Rahul Goenka & Associates
Chartered Accountants

4, Synagogue Street, 10th Floor,
Room No. - 1003, Kolkata - 700 001
Mob. : 98310 70829
E-mail rahul.goenka@hotmail.com
rgassociates@outlook.com

Date : 26./..08../2024.

Independent Auditor's Report

To the Members of M/s. K.K. Emulsions Private Limited

Report on the Audit of the Standalone financial statements

Opinion

We have audited the accompanying financial statements of **M/s. K.K. Emulsions Private Limited (*"the Company"*)** which comprises the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss for the year then ended, and the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the of the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

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

Other Information

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

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we conclude

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's and Board of Directors' Responsibility for the Standalone Financial Statements

The Company's management and Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management and Board of Directors are 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the standalone 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.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone financial statements made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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 Section 143(11) of the Act, we enclose in the "**Annexure A**", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. (A) As required by Section 143(3) of the Act, we report that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c. The Balance Sheet, and the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e. On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**".

g. The provisions of Section 197 read with Schedule V of the Act are not applicable to the Company for the period ended **31 March 2024** since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable

(B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position.

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

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 its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, 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, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with Section 123 of the Act to the extent it applies to payment. of dividend. As stated in Notes to the financial statements, the Board of Directors of the Company, have proposed final dividend for the year which is subject to the approval of the members of the Company at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility & the same has operated for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail has been preserved by company as per the statutory requirements for record retention.

For Rahul Goenka & Associates
Chartered Accountants
FRN: 327046E

Rahul Goenka

CA Rahul Goenka
Partner
M. No.068774
Place: Kolkata
UDIN: 24068774BKFVYP1450

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

Annexure A to the Independent Auditors' Report as at March 31, 2024

The Annexure referred to in our report to the members of K.K. Emulsions Pvt. Ltd. (the Company') for the year Ended on 31st March 2024. We report the following:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and investment properties and investment property under construction.

(B) The company does not have any intangible assets.

(b) The Company has a regular programme of physical verification of its property, plant and equipment by which all property, plant and equipment are verified by the management according to a phased programme designed to cover all the items. In accordance with this programme, a portion of the property, plant and equipment has been physically verified by the management during the year and no material discrepancies have been noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than leasehold land) are held in the name of the Company.

(d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.

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

(ii) (a) According to the information and explanations given to us, the inventory, except goods-in-transit and stocks lying with third parties, has been physically verified by the management during the year. For stocks lying with third parties at the year-end, written confirmations have been obtained and for goods-in-transit subsequent evidence of receipts has been linked with inventory records. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from any bank or financial institution on the basis of security of current assets at any point of time of the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security to companies, firms, limited liability partnership or any other parties during the year.
The Company has also not granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms or limited liability partnership during the year. Further, the Company has not given any loans to other parties, secured or unsecured during the year. Accordingly, clause 3(iii) of the Order is not applicable to the Company.

(iv) According to the information and explanations given to us, the Company has not provided any guarantee or security as specified under Section 185 and 186 of the Companies Act, 2013. Further, in respect of the loans given and investments made by the Company, requirements of Section 185 and 186 of the Companies Act, 2013 have been complied with.

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

(v) According to information and explanations given to us, the Company has not accepted any deposits from the public within the meaning and provisions of section 73 to 76 of the Act and the relevant rules made there under. Accordingly, clause 3(v) of the Order is not applicable.

(vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for the products manufactured by it. Accordingly, clause 3(vi) of the Order is not applicable.

(vii) (a) The Company does not have liability in respect of Service tax, Duty of Excise, Sales tax and Value added tax (VAT) during the year since effective 1 July 2017, these statutory dues has been subsumed into GST.

According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues including Goods and Services Tax, Income-tax, Duty of customs, Cess (where applicable). However, the Company has not taken registration under the West Bengal State Tax on Profession, Trade and Calling and Employments Act, Employees Provident Fund Act, and the Employees' State Insurance Act. Consequently the Company has not deducted and deposited any statutory dues relating to profession tax, provident fund and employee state insurance.

(b) According to the information and explanations given to us, and on the basis of the records of the company examined by us, there are no dues of income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax and GST which have not been deposited with the appropriate authorities on account of any dispute as at 31st March 2024.

(viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

(ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, we report that the term loans raised by the Company were applied for the purpose for which they were obtained and no diversion of funds was noticed.

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

(e) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures. Further the Company doesn't hold any investment in subsidiaries, associates or joint ventures as defined under the Act. Accordingly paragraph 3(ix)(e) of the Order is not applicable to the Company.

(f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company does not have any subsidiaries, associates or joint ventures and accordingly paragraph 3 (ix)(f) of the Order is not applicable to the Company.

HANSE GOENKA & ASSOCIATES KOLKATA Chartered Accountants

(x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.

(xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the course of the audit.

(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) According to the information and explanations given to us, the company has not received any whistle-blower complaints during the year.

(xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii)(a),(b),(c) of the Order is not applicable.

(xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) (a) Based on information and explanations provided to us, the company has internal control system commensurate with the size and nature of its business. However, internal audit is not applicable to the company as required under section 138 of the Act and as such provisions of clause 3(xiv)(a) of the Order are not applicable.

(b) Since internal audit is not applicable to the company provisions of clause 3(xiv)(b) of the Order are not applicable.

(xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.

(xvi) (a) According to information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.

(b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.

(c) According to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations given to us the Group does not have any CIC as part of the Group. Accordingly, clause 3(xvi)(d) of the Order is not applicable.

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

(xvii) According to the information and explanations given to us, the Company has not incurred cash losses in the current and in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) (a) According to the information and explanations given to us, provisions of section 135 of the Companies Act are not applicable to the company and as such provisions of clause 3(xx)(a) of the Order are not applicable.

