



# CHAHAN VORA & ASSOCIATES

Chartered Accountants

3B-302, Dheeraj Enclave, Behind Carnival Cinema, Thakur Village, Kandivali (E), Mumbai -400 101.

## Independent Auditor's Report

**Rangoli Tradecomm Limited**

*(formerly known as Rangoli Tradecomm Private Limited)*

### Report on the audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of Rangoli Tradecomm Limited *(formerly known as Rangoli Tradecomm Private Limited)* which comprises the Balance Sheet as at 31 March 2021, the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2021, and profit and its cash flows for the year ended on that date.

#### Basis for Opinion

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

#### Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### Revenue recognition

| Key audit matter   | How the matter was addressed in our audit   |
|--|---|
| Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the customer which is at the point of dispatch of goods to the customers and is stated after deduction of any trade discounts, volume discounts and any taxes or duties collected on behalf of the Government such as goods and services tax, etc. | In view of the significance of the matter we applied the following audit procedures in this area, among others to obtain sufficient appropriate audit evidence: <ul style="list-style-type: none"><li>• Evaluated appropriateness of the Company's revenue recognition accounting policies by comparing with applicable accounting standards.</li></ul> |

|  |   |
|--|---|
| <p>There is a risk of revenue being overstated at year-end on account of variation in the timing of transfer of significant risk and rewards due to the pressure management may feel to achieve performance targets at the reporting period end.</p> | <ul style="list-style-type: none"> <li>• Tested design, implementation and operating effectiveness of the Company's general IT controls and key IT/manual application controls over the Company's systems which govern recording of revenue, revenue cut-off in the general ledger accounting system.</li> <li>• Performed substantive year-end cut-off testing by selecting samples of revenue transactions recorded at year-end, and verifying the underlying documents i.e. sales invoices/contracts and shipping documents.</li> <li>• Tested manual journals posted to revenue close to year-end to identify unusual items.</li> </ul> |
|--|---|

### **Other information**

The Company's management and Board of Directors are responsible for the preparation of 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 auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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

The Company's management and Board of Directors are 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, 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 are also responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibility 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.

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, makes 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "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 have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 read with the Companies (Accounting Standards) Amendment Rules, 2016.
- e. On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors are disqualified as on 31 March 2021 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
3. 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:
- The Company has represented that it does not have any pending litigations which would impact its financial position.
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - The disclosures in the financial statements regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made in these financial statements since they do not pertain to the financial year ended 31 March 2021.
4. With respect to other matters to be included in the auditors report in accordance with the requirement 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 remuneration paid by the Company to its Directors during the year is in accordance with the provisions of section 197 of the Act.

**For Chahan Vora & Associates**  
*Chartered Accountants*  
**Firm Registration No. 147060W**



*Chahan Vora*

**CA. Chahan Vora**  
**Proprietor**  
**Membership No. 183464**  
**ICAI UDIN: 21183464AAAACI6067**

**Mumbai**  
**31 May 2021**



# CHAHAN VORA & ASSOCIATES

## Chartered Accountants

3B-302, Dheeraj Enclave, Behind Carnival Cinema, Thakur Village, Kandivali (E), Mumbai -400 101.

### **Annexure 'A' to the Independent auditor's report on the financial statements of Rangoli Tradecomm Limited (formerly known as Rangoli Tradecomm Private Limited)**

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirement's section of our report of even date)

(i) In respect of company's fixed assets:

(a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified annually. As explained to us, fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable.

(c) The Company does not hold any immovable properties.

(ii) As explained to us, the inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material.

(iii) The Company has granted loans to entities covered in the register maintained under section 189 of Companies Act, 2013.

a) The terms and condition of the grant of such loan are not prejudicial to the interest of the Company.

b) No schedule of repayment of principal and payment of interest has been stipulated.

c) There are no overdue amounts in respect of the loan granted to a body corporate listed in the register maintained under section 189 of the Act.

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

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits in contravention of Directives issued by Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under, where applicable. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.

(vi) The Central Government has not prescribed the maintainance of cost records under section 148 of the Act in respect of products sold by the Company.

**Annexure 'A' to the Independent auditor's report on the financial statements of Rangoli Tradecomm Limited (formerly known as Rangoli Tradecomm Private Limited) (Continued)**

(vii) According to the information and explanation given to us, in respect of statutory dues:

(a) According to the records of the company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including income tax, goods and services, custom duty, cess and other material statutory dues applicable to it. There are slight delays in few cases of income tax.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, goods and services tax, custom duty and cess were in arrears, as at 31 March 2021 for a period of more than six months from the date they became payable.

(c) According to the information and explanations given to us, there are no dues of sales tax, income tax, goods and services tax, value added tax, custom duty, and cess that have not been deposited with appropriate authorities on account of any dispute.

(viii) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not borrowed from financial institution, debenture holders and Government. The Company has not defaulted in respect of borrowings from the bank.

(ix) The Company has raised money through initial public offer during the year which is being utilized for the purpose that they were raised for. In our opinion and according to the information and explanations given to us, the Company did not raise any money by way of or further public offer (including debt instruments) and term loans during the year.

(x) Based upon the audit procedures performed and according to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the course of our audit, that causes the financial statements to be materially misstated.

