



Ajay Shobha & Co.
Chartered Accountants

301, Krishna Kunj Complex,
Opp. Sahara Market, Vapi Silvassa Road,
Vapi - 396191.
Mobile: 9426426492
Email: ajayshobha.co@gmail.com

Independent Auditors' Report

To the Board of Directors

Jaysynth Dyestuff (India) Limited

Report on the Standalone Financial Statements

We have audited the accompanying financial statements of Jaysynth (Europe) Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2020, the Profit and Loss Statement and the Cash Flow Statement for the period 1st April, 2019 to 31st March, 2020, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for 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 Accounting Standards specified under Section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records, safeguarding the assets of the Company and preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.





Ajay Shobha & Co.
Chartered Accountants

301, Krishna Kunj Complex,
Opp. Sahara Market, Vapi Silvassa Road,
Vapi - 396191.
Mobile: 9426426492
Email: ajayshobha.co@gmail.com

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements 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 31st March, 2020, and its profit and its cash flows for the period 1st April, 2019 to 31st March, 2020.

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

AJAY SHOBHA & CO.
CHARTERED ACCOUNTANTS

Arun Kumar Singh
ARUN KUMAR SINGH
PARTNER

Place : Mumbai

Date : 26th June, 2020

For AJAY SHOBHA & CO.
Chartered Accountants
(Firm Registration No. 317031E)

Arun Kumar Singh
(Arun Kumar Singh)
Partner

Membership No. 113591

JAYSYNTH (EUROPE) LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2020

		(in ₹)	
Particular	Note	As at 31st Mar, 2020	As at 31st Mar, 2019
A ASSETS			
1) Non-current asset			
a) Property, plant & equipment	2	1,496	1,760
b) Financial assets			
c) Other Non-current assets			
Total non-current assets		1,496	1,760
2) Current assets			
a) Inventories	3	241,642	419,852
b) Financial assets			
i) Trade receivables	4	433,938	491,479
ii) Cash and cash equivalents			
iii) Bank balances other than cash and cash equivalents above	5	491,270	308,687
c) Other current assets	6	345,987	233,587
Total current assets		1,512,837	1,453,604
Total assets		1,514,333	1,455,364
B EQUITY AND LIABILITIES			
Equity			
a) Equity share capital		1,175,000	1,175,000
b) Other Equity	7	265,225	245,608
Total equity		1,440,225	1,420,608
Liabilities			
1) Non-current Liabilities			
a) Financial liabilities			
b) Provisions			
c) Deferred tax liabilities (net)			
Total non-current liabilities			
2) Current liabilities			
a) Financial liabilities			
i) Trade payable	8	27,667	13,508
ii) Other financial liabilities	9	6,316	4,855
b) Other current liabilities	10	35,461	3,776
c) Provisions	11	4,654	12,617
Total current liabilities		74,108	34,756
Total liabilities		74,108	34,756
Total equity and liabilities		1,514,333	1,455,364

The accompanying Notes form an integral part of the Financial Statements

As per our Report of even date

For and on behalf of the Board of Directors

FOR AJAY SHOBHA & CO.

CHARTERED ACCOUNTANTS

(Firm Registration No. 317031E)


Rajesh Pal
 Director

(Arun Kumar Singh)

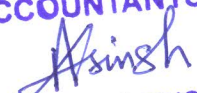
Partner

Membership No. 113591

Place : Mumbai

Date : 26th June, 2020

AJAY SHOBHA & CO.
CHARTERED ACCOUNTANTS


ARUN KUMAR SINGH
PARTNER

JAYSYNTH (EUROPE) LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2020

(in £)

Particulars	Note	Year ended 31st Mar, 2020	Year ended 31st Mar, 2019
Income			
Revenue from operations	12	1,544,264	1,793,861
Other income	13	1,634	1,346
Total income		1,545,898	1,795,207
Expenses			
Cost of materials consumed			
Purchase of stock-in-trade		1,175,929	1,626,037
Changes in inventories of finished	14	178,210	(51,372)
Employee benefit expenses	15	43,680	41,135
Finance costs	16	1,185	1,316
Depreciation and amortisation expenses	2	264	310
Other expenses	17	118,710	108,324
Total expenses		1,517,978	1,725,750
Profit before exceptional items and tax		27,920	69,457
Exceptional items		-	-
Profit before tax		27,920	69,457
Tax expense			
Current tax		4,664	12,617
Deferred tax			
Tax Expenses related to prior year			
Total tax expense		4,664	12,617
Profit for the year		23,256	56,840
Other Comprehensive Income			
Items that will not be reclassified to profit and loss		(3,639)	(3,364)
Other Comprehensive Income, net of tax		(3,639)	(3,364)
Total Comprehensive Income for the year		19,617	53,476
Basic and diluted earning ` per Equity share of ` 1 each			

The accompanying Notes form an integral part of the Financial Statements

As per our Report of even date

For and on behalf of the Board of Directors

FOR AJAY SHOBHA & CO.