(a) According to the information and explanations given to us, provisions of section 135 of the Companies Act are not applicable to the company and as such provisions of clause 3(xx)(b) of the Order are not applicable.

(xxi) The Company does not have any subsidiaries, associates and joint ventures hence consolidation of financial statements is not applicable. Accordingly, clause 3(xxi) of the Order is not applicable.

RANJIT GOENKA & ASSOCIATES
KOLKATA
Chartered Accountants

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of K.K. Emulsions Private Limited.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013.

We have audited the internal financial controls over financial reporting of **K.K. Emulsions Private Limited** as of March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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 Companies Act, 2013, 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon 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 over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

RAHUL GOENKA & ASSOCIATES
KOLKATA
Chartered Accountants

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, 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 issues by the Institute of Chartered Accountants of India.

FOR RAHUL GOENKA & ASSOCIATES
(Chartered Accountants)
Reg No. :327046E

Date : 26-08-2024
Place : KOLKATA

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

RAHUL GOENKA
Partner
M.No. : 068774

K. K. EMULSIONS PRIVATE LIMITED
181 MAHATMA GANDHI ROAD, GROUND FLOOR, KOLKATA 700007
BALANCE SHEET AS ON 31st MARCH 2024
CIN: U24100WB2012PTC187541

Amount in INR Thousands

PARTICULARS	Note No.	As at 31st March 2024 (Rs.)	As at 31st March 2023 (Rs.)
I. EQUITY AND LIABILITIES			
(1) **Shareholder's Funds**			
(a) Share Capital	2	17,255	17,255
(b) Reserves & Surplus	3	29,606	15,229
(c) Money received against share warrants		-	-
(2) **Share Application Money Pending Allotment**		-	-
(3) **Non-Current Liabilities**			
(a) Long Term Borrowings	4	2,717	6,955
(b) Deferred Tax Liabilities (Net)			-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
(4) **Current Liabilities**			
(a) Short Term Borrowings	5	59,121	58,959
(b) Trade Payables	6		
- total outstanding dues of micro enterprises and small enterprises		9,992	2,126
- total outstanding dues of creditors other than micro enterprises and small enterprises		33,163	10,721
(c) Other Current Liabilities	7	745	1,262
(d) Short Term Provisions	8	7,226	4,313
TOTAL (1 TO 4)		**1,59,825**	**1,16,821**
I. ASSETS			
(1) **Non Current Assets**			
(a) **Property, Plant & Equipments and Intangible Assets**	9		
(i) Property, Plant & Equipment		19,299	13,864
(ii) Intangible Assets		-	-
(iii) Capital Work in Progress		-	-
(iv) Intangible assets under development			
(b) Non Current Investments		-	-
(c) Deferred Tax Asset (Net)		268	268
(d) Long Term Loans and Advances		-	-
(e) Other Non Current Assets	10	880	684
(2) **Current Assets**			
(a) Current Investments	11	-	150
(b) Inventories	12	38,406	22,004
(c) Trade Receivables	13	80,522	60,897
(d) Cash and Cash Equivalents	14	9,970	7,923
(e) Short Term Loans and Advances	15	5,430	7,527
(f) Other Current Assets	16	5,051	3,504
TOTAL (1 TO 2)		**1,59,825**	**1,16,821**
Significant Accounting Policies	1		
See accompanying Notes to Financial Statements			

In Terms of our Report Attached
For Rahul Goenka & Associates
Chartered Accountants
FRN: 327046E

Rahul Goenka

CA Rahul Goenka
Partner
Membership No. 068774
Dated: 26/08/2024
UDIN: 24068774BKFVYP1450

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

For & on Behalf of the Board
K.K. EMULSIONS PRIVATE LIMITED

Kamal Kumar Dugar
Kamal Kumar Dugar Director
DIN: 01151900

For K. K. EMULSIONS PVT. LTD.
Mohan Lal Dugar
Mohan Lal Dugar Director
DIN: 06405717

K. K. EMULSIONS PRIVATE LIMITED
181 MAHATMA GANDHI ROAD, GROUND FLOOR, KOLKATA 700007
PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH 2024
CIN: U24100WB2012PTC187541

Amount in INR Thousands

	PARTICULARS	Note No.	Year ended 31/03/2024 (Rs)	Year ended 31/03/2023 (Rs)
I)	Revenue from Operations	17	5,04,079	3,84,195
II)	Other Income	18	1,612	938
III)	**TOTAL REVENUE**		**5,05,691**	**3,85,132**
IV)	**EXPENSES**			
	Purchases of Stock in Trade		94,603	-
	Cost of materials consumed	19	3,28,734	3,18,567
	Changes in inventories of finished goods and WIP	20	3,553	7,876
	Employee benefits expense	21	9,292	8,092
	Finance Costs	22	5,321	5,872
	Depreciation and amortisation expense		3,251	2,336
	Other expenses	23	39,335	32,370
	TOTAL EXPENSES		**4,84,089**	**3,75,114**
V)	**Profit Before Exceptional Items and Tax**		**21,602**	**10,019**
VI)	Exceptional Items		-	-
VII)	**Profit Before Tax**		**21,602**	**10,019**
VIII)	**Tax Expenses**			
	Current Tax		5,500	2,587
	Income tax adjustment for earlier years		-	64
	Deferred Tax		-	-
IX)	**Profit/(Loss) after Tax for the year**		**16,102**	**7,367**
XVI)	**Earnings Per Equity Share**			
	a) Basic		9	4
	b) Diluted		9	4
	Significant Accounting Policies	1		
	See accompanying Notes to Financial Statements			

In Terms of our Report Attached
For Rahul Goenka & Associates
Chartered Accountants
FRN: 327046E

Rahul Goenka

CA Rahul Goenka
Partner
Membership No. 068774
Dated: 26/08/2024
UDIN: 24068774BKFVYP1450

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

For & on Behalf of the Board
K.K. EMULSIONS PRIVATE LIMITED

Kamal Kumar Dugar

Kamal Kumar Dugar Director
DIN: 01151900
For K. K. EMULSIONS PVT. LTD.