(xi) According to the information and explanations given to us and based on our examination of the records of the Company, the remuneration paid by the Company to its directoris is in accordance with the provisions of section 197 read with Schedule V to the Companies Act.

(xii) The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.

(xiii) Based upon the audit procedures performed and according to the information and explanations given to us, all transactions with related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the financial statements etc. as required by the applicable accounting standards.

(xiv) The Company has made a preferential allotment of shares and the requirements of section 42 of the Act have been complied with. According to the information and explanations given to us and based on our examination of the records, the Company has not made any private placement of shares or fully or partly convertible debentures during the year.

(xv) The Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Order is not applicable to the Company.

(xvi) In our opinion and according to the 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) of the Order is not applicable to the Company.

**For Chahan Vora & Associates**  
*Chartered Accountants*  
**Firm Registration No. 147060W**



*Chahan Vora*

**Mumbai**  
**31 May 2021**

**CA. Chahan Vora**  
**Proprietor**  
**Membership No. 183464**  
**ICAI UDIN: 21183464AAAACI6067**



# CHAHAN VORA & ASSOCIATES

## Chartered Accountants

3B-302, Dheeraj Enclave, Behind Carnival Cinema, Thakur Village, Kandivali (E), Mumbai -400 101.

**Annexure 'B' to the Independent auditor's report on the financial statements of Rangoli Tradecomm Limited (formerly known as Rangoli Tradecomm Private Limited)**

**Report on the Internal Financial Controls with reference to the financial statements under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')**

**(Referred to in paragraph 2(f) under 'Report on other legal and regulatory requirements' section of our report of even date)**

We have audited the internal financial controls with reference to the financial statements of Rangoli Tradecomm Limited (formerly known as Rangoli Tradecomm Private Limited) ('the Company') as of 31 March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to the financial statements and such internal financial controls with reference to the financial statements were operating effectively as at 31 March 2021, based on the internal control with reference to the financial statements 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.

### **Management's Responsibility for Internal Financial Controls**

The Company's management and Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to the 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 the 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 with reference to the 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 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 with reference to the financial statements were established and maintained and if such controls operated effectively in all material respects.



Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to the financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls with reference to the 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 auditors' 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 the financial statements.

**Annexure 'B' to the Independent auditor's report on the financial statements of Rangoli Tradecomm Limited (formerly known as Rangoli Tradecomm Private Limited) (Continued)**

**Meaning of Internal Financial Controls with reference to the financial statements**

A company's internal financial control with reference to the 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 the 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 authorizations of the 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.

**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.

**For Chahan Vora & Associates**  
*Chartered Accountants*  
**Firm Registration No. 147060W**



*Chahan Vora*

**CA. Chahan Vora**  
**Proprietor**

**Membership No. 183464**

**ICAI UDIN: 21183464AAAACI6067**

**Mumbai**  
**31 May 2021**

**Rangoli Tradecomm Limited**  
(Formerly known as Rangoli Tradecomm Private Limited)

**Balance Sheet**

as at 31 March 2021

Rs in crores

| Particulars  | Note | As at 31 March 2021 | As at 31 March 2020 |
|--|------|---------------------|---------------------|
| <b><u>EQUITY AND LIABILITIES</u></b>   |      |                     |                     |
| <b>Shareholder's funds</b>   |      |                     |                     |
| Share capital  | 2    | 8.24                | 0.73                |
| Reserves and surplus   | 3    | 124.97              | 11.28               |
| <b>Non-current liabilities</b>   |      |                     |                     |
| Long-term borrowings   | 4    | 0.54                | -                   |
| Deferred tax liabilities   | 28   | 0.01                | 0.00                |
| <b>Current liabilities</b>   |      |                     |                     |
| Short-term borrowings  | 5    | 48.38               | 43.17               |
| Trade payables   |      |                     |                     |
| - total outstanding dues of micro enterprises and small enterprises                      |      | -                   | -                   |
| - total outstanding dues of creditors other than micro enterprises and small enterprises | 6    | 902.47              | 14.25               |
| Other current liabilities  | 7    | 14.86               | 0.26                |
| Short-term provisions  | 8    | 18.82               | 0.81                |
| <b>Total</b>   |      | <b>1,118.29</b>     | <b>70.50</b>        |

**ASSETS**

|                                      |    |                 |              |
|--------------------------------------|----|-----------------|--------------|
| <b>Non-current assets</b>            |    |                 |              |
| <b>Property, plant and equipment</b> |    |                 |              |
| Tangible assets                      | 9  | 1.11            | 0.02         |
| Intangible assets                    | 9  | 0.00            | 0.01         |
| Intangible assets under development  |    | 0.18            | -            |
| Non-current investments              | 10 | 0.40            | 0.40         |
| Long-term loans and advances         | 11 | 4.59            | 2.75         |
| <b>Current assets</b>                |    |                 |              |
| Inventories                          |    | 244.70          | 12.05        |
| Trade receivables                    | 12 | 774.35          | 30.85        |
| Cash and cash equivalents            | 13 | 42.96           | 2.73         |
| Short-term loans and advances        | 14 | 49.99           | 21.69        |
| Other current assets                 | 15 | 0.01            | -            |
| <b>Total</b>                         |    | <b>1,118.29</b> | <b>70.50</b> |

Significant accounting policies

1

Other notes to the financial statements

23-34

The notes referred to above form an integral part of these financial statements

As per report of even date attached.

