio	Numerator/ Denominator	Ratio (2024-25)	Ratio (2023-24)	Variance	Reason for variance
1	Current ratio	<u>Current Asset</u> Current Liabilities	1.03	0.28	-274.63%	fresh financials arrangements taken during the year
2	Debt-Equity ratio	<u>Total Debts</u> Shareholders Equity	(16.86)	(17.84)	5.52%	
3	Debt Service Coverage ratio	<u>Earnings available for debt service</u> Debt Service	0.08	(0.06)	235.93%	fresh financials arrangements taken during the year
4	Return on Equity ratio ( ROE)	<u>Net Profits after taxes – Preference Dividend</u>  Average Shareholder's Equity	-68.07%	-168.50%	59.60%	operation started during the year improving return on equity ratio
5	Inventory Turnover Ratio	<u>Cost of goods sold OR sales</u> Average Inventory	5.61	0.37	-1402.02%	operation started during the year
6	Trade Receivables turnover ratio	<u>Net Credit Sales</u> Average Accounts Receivable	5.52	1.69	552.44%	operation started during the year
7	Trade payables turnover ratio	<u>Other Expenses Excl. Bad Debts w/off and Expected Credit Loss Provision, Donation and CSR</u> Average Trade Payables	3.24	1.05	-207.64%	operation started during the year
8	Net capital turnover ratio	<u>Net Sales</u>  Average working capital	(8.80)	(0.01)	-94079.91%	operation started during the year
9	Net profit ratio	<u>Net Profit after Tax</u> Net Sales	-7.44%	-5439.54%	99.86%	operation started during the year
10	Return on Capital employed (ROCE)	<u>Earning before interest and taxes</u> Capital Employed	-2.77%	-1.22%	-126.79%	operation started during the year
11	Return on Investment (ROI)	$\frac{MV(T1) - MV(T0) - \text{Sum } [C(t)]}{\{MV(T0) + \text{Sum } [W(t) * C(t)]\}}$	NA	NA	NA	

Note: Operations started during the year hence ratios are strictly not comparable