CHARTERED ACCOUNTANTS

(Firm Registration No. 317031E)


Rajesh Pal
 Director

(Arun Kumar Singh)

Partner

Membership No. 113591

Place : Mumbai

Date : 26th June, 2020
AJAY SHOBHA & CO.
CHARTERED ACCOUNTANTS

ARUN KUMAR SINGH
PARTNER

JAYSYNTH (EUROPE) LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2020

(in £)

	Year ended 31st March, 2020	Year ended 31st March, 2019
A Cash flow from operating activities:		
Net profit before tax and extraordinary items	27,920	69,457
Adjustments for :		
Other Comprehensive Income	(3,639)	(3,364)
Depreciation	264	310
(Profit) / Loss on sale of fixed assets	-	-
(Profit) / Loss on sale of investments	-	-
Dividend Received	-	-
Provision for Diminution of Value of Investment	-	-
Operating profit before working capital changes	24,545	66,403
Inventories	178,210	(51,372)
Trade and other receivables	(54,860)	151,848
Trade and other payables	47,305	10,473
Cash generated from operations	195,200	177,352
Interest & finance charges paid (Net)	-	-
Direct taxes	12,617	4,398
Net cash from operating activities	182,583	172,954
B Cash flow from investing activities :		
Purchase of fixed assets	-	-
Sale of fixed assets	-	-
Purchase of investments	-	-
Sale of investments	-	-
Dividend Received	-	-
Net cash Generated in investing activity	-	-
C Cash flow from financing activities :		
Payment of Dividend	-	-
Net cash used in financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	182,583	172,954
Opening Cash and cash equivalents	308,687	135,733
Closing Cash and cash equivalents	491,270	308,687

As per our Report of even date

For and on behalf of the Board of Directors

FOR AJAY SHOBHA & CO.

CHARTERED ACCOUNTANTS

(Firm Registration No. 317031E)



Rajesh Pal
Director

(Arun Kumar Singh)

Partner

Membership No. 113591

Place : Mumbai

Date : 26th June, 2020

AJAY SHOBHA & CO.
CHARTERED ACCOUNTANTS


ARUN KUMAR SINGH
PARTNER

JAYSYNTH (EUROPE) LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2020

A Equity Share Capital		(in £)
Particular	Amount	
As at 31 st March, 2019	1,175,000	
Changes in Equity share capital during the year	-	
As at 31 st March, 2020	1,175,000	

B Other Equity			
Particulars	Retained Earning	Other Comprehensive income	Total Other Equity
As at 1 st April, 2018	173,984		173,984
Profit for the year	56,840		56,840
Transfer to reserve			-
Addition /(Deduction) to reserve			-
Other Comprehensive Income		(3,364)	(3,364)
As at 31 st March, 2019	230,824	(3,364)	227,460
Profit for the year	23,256	-	23,256
Transfer to reserve		-	-
Addition /(Deduction) to reserve		-	-
Other Comprehensive Income		(3,639)	(3,639)
As at 31 st March, 2020	254,080	(7,003)	247,077

The accompanying Notes form an integral part of the Financial Statements

As per our Report of even date

For and on behalf of the Board of Directors

FOR AJAY SHOBHA & CO.

CHARTERED ACCOUNTANTS

(Firm Registration No. 317031E)



Rajesh Pal
Director

(Arun Kumar Singh)

Partner

Membership No. 113591

Place : Mumbai

Date : 26th June, 2020

AJAY SHOBHA & CO.
CHARTERED ACCOUNTANTS


ARUN KUMAR SINGH
PARTNER

Jaysynth (Europe) Limited

SIGNIFICANT ACCOUNTING POLICIES

A. Basis Of Preparation Of Financial Statements

These financial statements have been prepared to comply with Accounting Principles Generally accepted in India (Indian GAAP), the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

The financial statements are prepared on accrual basis under the historical cost convention.

B. Use Of Estimates

The preparation of financial statements in conformity with Indian GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

C. Inventories

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

D. Fixed Assets

Tangible Fixed Assets are stated at cost net of recoverable taxes, trade discounts and rebates less accumulated depreciation and impairment loss, if any. The cost of tangible assets comprises its purchase price and any other cost directly attributable to bringing the asset to its working condition for its intended use.

E. Depreciation

Depreciation is provided at the annual rates in order to write off each asset over its estimated useful life.

F. Impairment of assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss, if any, is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired.

G. Foreign Currency Transactions

- i. Transactions denominated in foreign currency are recorded at the exchange rate prevailing at the time of transaction or that approximates the actual rate on the date of the transaction.
- ii. Monetary items denominated in foreign currency at the year end are restated at the year end rates.

- iii. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Statement of Profit and Loss.

H. Sales Turnover Recognition

Sales turnover is recognised when the significant risk & rewards of ownership of goods have passed to the buyer which generally coincides with the delivery. Sales/turnover for the year represents net invoiced sales of goods excluding sales added tax.

I. Employee benefits

- i. Short-term employee benefits are recognized as an expense in the Profit & Loss A/c in the year in which the related services are rendered.
- ii. The Company's contribution to social security is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

J. Income Taxes

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflects the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period.