For Chahan Vora and Associates

Chartered Accountants



CA Chahan Vora

Proprietor

Firm Registration Number: 147060W

Membership Number: 183464

Mumbai  
31 May 2021




For and on behalf of the Board of Directors of  
Rangoli Tradecomm Limited

CIN: U51909WB2009PTC137310

  
Ushik Mahesh Gala  
Chairman and  
Managing Director  
DIN: 06995765

  
Dhwani Dattani  
Chief financial officer

Mumbai  
31 May 2021

  
Bharat Gangani  
Company Secretary

# Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

## Statement of profit and loss

for the year ended 31 March 2021

Rs in crores

| Particulars  | Note  | 31 March 2021   | 31 March 2020 |
|--|-------|-----------------|---------------|
| <b>Income</b>  |       |                 |               |
| Revenue from operations  | 16    | 1,186.88        | 162.45        |
| Other income   | 17    | 0.39            | 2.98          |
| <b>Total Income</b>  |       | <b>1,187.27</b> | <b>165.43</b> |
| <b>Expenses</b>  |       |                 |               |
| Purchase of stock-in-trade                                       | 18    | 1,342.39        | 173.83        |
| Changes in inventories of stock-in-trade                         | 19    | (232.65)        | (12.05)       |
| Employees benefit expense  | 20    | 1.32            | 0.30          |
| Finance costs  | 21    | 0.57            | -             |
| Depreciation and amortisation expense                            | 9     | 0.06            | 0.00          |
| Other expenses   | 22    | 4.76            | 0.29          |
| <b>Total expenses</b>  |       | <b>1,116.45</b> | <b>162.37</b> |
| <b>Profit before exceptional and extraordinary items and tax</b> |       | <b>70.82</b>    | <b>3.06</b>   |
| Exceptional Items  |       | -               | -             |
| <b>Profit before extraordinary items and tax</b>                 |       | <b>70.82</b>    | <b>3.06</b>   |
| Extraordinary Items  |       | -               | -             |
| <b>Profit before tax</b>   |       | <b>70.82</b>    | <b>3.06</b>   |
| Tax expenses:  |       |                 |               |
| Current tax  |       |                 |               |
| For current year   |       | 20.07           | 0.95          |
| For earlier years  |       | 0.02            | -             |
| Deferred tax   |       | 0.01            | 0.00          |
| <b>Profit for the year</b>                                       |       | <b>50.72</b>    | <b>2.11</b>   |
| <b>Earnings per equity share (in Rs.)</b>                        |       |                 |               |
| Basic  | 26    | 136.65          | 28.82         |
| Diluted  |       | 136.65          | 28.82         |
| Adjusted   |       | -               | 7.21          |
| Significant accounting policies                                  | 1     |                 |               |
| Other notes to the financial statements                          | 23-34 |                 |               |

The notes referred to above form an integral part of these financial statements.

As per report of even date attached.

For Chahan Vora and Associates

Chartered Accountants



Chahan Vora  
Proprietor

Firm Registration Number: 147060W

Membership Number: 183464



Mumbai  
31 May 2021

For and on behalf of the Board of Directors of  
Rangoli Tradecomm Limited  
CIN: U51909WB2009PTC137310



  
Ushik Gala  
Chairman and  
Managing Director  
DIN: 06995765

  
Dhvani Dattani  
Chief financial officer

  
Bharat Gangani  
Company Secretary

Mumbai  
31 May 2021

## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Cash Flow Statement

for the year ended 31 March 2021

Rs in crores

| Particulars   | 31 March 2021  | 31 March 2020  |
|---|----------------|----------------|
| <b>Cash flows from operating activities</b>               |                |                |
| Profit before tax   | 70.82          | 3.06           |
| <b>Adjustments for:</b>                                   |                |                |
| Depreciation and amortisation expense                     | 0.06           | 0.00           |
| Interest paid   | 0.57           | -              |
| Interest income on bank deposits                          | (0.01)         | -              |
| Interest income on loans and advances                     | (0.18)         | -              |
| Unrealised net gain on foreign currency transactions      | (0.17)         | -              |
| Short-term provision written off                          | -              | (0.00)         |
| <b>Working capital changes:</b>                           |                |                |
| (Increase) in trade receivables                           | (743.50)       | (30.85)        |
| (Increase) in inventories                                 | (232.65)       | (12.05)        |
| (Increase) in short-term loans and advances               | (28.12)        | (11.39)        |
| (Increase) in long-term loans and advances                | (1.29)         | (2.75)         |
| Increase in trade payables                                | 888.39         | 14.25          |
| Increase in other current liabilities                     | 14.46          | 0.26           |
| <b>Net Cash (used in) operations</b>                      | <b>(31.62)</b> | <b>(39.47)</b> |
| Income taxes paid (net)                                   | (2.08)         | (0.60)         |
| <b>Net cash (used in) operating activities</b>            | <b>(33.70)</b> | <b>(40.07)</b> |
| <b>Cash flows from investing activities</b>               |                |                |
| Purchase of property, plant and equipment                 | (1.90)         | (0.03)         |
| Investment in bank deposit                                | (5.00)         | -              |
| Purchase of non current investments                       | -              | (0.40)         |
| <b>Net cash (used) in investing activities</b>            | <b>(6.90)</b>  | <b>(0.43)</b>  |
| <b>Cash flows from financing activities</b>               |                |                |
| Proceeds from issue of share capital                      | 7.51           | -              |
| Proceeds from securities premium                          | 63.05          | -              |
| Interest paid   | (0.42)         | -              |
| Dividend paid   | (0.07)         | -              |
| Proceeds from long-term borrowings                        | 0.54           | -              |
| Proceeds from short-term borrowings (net)                 | 5.22           | 43.17          |
| <b>Net cash flows from financing activities</b>           | <b>75.83</b>   | <b>43.17</b>   |
| <b>Net increase in cash and cash equivalents</b>          | <b>35.23</b>   | <b>2.67</b>    |
| <b>Cash and cash equivalents at the beginning of year</b> | <b>2.73</b>    | <b>0.06</b>    |
| <b>Cash and cash equivalents at the end of year</b>       | <b>37.96</b>   | <b>2.73</b>    |