Mohan Lal Dugar

Mohan Lal Dugar Director
DIN: 06405717

Note No.

Amount in INR Thousands

2 SHARE CAPITAL

	Particulars	As at 31.03.2024		As at 31.03.2023	
		Quantity (Nos.)	Amount Rs.	Quantity (Nos.)	Amount Rs.
(a)	**Authorized Share Capital**				
	Equity Shares of Rs. 10/- each	20,00,000	20,000	20,00,000	20,000
		20,00,000	**20,000**	**20,00,000**	**20,000**
(b)	**Issued, subscribed & fully paid-up capital**				
	Equity Shares of Rs. 10/- each	17,25,500	17,255	17,25,500	17,255
		17,25,500	**17,255**	**17,25,500**	**17,255**

(c) **NOTE 2A: Reconciliation of shares outstanding at the beginning and at the end of the reporting period**

Particulars	Equity Shares		Equity Shares	
	Number	Amount (INR)	Number	Amount (INR)
Balance as at 1st April 2023	17,25,500	17,255	17,25,500	17,255
Allotment during the period	-	-	-	-
Shares bought back during the period	-	-	-	-
Balance as at 31st March 2024	**17,25,500**	**17,255**	**17,25,500.00**	**17,255**

NOTE 2B: Terms/rights attached to Equity Shares

The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/- per share
Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees.
The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing AGM.
In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts if any, in proportion to the number of equity shares held by the shareholders

NOTE 2C: Shares in respect of each class held by its holding company or ultimate holding company

The Company is not a subsidiary of any Holding Company or Ultimate Holding Company.

(d) **NOTE 2D: Shareholders holding more than 5% of Share capital (either individually or in joint holding as first holder**

Particulars	As at 31.03.2024 (Nos.)	% holding	As at 31.03.2023 (Nos.)	% holding
Kamal Kumar Dugar	6,90,200.00	40%	6,90,200.00	40%
Mohan Lal Dugar	5,17,650.00	30%	5,17,650.00	30%
Suraj Dugar	5,17,650.00	30%	5,17,650.00	30%
Total	**17,25,500**	**100%**	**17,25,500**	**100%**

NOTE 2E: Shares held by promoters at the end of the year

Particulars	As at 31.03.2024 (Nos.)	% holding	As at 31.03.2023 (Nos.)	% Change during the year
Kamal Kumar Dugar	6,90,200.00	40%	6,90,200.00	-
Mohan Lal Dugar	5,17,650.00	30%	5,17,650.00	-
Suraj Dugar	5,17,650.00	30%	5,17,650.00	-
Total	**17,25,500**	**1.00**	**17,25,500.00**	-

NOTE 2F: Information regarding issue of Equity Shares during last five years

i) No share is allotted pursuant to contracts without payment being received in cash.
ii) No bonus share has been issued.
iii) No share has been bought back.

NOTE 2G: Shares held in Abeyance

No shares have been reserved or held in abeyance.

K. K. EMULSIONS PVT. LTD. KOLKATA 700007 181, M. G. ROAD

RAMJI GOENKA & ASSOCIATES KOLKATA Chartered Accountants

Amount in INR Thousands

3 RESERVES & SURPLUS

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Securities Premium Account		
Balance as at 1st April	-	-
Additions	-	-
Deductions	-	-
	-	-
Retained Earnings		
Balance as at 1st April	15,229.38	9,587.93
Add: Transfer from Profit & Loss A/c	16,102.03	7,366.95
Less: Transfer to General Reserve		-
Proposed Dividend	1,725.50	1,725.50
Bonus Shares	-	-
	29,605.91	15,229.38
Total (a to b)	29,605.91	15,229.38

4 LONG TERM BORROWINGS

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
A **Secured**		
(i) **Term Loan**		
- from Indusind Bank	-	467
(secured against hypothecation of entire current assets of the company (present and future) as primary security and equitable mortgage of Industrial lands held in the name of company and relatives of directors and FDR of Rs 23.32 lacs including interest as collateral security)		
- from Indusind Bank	1,789	2,722
(secured against hypothecation of entire current assets of the company (present and future) as primary security and equitable mortgage of Industrial lands held in the name of company and relatives of directors and FDR of Rs 23.32 lacs including interest as collateral security)		
- from Punjab National Bank	537	863
(secured against hypothecation of entire current assets of the company (present and future) as primary security and equitable mortgage of Industrial lands held in the name of company and relatives of directors and FDR of Rs 23.32 lacs including interest as collateral security)		
B **Unsecured**		
Term Loan		
- from ICICI Bank	392	1,897
- from Standard Chartered Bank	-	1,006
Total	2,717	6,955

5 SHORT TERM BORROWINGS

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
A **Current maturities of Long term borrowings**		
Secured		
- term loan from Indusind Bank	467	1,867
- term loan from Indusind Bank	933	78
-car loan from Punjab National Bank	326	297
Unsecured		
- term loan from ICICI Bank	1,457	1,368
- term loan from Standard Chartered Bank	1,012	3,836
B **Loans Repayable on Demand**		
Overdraft/Cash credit		
- from ICICI Bank	2,851	2,869
- from Indusind Bank	47,075	48,645
- from Indusind Bank	5,000	-
Total	59,121	58,959

RAMJI GOENKA & ASSOCIATES KOLKATA Chartered Accountants

K. K. EMULSIONS PVT. LTD. 181, M. G. ROAD KOLKATA 700007

6 TRADE PAYABLES

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Total outstanding dues of micro enterprises and small enterprises creditors		
- creditors for goods	9,992	2,126
- creditors for services & expenses	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		
- Creditors for goods	33,099	10,228
- Creditors for services & expenses	64	494
Total	**43,155**	**12,848**