K. Provisions , Contingent Liabilities And Contingent Assets

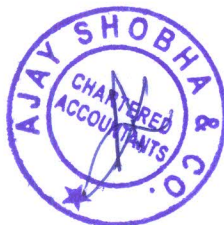
Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

L. Trade Receivables

Trade receivables are stated after making adequate provision for bad debt & doubtful debts.

2. TANGIBLE FIXED ASSETS

Particulars	Exch. Rate	Plant & Machinery	Furniture and Fixtures	Motor Vehicles	Total
		£	£	£	£
COST					
As on 1st April, 2019	99.8498	10,365.00	10,767.00	-	21,132.00
As on 31st March, 2020					-
Disposal				-	-
		10,365.00	10,767.00	-	21,132.00
DEPRECIATION					
As on 1st April, 2019		8,918.00	10,454.00	-	19,372.00
Charge for year	86.5822	217.00	47.00		264.00
				-	-
		9,135.00	10,501.00	-	19,636.00
As on 31st March, 2020					
NET BOOK VALUE					
As on 31st March, 2020		1,230.00	266.00	-	1,496.00
As on 31st March, 2019		1,447.00	313.00	-	1,760.00



JAYSYNTH (EUROPE) LIMITED**Notes to the Financial Statements for the year ended 31st March, 2020**

(in £)

As at 31.3.2020 As at 31.3.2019**Note 3 : Inventories**

Stock in Trade

241,642 419,852

241,642 419,852**Note 4 : Trade Receivable**

Trade Debtors

373,360 429,525

Other Debtors

60,578 61,954

433,938 491,479**Note 5 : Bank balances other than cash and cash equivalents above**

Cash at Bank

491,270 308,687

491,270 308,687**Note 6 : Other current assets**

VAT

15,034

Prepayments

14,800 5,796

Other Debtors

331,187 212,757

345,987 233,587**Note 7 : Other Equity**

Retained Earning

251,985 195,145

Opening balance

23,256 56,840

Add : Profit for the year

275,241 251,985

Other Comprehensive Income Reserve

Opening Balance OCI

(6,377) (3,013)

Addition During the Year

(3,639) (3,364)

(10,016) (6,377)265,225 245,608**Note 8 : Trade Payable**

Trade Creditors

26,599 12,440

Other Creditors

1,068 1,068

27,667 13,508**Note 9 : Other financial liabilities**

Accrued expenses

6,316 4,855

6,316 4,855**Note 10 : Other current liabilities**

VAT

31,879

Social Security and other taxes

3,582 3,776

35,461 3,776**Note 11 : Provisions**

Tax

4,664 12,617

4,664 12,617

JAYSYNTH (EUROPE) LIMITED**Notes to the Financial Statements for the year ended 31st March, 2020**

(in £)

	As at 31.3.2020	As at 31.3.2019
Note 12 : Revenue from operations		
Sales	1,544,264	1,793,861
	1,544,264	1,793,861

Note 13 : Other Income

(Surplus)/deficit on exchange rates

Employment Allowance

Deposit account interest

Loss on Disposal of fixed assets - Motor Car

	-	-
	-	-
	1,634	1,346
	-	-
	1,634	1,346

Note 14 : Changes in inventories of finished goods, work-in-progress and stock-in-tradeInventories at the end of the year

Finished Goods

Inventories at the beginning of the year

Finished Goods

	241,642	419,852
	419,852	368,480
	178,210	(51,372)

Note 15 : Employee Benefit Expenses

Directors Salaries

Directors Bonus

Directors Pension

Office salaries

	33,800	32,800
	1,200	-
	830	535
	7,850	7,800
	43,680	41,135

Note 16 : Finance costs

Bank Charges

Deferment Fee

	1,185	1,227
	-	89
	1,185	1,316

Note 17 : Other Expenses

Clearance & carriage inward

Distribution

Duties

Rebates & Commission

Storage & handling

(Surplus)/deficit on exchange rates

Commissions

Rent & rates

Insurance

Advertisement & Sales Promotion Expenses

Other Misc. Exp.

Telephone Expenses

Post & stationery

Travel & entertaining cost

Fraud transaction (Note 16.1)

Profession Expenses

Bad debts

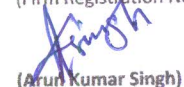
	2,714	6,614
	22,703	27,751
	7,655	2,980
	-	2,674
	14,561	9,480
	1,737	(12,680)
	4,414	-
	4,140	4,455
	8,937	5,961
	7,341	21,742
	3,063	794
	1,985	1,882
	1,257	917
	12,984	10,409
	-	-
	5,440	5,566
	19,779	19,779
	118,710	108,324

As per our Report of even date

FOR AJAY SHOBHA & CO.

CHARTERED ACCOUNTANTS

(Firm Registration No. 317031E)



(Arun Kumar Singh)

Partner

Membership No. 113591

Place : Mumbai

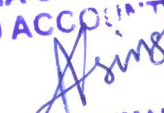
Date : 26th June, 2020

For and on behalf of the Board of Directors



Rajesh Pal

Director

AJAY SHOBHA & CO.
CHARTERED ACCOUNTANTS

ARUN KUMAR SINGH
PARTNER