#### Note:

The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in AS 3 'Cash Flow Statements'

#### Components of cash and cash equivalents

|                       |              |             |
|-----------------------|--------------|-------------|
| Cash in hand          | 20.05        | 1.19        |
| Balances with banks   |              |             |
| - in current accounts | 17.91        | 1.54        |
| <b>Total</b>          | <b>37.96</b> | <b>2.73</b> |

#### Reconciliation of cash and cash equivalents

|  |              |             |
|--|--------------|-------------|
| Amount as per above  | 37.96        | 2.73        |
| Amount of bank deposits shown under other bank balances      | 5.00         | -           |
| <b>Total shown under Cash and cash equivalents (Note 13)</b> | <b>42.96</b> | <b>2.73</b> |

For Chahan Vora and Associates

Chartered Accountants

*Cvora*  
CA Chahan Vora

Proprietor

Firm Registration Number: 147060W

Membership Number: 183464

Mumbai  
31 May 2021



For and on behalf of the Board of Directors of  
Rangoli Tradecomm Limited  
CIN: U51909WB2009PTC137310

*Ugale*  
Ushik Gada  
Chairman and  
Managing Director  
DIN: 06995765

*Dhwani*  
Dhwani Battani  
Chief financial officer

*Bharat Gangani*  
Bharat Gangani  
Company Secretary

Mumbai  
31 May 2021

## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Notes to the financial statements

for the year ended 31 March 2021

Rs in crores

#### Note 2 - Share Capital

| Particulars   | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| <b>Authorised Share Capital:</b><br>12,000,000 equity shares (31 March 2020: 740,000) of Rs. 10/- each fully paid up      | 12.00         | 0.74          |
| <b>Issued, Subscribed and Paid up:</b><br>8,241,008 equity shares (31 March 2020: 733,000) of Rs. 10/- each fully paid up | 8.24          | 0.73          |

#### (a) Shareholders holding more than 5% of the paid up share capital of the Company

| Name of the shareholders             | As at March 31, 2021 |      | As at March 31, 2020 |      |
|--------------------------------------|----------------------|------|----------------------|------|
|                                      | No. of Shares        | %    | No. of Shares        | %    |
| Ganadhip Wholeseller Private Limited | 26,40,000            | 32.0 | 6,60,000             | 90.0 |
| Ushik Gala                           | 7,29,336             | 8.9  | -                    | -    |
| Sumit Pal Singh                      | 6,89,336             | 8.4  | -                    | -    |
| Ishita Gala                          | 6,89,336             | 8.4  | -                    | -    |
| Maimet Investments                   | 5,00,000             | 6.1  | -                    | -    |
| Pranir Investments                   | 5,00,000             | 6.1  | -                    | -    |

#### (b) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

| Particulars                  | 31 March 2021 | 31 March 2020 |
|------------------------------|---------------|---------------|
| At the beginning of the year | 7,33,000      | 7,33,000      |
| Add: issued during the year: |               |               |
| Bonus shares                 | 45,45,006     | -             |
| Preferential allotment       | 7,82,002      | -             |
| Initial public offer         | 21,81,000     | -             |
| At the end of the year       | 82,41,008     | 7,33,000      |

i. During the year ended 31 March 2021, 7,82,002 equity shares were allotted of Rs. 10/- each through preferential issue which ranks pari passu with the existing equity shares of the Company in all respects including dividend.

ii. The Company has issued bonus shares by issuing 45,45,006 equity shares of Rs. 10 each in the ratio of 3:1 i.e. (three bonus equity shares for every one share held).

iii. During the year ended 31 March 2021, the Company has completed Initial Public Offer (IPO) including a fresh issue of Rs. 45.14 crores comprising of 21,81,000 equity shares of Rs. 10 each at an issue price of Rs. 207 per share. The equity shares of the Company were listed on BSE SME w.e.f. 22 March 2021.

#### (c) Rights, preferences and restrictions attached to shares

The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.

#### (d) Shares held by Holding Company

| Particulars                          | 31 March 2020 |
|--------------------------------------|---------------|
| Ganadhip Wholeseller Private Limited | 6,60,000      |

During the year, the shareholding of the Holding Company, Ganadhip Wholeseller Private Limited, diluted pursuant to increase in the issued, subscribed and paid up capital and hence it ceased to be the Holding Company of the Company.