AGEING OF TRADE PAYABLES AS AT 31ST MARCH 2024

Particulars	Outstanding for following periods from due date of payment			
	Less than 1 year	1 -2 years	2-3 years	More than 3 years
MSME - Undisputed	9,992	-	-	-
Others - Undisputed	33,163	-	-	-
Disputed Dues- MSME	-	-	-	-
Disputed Dues- Others	-	-	-	-
	43,155	-	-	-

AGEING OF TRADE PAYABLES AS AT 31ST MARCH 2023

Particulars	Outstanding for following periods from due date of payment			
	Less than 1 year	1 -2 years	2-3 years	More than 3 years
MSME - Undisputed	2,126	-	-	-
Others - Undisputed	10,721	-	-	-
Disputed Dues- MSME	-	-	-	-
Disputed Dues- Others	-	-	-	-
	12,848	-	-	-

7 OTHER CURRENT LIABILITIES

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Interest Accrued and due		
- Interest payable to banks	-	20
Statutory Dues Payable		
- Goods & Service Tax	165	822
- TDS & TCS	126	179
- Profession tax	2	4
- ESIC	7	8
Salary Payable	162	-
Advance from Customers	26	116
Other Payables	257	113
Total	**745**	**1,262**

8 SHORT TERM PROVISIONS

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
(i) Provision for Proposed Dividend	1,726	1,726
(ii) Provision for Income Tax	5,500	2,587
Total	**7,226**	**4,313**

RAMIL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

EMULSIONS PVT. LTD. KOLKATA 700007 M. G. ROAD

Amount in INR Thousands

10 OTHER NON CURRENT ASSETS

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Security Deposits with WB Vat Department	25	25
Security Deposits with WBSEDCL	163	154
Security Deposits against Rent	571	301
Prepaid Factory License	4	6
Prepaid Insurance expenses	23	45
Prepaid motor car expenses	17	47
Prepaid Pollution license expenses	71	106
Prepaid fire license expenses	8	-
Total	**880**	**684**

11 CURRENT INVESTMENTS

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Investment in Equity Instruments - Quoted	-	150
Total	**-**	**150**

12 INVENTORIES

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
(a) Raw Materials	30,408	11,825
(b) Packing Materials	1,835	464
(c) Finished Goods	6,162	9,716
Total	**38,406**	**22,004**

13 TRADE RECEIVABLES

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
(a) **Unsecured Considered Good**		
(i) Trade Receivables from related parties	-	-
(ii) Trade Receivables from others	80,522	60,897
Total	**80,522**	**60,897**

AGEING OF TRADE RECEIVABLES AS AT 31ST MARCH 2024

Particulars	Outstanding for following periods from due date of payment				
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed considered good	74,260	2,411	1,048	706	2,096
(ii) Undisputed considered doubtful	-	-	-	-	-
(iii) Disputed considered good	-	-	-	-	-
(iv) Disputed considered doubtful	-	-	-	-	-
	74,260	**2,411**	**1,048**	**706**	**2,096**

AGEING OF TRADE RECEIVABLES AS AT 31ST MARCH 2023

Particulars	Outstanding for following periods from due date of payment				
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed considered good	50,047	5,777	2,400	702	1,972
(ii) Undisputed considered doubtful	-	-	-	-	-
(iii) Disputed considered good	-	-	-	-	-
(iv) Disputed considered doubtful	-	-	-	-	-
	50,047	**5,777**	**2,400**	**702**	**1,972**

RAMIL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

EMULSIONS PVT. LTD. KOLKATA 700007 A. G. ROAD

14 CASH AND CASH EQUIVALENTS

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
(a) Balances with Banks		
- in current accounts	3,079	1,671
(b) Cheque on Hand	-	-
Other Bank balances		
- Deposits with original maturity less than 12 months	6,462	6,070
(c) Cash on hand	428	183
Total	**9,970**	**7,923**

15 SHORT TERM LOANS AND ADVANCES

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Advance to Suppliers	5,304	7,279
Advance to Employees	127	247
Total	**5,430**	**7,527**

16 OTHER CURRENT ASSETS

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Balances with Revenue Authorities		
- Income Tax	4,905	3,316
- Goods & Service Tax	48	53
Prepaid Factory License	2	2
Prepaid Insurance expenses	23	23
Prepaid motor car expenses	30	30
Prepaid Pollution license expenses	35	35
Prepaid Fire license expenses	8	
Prepaid travelling expense	-	33
Other advances recoverable in cash or kind	-	12
Total	**5,051**	**3,504**

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

S.K. EMULSIONS PVT. LTD. KOLKATA 700007 A. G. ROAD

Amount in INR Thousands

17 REVENUE FROM OPERATIONS

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Sale of Finished Goods		
- Export Sales	25,732	13,523
- Domestic Sales	4,78,272	3,70,596
Other Operating Income		
- Duty Drawback received	75	76
Total	**5,04,079**	**3,84,195**

18 OTHER INCOME

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Interest Income		
- Int on FD	436	150
- Int on Security Deposit	9	9
-Int on Loan	13	-
-Int on Income Tax Refund	33	-
Exchange rate fluctuation	1,005	-
Profit on sale of Investment	56	-
Subsidy from MSME PFMS	59	-
Subsidy from WB government	-	779
Total	**1,612**	**938**

19 COST OF MATERIALS CONSUMED

	Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
(i)	Opening Stock		
	- Inventory of Raw Materials	11,825	15,822
	- Invetory Packing Materials	464	1,082
(ii)	Purchases of Materials	3,48,688	3,13,952
(iii)	Less: Closing Stock		
	- Inventory of Raw Materials	30,408	11,825
	- Invetory Packing Materials	1,835	464
	Total	**3,28,734**	**3,18,567**