#### Note 3 - Reserves and Surplus

| Particulars                                     | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| <b>Securities Premium</b>                       |               |               |
| Opening balance                                 | 6.24          | 6.24          |
| Add: during the year                            | 63.04         | -             |
| Closing balance                                 | 69.28         | 6.24          |
| <b>Surplus in Statement of profit and loss</b>  |               |               |
| Opening balance                                 | 5.04          | 2.93          |
| Add: Transfer from statement of profit and loss | 50.72         | 2.11          |
| Less: Interim Dividend at Re. 1 per share       | (0.07)        | -             |
| Closing balance                                 | 55.69         | 5.04          |
|   | 124.97        | 11.28         |



# Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

## Notes to the financial statements (Continued)

for the year ended 31 March 2021

Rs in crores

### Note 4 - Long-term borrowings

(Secured)

| Particulars | 31 March 2021 | 31 March 2020 |
|-------------|---------------|---------------|
| From bank   | 0.54          | -             |
|             | <u>0.54</u>   | <u>-</u>      |

#### Nature:

Car loan payable in 60 monthly installments with interest rate of 9.17% p.a.

### Note 5 - Short-term borrowings:

| Particulars            | 31 March 2021 | 31 March 2020 |
|------------------------|---------------|---------------|
| <i>Unsecured</i>       |               |               |
| - from related parties | 48.38         | 39.67         |
| - from others          | -             | 3.50          |
|                        | <u>48.38</u>  | <u>43.17</u>  |

### Note 6 - Trade payables

| Particulars  | 31 March 2021 | 31 March 2020 |
|--|---------------|---------------|
| (a) Total outstanding dues of micro and small enterprises (refer note 27)      | -             | -             |
| (b) Total outstanding dues of creditors other than micro and small enterprises | 902.47        | 14.25         |
|  | <u>902.47</u> | <u>14.25</u>  |

### Note 7 - Other current liabilities

| Particulars   | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| Current maturities of long-term borrowings (refer note 4) | 0.19          | -             |
| Accrual for expenses                                      | 0.14          | 0.19          |
| Accrued salaries and other allowances                     | 0.05          | 0.04          |
| Advance from customers                                    | 13.33         | -             |
| Interest accrued and due on borrowings                    | 0.14          | -             |



**Rangoli Tradecomm Limited***(Formerly known as Rangoli Tradecomm Private Limited)***Notes to the financial statements (Continued)***for the year ended 31 March 2021***Note 9 - Property, plant and equipment***Rs in crores*

| Particulars              | Gross block           |             |                     |                        | Depreciation and Amortisation |                 |                        | Net block              |                        |
|--------------------------|-----------------------|-------------|---------------------|------------------------|-------------------------------|-----------------|------------------------|------------------------|------------------------|
|                          | As on<br>1 April 2020 | Addition    | Deletion<br>2020-21 | As on<br>31 March 2021 | As on<br>1 April 2020         | During the year | As on<br>31 March 2021 | As on<br>31 March 2021 | As on<br>31 March 2020 |
| <b>Tangible assets</b>   |                       |             |                     |                        |                               |                 |                        |                        |                        |
| Office equipments        | 0.01                  | 0.00        | -                   | 0.01                   | 0.00                          | 0.00            | 0.00                   | 0.01                   | 0.01                   |
| Computers                | 0.01                  | 0.07        | -                   | 0.08                   | 0.00                          | 0.02            | 0.02                   | 0.06                   | 0.01                   |
| Vehicle                  | -                     | 1.01        | -                   | 1.01                   | -                             | 0.04            | 0.04                   | 0.97                   | -                      |
| Furniture and fixtures   | -                     | 0.07        | -                   | 0.07                   | -                             | 0.00            | 0.00                   | 0.07                   | -                      |
| Tangible assets total    | <b>0.03</b>           | <b>1.15</b> | <b>-</b>            | <b>1.18</b>            | <b>0.00</b>                   | <b>0.06</b>     | <b>0.06</b>            | <b>1.11</b>            | <b>0.02</b>            |
| <b>Intangible assets</b> |                       |             |                     |                        |                               |                 |                        |                        |                        |
| Software                 | 0.01                  | 0.00        | -                   | 0.01                   | 0.00                          | 0.00            | 0.00                   | 0.00                   | 0.01                   |
| Intangible assets total  | <b>0.01</b>           | <b>0.00</b> | <b>-</b>            | <b>0.01</b>            | <b>0.00</b>                   | <b>0.00</b>     | <b>0.00</b>            | <b>0.00</b>            | <b>0.01</b>            |
| <b>Total</b>             | <b>0.03</b>           | <b>1.15</b> | <b>-</b>            | <b>1.18</b>            | <b>0.00</b>                   | <b>0.06</b>     | <b>0.06</b>            | <b>1.11</b>            | <b>0.03</b>            |



## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Notes to the financial statements (Continued)

for the year ended 31 March 2021

|   |              |             |
|---|--------------|-------------|
| Payable for property, plant and equipment                       | 0.00         | -           |
| Statutory dues (including tax deducted and collected at source) | 1.01         | 0.03        |
|   | <u>14.86</u> | <u>0.26</u> |

#### Note 8 - Short-term provisions

| Particulars                                 | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| Provision for taxation (net of advance tax) | 18.82         | 0.81          |
|   | <u>18.82</u>  | <u>0.81</u>   |

#### Note 10 - Investments

| Particulars                                       | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| Suumaya Industries Limited (24,000 Equity Shares) | 0.05          | 0.05          |
| Nivaka Fashion Limited (339,889 Equity Shares)    | 0.35          | 0.35          |
|   | <u>0.40</u>   | <u>0.40</u>   |

#### Note 11 - Long-terms loans and advances

| Particulars              | 31 March 2021 | 31 March 2020 |
|--------------------------|---------------|---------------|
| Capital advance          | 3.30          | 2.75          |
| Security deposits        | 0.23          | -             |
| Other loans and advances | 1.06          | -             |
|                          | <u>4.59</u>   | <u>2.75</u>   |

#### Note 12 - Trade receivables

| Particulars   | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| <i>Unsecured, considered good unless stated otherwise</i>   |               |               |
| Aggregate amount outstanding for a period exceeding six months from the date they are due for payment | 16.79         | -             |
| Other receivables   | 757.56        | 30.85         |
|   | <u>774.35</u> | <u>30.85</u>  |

Refer note 29 for receivable from related parties

#### Note 13 - Cash and cash equivalents

| Particulars  | 31 March 2021 | 31 March 2020 |
|--|---------------|---------------|
| Cash in hand   | 20.05         | 1.19          |
| Balances with banks  |               |               |
| - in current accounts  | 17.91         | 1.54          |
| Other bank balances  |               |               |
| Bank deposits due to mature within 12 months of the reporting date | 5.00          | -             |
|  | <u>42.96</u>  | <u>2.73</u>   |

#### Note 14 - Short-terms loans and advances

| Particulars                               | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| <i>Unsecured, considered good</i>         |               |               |
| <i>To related parties (Refer note 29)</i> |               |               |
| Loan given                                | 10.33         | 14.81         |
| Other receivables                         | 0.00          | -             |
| <i>Other than related parties</i>         |               |               |
| Balance with Government Authorities       | 15.97         | 1.14          |
| Advance to suppliers                      | 12.11         | 3.61          |
| Loan given                                | 7.70          | -             |





## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Notes to the financial statements (Continued)

for the year ended 31 March 2021

|                          |              |              |
|--------------------------|--------------|--------------|
| Security deposits        | 2.24         | 0.03         |
| Other loans and advances | 1.64         | 2.01         |
| Other receivables        | -            | 0.09         |
|                          | <b>49.99</b> | <b>21.69</b> |

#### Note 15 - Other current assets

| Particulars                       | 31 March 2021 | 31 March 2020 |
|-----------------------------------|---------------|---------------|
| Interest accrued on bank deposits | 0.01          | -             |
|                                   | <b>0.01</b>   | <b>-</b>      |



## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Notes to the financial statements (Continued)

for the year ended 31 March 2021

#### Note 16 - Revenue from operations

| Particulars      | 31 March 2021   | 31 March 2020 |
|------------------|-----------------|---------------|
| Sale of goods    | 1,186.88        | 162.29        |
| Sale of services |                 |               |
| Job work         | -               | 0.16          |
|                  | <u>1,186.88</u> | <u>162.45</u> |

#### Note 17 - Other income

| Particulars                               | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| Commission income                         | -             | 2.97          |
| Interest income on bank deposits          | 0.01          | -             |
| Interest income on loans and advances     | 0.18          | -             |
| Net gain on foreign currency transactions | 0.20          | 0.01          |
|   | <u>0.39</u>   | <u>2.98</u>   |



## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Notes to the financial statements (Continued)

for the year ended 31 March 2021

#### Note 18 - Purchase of stock-in-trade

| Particulars                 | 31 March 2021   | 31 March 2020 |
|-----------------------------|-----------------|---------------|
| Purchases of stock-in-trade | 1,342.39        | 173.83        |
|                             | <u>1,342.39</u> | <u>173.83</u> |

#### Note 19 - Changes in inventories of stock-in-trade:

| Particulars         | 31 March 2021   | 31 March 2020  |
|---------------------|-----------------|----------------|
| Opening stock       | 12.05           | -              |
| Less: closing stock | (244.70)        | (12.05)        |
|                     | <u>(232.65)</u> | <u>(12.05)</u> |

#### Note 20 - Employee benefits expenses

| Particulars                   | 31 March 2021 | 31 March 2020 |
|-------------------------------|---------------|---------------|
| Salaries and other allowances | 1.31          | 0.30          |
| Staff welfare expenses        | 0.02          | 0.00          |
|                               | <u>1.32</u>   | <u>0.30</u>   |

#### Note 21 - Finance cost

| Particulars                | 31 March 2021 | 31 March 2020 |
|----------------------------|---------------|---------------|
| Interest on borrowings     | 0.50          | -             |
| Interest on bank overdraft | 0.01          | -             |
| Processing fees            | 0.06          | -             |
|                            | <u>0.57</u>   | <u>-</u>      |