20 CHANGE IN INVENTORY OF FINISHED GOODS AND WIP

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Opening Inventory		
- Finished Goods	9,716	17,592
	9,716	**17,592**
Closing Inventory		
- Finished Goods	6,162	9,716
	6,162	**9,716**
Total	**3,553**	**7,876**

21 EMPLOYEE BENEFIT EXPENSES

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Director Remuneration	3,600	3,600
Salary & Bonus - Office	2,192	1,792
Wages and bonus - factory	3,225	2,424
Contribution to ESIC	65	77
Staff welfare	211	199
Total	**9,292**	**8,092**

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

EMULSIONS PVT. LTD. KOLKATA 700007 M. G. ROAD

22 FINANCE COST

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Interest expense on loan from banks		
- interest term loan	386	1,716
- interest on overdraft	3,776	2,897
- interest on car loan	95	78
Interest expense on unsecured borrowings		
- paid to others	975	526
Other finance costs		
- Loan processing charges	50	634
- LC charges	39	21
Total	**5,321**	**5,872**

23 OTHER EXPENSES

Particulars	Figures as at 31.03.2024	Figures as at 31.03.2023
Consumption of stores and spare parts	435	272
Bank Charges	96	121
Conveyance Expenses	191	194
Power & Fuel	3,221	3,128
Electricity charges	1,623	1,431
Freight on Purchases	21,620	17,899
Rates & Taxes	57	98
Rent	847	602
Insurance	353	665
Job work charges	1,604	-
Handling Charges	703	-
Brokerage and commission	568	1,113
Telephone & Internet Expenses	37	30
Repair & Maintenance		
-RM- Plant & Machinery	547	224
-RM- Computers	26	25
-RM- Other assets	153	6
Professional & consultancy fees	212	312
Filing Fees	4	5
Auditor Remuneration		
- As Statutory Auditors	100	100
- As Tax Auditors	25	25
Advertisement	30	27
Travelling	708	383
Freight on sales	3,412	2,880
Coolie & cartage	325	277
Clearing & forwarding charges	34	67
Membership & Subscription charges	29	66
Disount & Rebate	41	341
Export Expenses	134	-
Packaging charges	400	215
Foreign currency fluctuation	-	35
Storage & Warehousing Charges	321	-
Motor car expenses	159	139
Postage & courier	26	18
Sales promotion	955	1,491
Printing & Stationery	127	71
Miscellaneous expenses	213	112
Total	**39,335**	**32,370**

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

A.Y. EMULSIONS PVT. LTD. KOLKATA 700007 M. G. ROAD

K. K. EMULSIONS PRIVATE LIMITED
NOTE NO. 9 PROPERTY, PLANT & EQUIPMENTS

K. K. EMULSIONS PRIVATE LIMITED

Amount in INR Thousands

		GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK AS ON	
SL. No	PARTICULARS	As at 01.04.2023	Addition	Sale/ Deletion	As at 31.03.2024	As at 01.04.2023	For the Year	Deletions	As at 31.03.2024	As on 31.03.2024	As on 31.03.2023
A)	***Land***										
	Land-Freehold	1,456	-	-	1,456	-	-	-	-	1,456	1,456
		-	-	-	-	-	-	-	-	-	-
B)	***Buildings***	-	-	-	-	-	-	-	-	-	-
	Factory Building & Shed	8,809	-	-	8,809	3,604	503	-	4,106	4,703	5,205
		-	-	-	-	-	-	-	-	-	-
C)	***Plant & Machinery***	-	-	-	-	-	-	-	-	-	-
	Plant & Machinery	13,321	8,060	-	21,381	8,500	2,029	-	10,529	10,852	4,821
	CCTV	91	67	-	157	51	8	-	60	98	39
	Elevator	660	-	-	660	430	41	-	472	189	230
	Fire Extinguisher	78	-	-	78	53	5	-	57	21	26
	Generator	538	-	-	538	383	28	-	410	128	156
	Weighing Machine	226	42	-	269	103	23	-	126	143	124
	Water Purifier	23	88	-	111	11	3	-	15	96	12
		-	-	-	-	-	-	-	-	-	-
D)	***Furniture & Fixtures***	-	-	-	-	-	-	-	-	-	-
	Furniture & Fixtures	116	56	-	172	56	25	-	81	91	60
		-	-	-	-	-	-	-	-	-	-
F)	***Electrical Installations & Equipments***	-	-	-	-	-	-	-	-	-	-
	Electrical Installation	1,092	70	-	1,162	751	103	-	854	308	341
		-	-	-	-	-	-	-	-	-	-
G)	***Computers & Data Processing Devices***	-	-	-	-	-	-	-	-	-	-
	Computers & Printers	203	54	-	256	174	36	-	209	47	29
	Printer	56	-	-	56	52	-	-	52	4	4
		-	-	-	-	-	-	-	-	-	-
E)	***Office Equipments***	-	-	-	-	-	-	-	-	-	-
	Mobile Phone	41	249	-	290	36	23	-	59	231	5
		-	-	-	-	-	-	-	-	-	-
H)	***Motor car***	-	-	-	-	-	-	-	-	-	-
	Mahindra XUV 300	2,626	-	-	2,626	1,270	424	-	1,694	932	1,356
	T O T A L	**29,337**	**8,685**	-	**38,023**	**15,474**	**3,251**	-	**18,724**	**19,299**	**13,864**
	PREVIOUS YEAR	**27,357**	**1,981**	-	**29,337**	**13,137**	**2,336**	-	**15,474**	**13,864**	**14,219**

RAHUL BOCHHA & ASSOCIATES * Chartered Accountants * KOLKATA

K. K. EMULSIONS PVT. LTD. KOLKATA 700007 M. G. ROAD

Summary of significant accounting policies and other explanatory information for the year ended 31st March, 2024.