#### Note 22 - Other expenses

| Particulars   | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| Advertisement and business promotion                            | 0.22          | 0.00          |
| Bank charges  | 0.00          | 0.00          |
| Commission expenses   | 0.65          | 0.01          |
| Discount on sales   | -             | 0.07          |
| Electricity expenses  | 0.05          | 0.00          |
| Freight charges   | 0.75          | -             |
| Insurance expenses  | 0.02          | 0.00          |
| Legal and professional fees                                     | 1.00          | 0.03          |
| Payment to auditors (statutory audit, tax audit, certification) | 0.02          | 0.01          |
| Loans and advances written off                                  | 0.25          | -             |
| Maintenance Charges   | 0.14          | -             |
| Manpower services   | 0.04          | 0.01          |
| Rent  | 0.45          | 0.06          |
| Printing and Stationery   | 0.13          | 0.00          |
| Stamp Duty  | 0.10          | -             |
| ROC fees  | 0.09          | 0.00          |
| Security charges  | 0.02          | 0.01          |
| Travelling and conveyance                                       | 0.05          | 0.01          |
| Director sitting fees   | 0.04          | -             |
| Postage, telephone and communication                            | 0.04          | 0.00          |
| Miscellaneous Expenses  | 0.70          | 0.08          |
|   | <u>4.76</u>   | <u>0.29</u>   |



## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Notes to the financial statements (Continued)

for the year ended 31 March 2021

#### Note 23 - Contingent liabilities

The contingent liabilities as at 31 March 2021 is Rs Nil (31 March 2020: Rs Nil).

#### Note 24 - Value of import on CIF basis

Rs in crores

| Particulars    | 31 March 2021 | 31 March 2020 |
|----------------|---------------|---------------|
| Stock-in-trade | 5.41          | -             |
|                | <u>5.41</u>   | <u>-</u>      |

#### Note 25 - Unhedged foreign currency exposure

| Particulars    | 31 March 2021      |             | 31 March 2020    |            |
|----------------|--------------------|-------------|------------------|------------|
|                | Foreign currency   | INR amount  | Foreign currency | INR amount |
| Trade payables | USD 562,134        | 4.12        | -                | -          |
|                | <u>USD 562,134</u> | <u>4.12</u> | <u>-</u>         | <u>-</u>   |

#### Note 26 - Earnings per share

| Particulars   | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| <b>Basic and diluted earnings per share</b>                             |               |               |
| Net profit after tax attributable to shareholders                       | 50.72         | 2.11          |
| Number of equity shares at the beginning of the year                    | 7,33,000      | 7,33,000      |
| Add: shares issued during the year                                      | 75,08,008     | -             |
| Number of equity shares at the end of the year                          | 82,41,008     | 7,33,000      |
| Weighted average number of equity shares outstanding during the year    | 37,11,490     | 7,33,000      |
| Nominal value of equity shares  | 10            | 10            |
| Basic and diluted earnings per share (face of value of Rs 10 per share) | 136.65        | 28.82         |

#### Note 27 - Due to micro and small enterprises

| Particulars  | 31 March 2021 | 31 March 2020 |
|--|---------------|---------------|
| (a) the principal amount and the interest due thereon remaining unpaid to any supplier at the end of the year  | -             | -             |
| (b) the amount of interest paid by the buyer as per the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year                                      | -             | -             |
| (c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006 | -             | -             |
| (d) the amount of interest accrued and remaining unpaid at the end of each accounting year   | -             | -             |
| (e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a  | -             | -             |

The information has been determined to the extent information is available with the Company

#### Note 28 - Deferred tax

| Particulars   | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| Excess of net block of property, plant and equipment as per books of accounts over net block of property, plant and equipment for tax purpose | 0.01          | 0.00          |
| <b>Total</b>  | <u>0.01</u>   | <u>0.00</u>   |

The Company has elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019.



## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Notes to the financial statements (Continued)

for the year ended 31 March 2021

#### Note 29 - Related party disclosures

As per the requirement of Accounting Standard 18 on Related Party Disclosures, the names of the related parties with the description of the relationships and transactions between a reporting enterprise and its related parties have been identified by the management

#### Director, Key management personnel and relatives

Ushik Gala - Chairman and Managing Director

Sumit Singh - Non executive Director

Dhwani Dattani - Chief Financial Officer (w.e.f. 19 January 2021)

Bharat Gangani - Company secretary (w.e.f. 19 January 2021)

Karishma Kaku - Relative of director

#### Entities where significant influence exists

Suumaya Industries Limited (Formerly known as Suumaya Lifestyle Limited)

Suumaya Agro Limited

Suumaya Retail Limited

Suumaya Fabrics Limited

Om Sai Nityanand Management Private Limited

Ganadhip Wholeseller Private Limited

Shree Malad K.V.O Jain Samaj Foundation (formerly known as I Say Education & Skill Development Foundation)

Olympus Fintax Solutions Private Limited

Suumaya Trends Private Limited (formerly known as Suumaya Trends LLP)