1. **Significant Accounting Policies**

i. **Basis of Preparation:**

The financial statements have been prepared to comply in all material respects with the Accounting Standards notified by the Companies (Accounting Standards) Rules 2006 (as amended) and the relevant provisions of the Companies Act 2013. The financial statements have been prepared on going concern basis in accordance with accounting principles generally accepted in India. Further, the financial statements have been prepared on historical cost basis.

The financial statements have been prepared using the significant accounting policies and measurement bases summarized below. These were used throughout all periods presented in the financial statements.

ii.Current Vs Non-Current Classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Companies Act 2013. Deferred tax assets and liabilities are classified as non-current assets and non-current liabilities, as the case may be.

iii. Property, Plant and Equipment & Intangible Assets

(a) Property, plant and equipment:

Property, plant and equipment (PPE) are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Freehold land is carried at cost. The cost of a PPE item includes its purchase price, borrowing cost if capitalization criteria are met, import duties and other non-refundable purchase taxes, and expenditure that is directly attributable to items for bringing them to the location and condition necessary for it to be capable of operating. Trade discounts and rebates are deducted in arriving at the purchase price. Property, plant and equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital work-in-progress".

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance cost are charged to the statement of profit and loss during the period in which they are incurred.

Property, plant and equipment are derecognized from financial statements, either on disposal or when no economic benefits are expected from its use or disposal. Gains and losses on disposals (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) are included in the statement of profit and loss.

(b) Intangible Assets:

Intangible assets acquired separately are recorded at cost following initial recognition. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any. The cost of capitalized software is amortized over a period in the five years from the date of its acquisition. The amortisation expense on intangible assets is recognised in the Statement of Profit and Loss.

KOLKATA

Intangible assets are de-recognised upon disposal or when no further economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset is recognised in the statement of profit and loss.

The Company depreciates its property, plant and equipment over the useful life in the manner prescribed in Schedule II to the Act. The residual values, useful lives and method of depreciation of property, plant and equipment is reviewed at each financial year end and adjusted prospectively, if appropriate.

Depreciation on property, plant and equipment has been provided using the written down value method based on the useful lives of the assets as described below.

Asset class	Useful Life
Buildings	
- Factory Buildings	30 years
- Other than Factory Buildings	10 years - 60 Years
Plant & equipments	15 years
Computers and data processing units	3 years
- Computers, Laptops, Desktops etc.	6 Years
- Servers and networks	5-15 Years
Furniture & Fittings	10 Years
Vehicles	8 Years
Office equipment	5 Years

Assets costing Rs 5,000 or less are fully depreciated in the year of purchase. Assets acquired on lease and leasehold improvements are amortised over the primary period of the lease on straight line basis. Depreciation on Property, plant & equipment added/disposed off during the year is provided on pro-rata basis with respect to date of acquisition/ disposal. The residual values, useful lives and method of depreciation are reviewed at the end of each financial year.

iv. Investments

Investments held as long-term investments, including in joint ventures and associates, are stated at cost comprising of acquisition and incidental expenses less permanent diminution in value, if any. Current Investments, if any, are valued at lower of cost and market value.

v. Investment properties

Properties held to earn rentals or for capital appreciation or both but not for sale in the ordinary course of business and not occupied by the Company, is classified as investment property. Investment properties comprising of land and building are measured initially at cost, including transaction and other direct costs attributable to bringing asset to its working condition. The cost shall also include borrowing cost if the recognition criteria are met. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

vi. Foreign Currency Transactions

Transactions in foreign currencies are initially recorded by the company at their respective functional currency rates at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rates of exchange at the reporting date. Foreign currency monetary items are converted to functional currency using the closing rate. Exchange differences arising on settlement or restatement as at

KOLKATA

reporting date of monetary items are recognised in the Statement of Profit and Loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transaction.

vii. Inventories

Inventories including work-in-progress are stated at lower of cost and net realizable value. Cost is computed on a weighted average basis. The cost comprises purchase price, duties, transport costs and other costs including appropriate production overheads in the case of finished goods and work in progress, incurred in bringing such inventories to their present location and condition. Trade discounts or rebates are deducted in determining the costs of purchase. Net realisable value is the estimated selling price less all estimated costs of completion and costs necessary to make the sale.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

viii. Revenue Recognition

Revenue from sale of goods is recognised when all the significant risks and rewards of ownership in the goods are transferred to the buyer and there is no unfulfilled obligation. The company retains no effective control of the goods transferred and no significant uncertainty exists regarding the amount of the consideration that will be received from the sale of goods.

Revenue is measured based on the transaction price, which is the consideration the Company expects to be entitled in exchange for transferring promised goods, adjusted for returns, trade discounts and rebates. Sales are exclusive of goods and service tax. Revenues for services are recognized in accordance with the terms of contract when the services are rendered and the related costs are incurred.

Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable, inclusive of related tax deducted at source. Dividend income is recognized when the right to receive dividend is established. Other incomes have been recognized on accrual basis in the financial statements, except when there is uncertainty of collection.

ix. Employee Benefits

Short term employee benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered. The contributions remitted to government administered Provident and Pension Fund on behalf of its employees in accordance with the relevant statute are charged to the Statement of Profit and Loss as and when due. The Company has no further obligations for future Provident/ Pension fund benefits other than its monthly contributions

x. Borrowing Costs

Borrowing consists of interest and other costs incurred in connection with the borrowing of funds. Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in the Statement of Profit and Loss as incurred.

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

xi. Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company obtains substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset. At the lease commencement date, the Company recognizes a right-of-use asset at cost and a corresponding lease liability. Right-of-use assets are depreciated on a straight-line basis from the commencement date to the earlier of the lease term or the useful life of the underlying asset.

xii. Taxation

i) Current Tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable income tax laws of India. Taxable profit differs from 'profit before tax' as reported in the standalone statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

ii) Deferred Tax

Deferred tax is provided on temporary differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income. Deferred tax assets on unrealized tax losses are recognised to the extent that it is probable that future taxable profit will be available to utilise the underlying tax losses. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting dare

xiii. Provisions and Contingent Liabilities

The company recognizes a provision when there is a present obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation and in respect of which reliable estimate can be made.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a Contingent liability but discloses its existence in the financial statements.

xiv. Significant accounting judgments, estimates and assumptions

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures and the disclosure of contingent liabilities.