Hence Agro Limited

#### Transactions with related parties

| Particulars  | 31 March 2021 | 31 March 2020 |
|--|---------------|---------------|
| <b>Revenue from Operations</b>   |               |               |
| Suumaya Retail Limited   | 704.02        | -             |
| Suumaya Industries Limited (Formerly known as Suumaya Lifestyle Limited) | 165.62        | -             |
| Om Sai Nityanand Management Private Limited                              | 0.05          | -             |
| <b>Purchase of stock-in-trade</b>  |               |               |
| Suumaya Agro Limited   | 79.19         | -             |
| Suumaya Fabrics Limited  | 79.32         | 90.00         |
| Suumaya Industries Limited (Formerly known as Suumaya Lifestyle Limited) | 43.13         | 3.93          |
| Om Sai Nityanand Management Private Limited                              | 5.60          | -             |
| <b>Dividend paid</b>   |               |               |
| Ganadhip Wholeseller Private Limited                                     | 0.07          | -             |
| <b>Remuneration</b>  |               |               |
| Sumit Singh  | 0.44          | 0.22          |
| Dhwani Dattani - Chief Financial Officer (w.e.f. 19 January 2021)        | 0.02          | -             |
| Karishma Kaku  | 0.03          | -             |



## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Notes to the financial statements (Continued)

for the year ended 31 March 2021

#### Closing balances with related parties

| Particulars  | 31 March 2021 | 31 March 2020 |
|--|---------------|---------------|
| <b>Trade receivables</b>   |               |               |
| Suumaya Retail Limited   | 704.02        | -             |
| Suumaya Industries Limited (Formerly known as Suumaya Lifestyle Limited)                                   | 11.63         | -             |
| <b>Trade payables</b>  |               |               |
| Suumaya Agro Limited   | 56.84         | -             |
| <b>Investments</b>   |               |               |
| Suumaya Industries Limited (Formerly known as Suumaya Lifestyle Limited)                                   | 0.05          | 0.05          |
| <b>Borrowings</b>  |               |               |
| Shree Malad K.V.O Jain Samaj Foundation (formerly known as I Say Education & Skill Development Foundation) | 0.29          | -             |
| Olympus Fintax Solutions Private Limited   | -             | 2.35          |
| <b>Loan from Directors</b>   |               |               |
| Ushik Gala   | 47.66         | 39.67         |
| Sumit Singh  | 0.43          | -             |
| <b>Loans and Advances (net)</b>  |               |               |
| Suumaya Trends Private Limited (formerly known as Suumaya Trends LLP)                                      | 0.05          | -             |
| Hence Agro Limited   | 0.00          | -             |
| Om Sai Nityanand Management Private Limited  | 10.28         | -             |
| Suumaya Industries Limited (Formerly known as Suumaya Lifestyle Limited)                                   | -             | 14.81         |
| <b>Remuneration</b>  |               |               |
| Sumit Singh  | 0.03          | -             |
| Dhwani Dattani - Chief Financial Officer (w.e.f. 19 January 2021)  | 0.02          | -             |

#### Note 30 - Operating leases

The Company has taken warehouses and office premises under non cancellable operating lease. The Company has given refundable security deposits in accordance with the agreed terms

Lease payments are recognized in the statement of profit and loss under Rent Rs 0.45 crores (31 March 2020: Rs 0.06 crores)

The future minimum lease payments under non-cancellable operating leases are as follows:

| Particulars                                       | 31 March 2021 | 31 March 2020 |
|---|---------------|---------------|
| Not later than one year                           | 0.57          | -             |
| Later than one year but not later than five years | 0.49          | -             |
| Later than five years                             | -             | -             |

#### Note 31 - Segment reporting

As the Company's business activities falls within a single business segment i.e. trading business and the sales are in domestic market, the financial statement are reflective of the information required by Accounting Standard 17 'Segment reporting', notified under Companies (Accounting Standard) Rules, 2014.



## Rangoli Tradecomm Limited

(Formerly known as Rangoli Tradecomm Private Limited)

### Notes to the financial statements (Continued)

for the year ended 31 March 2021

#### Note 32 - Assessment of impact of Covid 19

In March 2020, the World Health Organisation declared COVID-19 to be a pandemic. The Company has adopted measures to curb the spread of infection in order to protect the health of employees and ensure business continuity with minimal disruption. In view of the pandemic, the Company has considered internal and external information and has performed an analysis based on current estimates while assessing the recoverability of assets including trade receivables, inventories and other non current/current assets (net of provisions established) for any possible impact on the financial statements. The Company has also assessed the impact of this whole situation on its capital and financial resources, profitability, liquidity position, internal financial controls etc. and is of the view that based on its present assessment, the carrying amount of assets will be recovered and no material adjustments is required in the preparation of these financial results. In this regard, the Company will continue to closely monitor any material changes to future economic conditions.

#### Note 33 - Reclassification of previous year

Previous year figures have been regrouped/reclassified, wherever necessary.

#### Note 34 - Other information

Information with regard to other matters specified in schedule III to the Act is either nil or not applicable to the Company.

The notes referred to above form an integral part of these financial statements  
As per report of even date attached.

#### For Chahan Vora and Associates

##### Chartered Accountants



CA Chahan Vora

Proprietor

Firm Registration Number: 147060W

Membership Number: 183464



Mumbai  
31 May 2021



For and on behalf of the Board of Directors of  
Rangoli Tradecomm Limited  
CIN: U51909WB2009PTC137310



Ushik Gala  
Chairman and Managing  
Director  
DIN: 06995765



Dhwani Dattani  
Chief financial officer

Mumbai  
31 May 2021



Bharat Gangani  
Company Secretary