KOLKATA

24. Ratios : As per separate sheet attached

25. Contingent Liabilities and commitments:

I. Claims against the Company not acknowledged as debt:

(a) Income-tax matters: Nil (Previous year Nil)

(b) Sales Tax, Service Tax and Excise Duties: Nil (Previous year Nil)

(c) Other Matters : Nil (Previous year Nil)

II. Commitments

(a) Estimated amount of contracts remaining to be executed on capital account and not provided for – Nil (Previous year - Nil).

III. Other money for which the Company is contingently liable: Nil (Previous year - Nil)

26. Expenditure in foreign currency (excluding imports) during the financial year on account of royalty, know-how, professional and consultation fees, interest, and other matters- Nil (Previous year- Nil)

27. Amount remitted during the year in foreign currencies on account of dividends- Nil (Previous year- Nil)

28. Dues to micro, small and medium enterprises

Pursuant to the Micro, Small and Medium Enterprises Development Act, 2006' ('the Act'), dues payable to micro and small enterprises as on 31st March 2024 have been determined to the extent such parties have been identified on the basis of information collected by the Management.

29. Earnings in foreign exchange classified under the following heads, namely:—

i. Export of goods calculated on F.O.B. basis (in Rs '000): Rs. 25,732.30

ii. Royalty, know-how, professional and consultation fees: Nil (Previous year- Nil)

iii. Interest and dividend: Nil (Previous year- Nil)

iv. Other income: Nil (Previous year- Nil)

31. Earnings per share:

Amount in Rs. Thousands

Particulars	2023-24	2022-23
Profit for the year	16,102.03	7,366.95
Weighted average number of equity shares for computing Basic EPS (Nos)	17,25,500	17,25,500
Weighted average number of equity shares for computing Diluted EPS (Nos)	17,25,500	17,25,500
Basic EPS (In Rs.)	9.33	4.27
Diluted EPS (In Rs)	9.33	4.27

32. Accounting for Deferred Tax Assets/Liabilities:-

Tax effect of items constituting deferred tax assets :	Balance as at 01.04.2023	For the Year	Balance as at 31.03.2024
Depreciation and Amortisation	267.69	-	267.69
Total	**267.69**	-	**267.69**

The company has not recognised any additional deferred tax asset during the year as a matter of prudence and lack of reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

RAHUL GOENKA & ASSOCIATES KOLKATA Chartered Accountants

K.K. EMULSIONS PVT. LTD. KOLKATA 700007 101, M. G. ROAD

33. In the opinion of the management and to the best of their knowledge and belief, the value on realization of loans, advances and other current assets in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.

34. Related party disclosures

Related parties with whom transactions have taken place

(a) Key Managerial Persons and Relatives of such personnel

Mohan Lal Dugar	Director
Suraj Dugar	Director
Kamal Kumar Dugar	Director
Anjana Dugar	Relative of KMP
Ajay Dugar	Relative of KMP

(b) Other Related Parties

K. K. Organosys and Polymers Pvt. Ltd	Enterprise over which KMPs and/ or their relatives exercise control or significant influence
Kamal Enterprise (Anjana Dugar)	Enterprise over which KMPs and/ or their relatives exercise control or significant influence
K. K. Enterprises (Kamal Kumar Dugar)	Enterprise over which KMPs and/ or their relatives exercise control or significant influence
K.K. Polyfilms and Adhesives LLP	Enterprise over which KMPs and/ or their relatives exercise control or significant influence
KKHEM Securities Services Pvt Ltd	Enterprise over which KMPs and/ or their relatives exercise control or significant influence
KKHEM Adhessive & Polymers Pvt Ltd	Enterprise over which KMPs and/ or their relatives exercise control or significant influence

Disclosure of transactions between the Company and Related Parties

Amount in Rs. Thousands

Nature of the Transactions	Related Party	2023-24	2022-23
(i) Director Remuneration	Mohan Lal Dugar	1,200.00	1,200.00
(ii) Director Remuneration	Suraj Dugar	1,200.00	1,200.00
(iii) Director Remuneration	Kamal Kumar Dugar	1,200.00	1,200.00
(iv) Factory Rent	Anjana Dugar	657.49	602.28
(v) Sale of Goods	Kamal Enterprise	830.27	2,115.28
(vi) Sale of Goods	K. K. Enterprise	5,254.73	1,040.76
(vii) Job Work Charges	K. K. Enterprise	1,722.68	-
(viii) Sale of Goods	K.K. Polyfilms and Adhesives LLP	-	95.87
(ix) Interest Paid	K. K. Organosys and Polymers Pvt. Ltd	-	62.30
(x) Loan Given	K. K. Organosys and Polymers Pvt. Ltd	5,000.00	-
(xi) Loan Refunded	K. K. Organosys and Polymers Pvt. Ltd	5,000.00	-
(xii) Interest Received	K. K. Organosys and Polymers Pvt. Ltd	13.15	-
(xiii) Interest Paid	Kamal Kumar Dugar	-	172.85
(xiv) Loan Given	Kamal Kumar Dugar	4,500.00	-
(xv) Loan Refunded	Kamal Kumar Dugar	4,500.00	-
(xvi) Interest Paid	KKHEM Securities Services Pvt Ltd	-	41.13
(xvii) Purchase of Goods	KKHEM Adhessive & Polymers Pvt Ltd	8,698.13	-
(xviii) Salary Paid	Ajay Dugar	700.00	-

Balances with Related parties outstanding as at the end of the year: Nil

RAMJI GOENKA & ASSOCIATES KOLKATA Chartered Accountants

K.K. EMULSIONS PVT. LTD. KOLKATA 700001 101, M. G. ROAD

Additional Information

i. The title in respect of self-constructed buildings and title deeds of all other 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 included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet.

ii. The Company has not revalued its property, plant & equipment during the year.

iii. The company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person.

iv. No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

v. The Company has not been declared as a willful defaulter by any bank or financial institution or government or any government authority.

vi. The Company does not have any transactions with struck-off companies.

vii. The Company does not have any charges or satisfaction which is yet to be registered with the Registrar of Companies (ROC) beyond the statutory period.

viii. The Company does not have any transactions which is not recorded in the books of accounts but has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

ix. The Company has not availed any loan from banks and financial institutions against the security of its current assets.

x. The Company has not traded or invested in Crypto or Virtual Currency during the financial year.

35. Figures for the previous year have been regrouped, rearranged and / or reclassified wherever necessary to make them comparable with those of the current period's classification.

36. All amounts disclosed in the financial statements and notes have been rounded off to the nearest thousands upto two decimals as per the requirements of Schedule III.

As per report of even date

For Rahul Goenka & Associates
Chartered Accountants
FRN: 327046E

Rahul Goenka

CA Rahul Goenka
Partner
Membership No. 068774
Date: 26/08/2024

For and on behalf of the Board of Directors

K.K EMULSIONS PRIVATE LIMITED

Managing Director

(Director)
DIN: 01151900

For K. K. EMULSIONS PVT. LTD.

Director

(Director)
DIN: 06405717

RAHUL GOENKA & ASSOCIATES
KOLKATA
Chartered Accountants

M/S. K.K. EMULSIONS PRIVATE LIMITED

Statement of Cash Flows

	Particulars	For the year ended 31st March 2024		For the year ended 31st March 2023	
I	**CASH FLOW FROM OPERATING ACTIVITIES :**				
	Profit before Tax		2,16,02,497		1,00,18,536
	Adjustments for				
	Add:				
i)	Depreciation and amortisation	32,50,582		23,36,108	
ii)	Loss on sale of property, plant and equipment (net)	-		-	
iii)	Bad debts written-off	-		-	
iv)	Unrealised (gain)/loss on foreign exchange fluctuations (net)	-		-	
v)	Finance cost/Interest expense	53,20,657		59,92,435	
			85,71,239		**83,28,632**
	Less:				
i)	Interest Income on Loans and Deposits	4,91,598		1,58,576	
ii)	Profit on sale of investments (net)	55,669		-	
iii)	Dividend Income from equity investment	-		-	
iv)	Sundry balances written off/(back) (Net)	-		-	
v)	Profit on Sale/Disposal of Property, Plant & Equipments (Net)	-		-	
			5,47,267		**1,58,576**
	Cash Generated from operations before working capital changes		**2,96,26,469**		**1,81,88,592**
	Adjustments for working capital changes :				
i)	Increase/(Decrease) in trade payables	3,03,07,328		(3,24,48,547)	
ii)	Increase/(Decrease) in other current liabilities	(5,17,489)		4,31,258	
iii)	Increase/(decrease) in provisions				
iv)	Increase/(decrease) in other long term liabilities	-		-	
v)	(Increase)/decrease in inventories	(1,64,01,500)		1,24,91,434	
vi)	(Increase)/decrease in trade receivables	(1,96,25,347)		1,58,98,185	
vii)	(Increase)/decrease in short term loans and advances	20,96,380		(66,47,128)	
viii)	(Increase)/decrease in other current assets	(15,47,106)		27,21,772	
ix)	(Increase)/decrease in Long term loans and advances	-		-	
x)	(Increase)/decrease in other non current assets	(1,96,027)		(1,84,161)	
	Net change in working capital		**(58,83,760)**		**(2,77,37,186)**
	Net cash from operating activities before income-tax		**2,37,42,708**		**(95,48,594)**
	Less : Direct Taxes Paid (net of refund)		(25,87,289)		(44,89,685)
	NET CASH FLOW GENERATED FROM OPERATING ACTIVITIES		**2,11,55,419**		**(1,40,38,279)**
II	**CASH FLOW FROM INVESTING ACTIVITIES:**				
i)	Sale of Property, Plant & Equipment	-		-	
ii)	Purchase of Non-current investments	-		-	
iii)	Purchase of Current investments	(2,06,976)		(1,50,292)	
iv)	Purchase of property, plant and equipment	(86,85,466)		(19,80,672)	
v)	Sale of current Investments	4,12,937		-	
vi)	Sale of non current Investments	-		-	
vii)	Dividend Income on Investments	-		-	
viii)	Interest Received	4,91,598		1,58,576	
	NET CASH FLOW USED IN INVESTING ACTIVITIES		**(79,87,906)**		**(19,72,388)**
III	**CASH FLOW FROM FINANCING ACTIVITIES:**				
i)	Proceeds/(Repayment) from Short term borrowings	1,62,566		3,02,56,486	
ii)	Proceeds/(Repayment) from Long term borrowings	(42,37,775)		(52,84,467)	
iii)	Interest Paid	(53,20,657)		(59,92,435)	
iv)	Dividend paid	(17,25,500)		(17,25,500)	
	NET CASH USED IN FINANCING ACTIVITIES		**(1,11,21,365)**		**1,72,54,084**
	NET INCREASE IN CASH & CASH EQUIVALENTS (I+II+III)		**20,46,148**		**12,43,418**
A	Cash & cash equivalents as at end of the year		99,69,631		79,23,484
B	Cash & cash equivalents as at the beginning of year		79,23,484		66,80,066
	Net change in cash and cash equivalents (A-B)		**20,46,148**		**12,43,418**

RASHI GOENKA & ASSOCIATES KOLKATA Chartered Accountants

K.K. EMULSIONS PVT. LTD. KOLKATA 700007 A. H. G. ROAD