

**VARNI WOOD &
PAPER
PACKAGING
PRIVATE LIMITED**

**1st Annual Report
2023-24**

To the Members(s)

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

The Board of Directors hereby submits the report of the business and operations of your Company along with the audited financial statements, for the financial year ended March 31, 2024.

Financial Results:

(INR in Thousands)

Particulars	F.Y. 2023-24 (05-09-2023 to 31-03-2024)
Revenue from operations	8,200.23
Other Income	4.62
Total Income	8,204.84
Less: Operating expenditure before Finance cost, depreciation and amortization	7,875.77
Earnings before Finance cost, depreciation and amortization (EBITDA)	329.07
Less: Finance costs	-
Less: Depreciation and amortization expense	36.29
Profit/(Loss) before tax	292.78
Less: Tax expense	78.95
Profit/(Loss) for the year (PAT)	213.83

YEAR AT A GLANCE:
Financial Performance:

During the Financial Year under review, the revenue from operation of the Company was stood at INR 8,200.23 Thousands.

Profit before Tax for the financial year 2023-24 stood at INR 292.78 Thousands making the net profit after tax of INR 213.83 Thousands for the financial year 2023-24.

Dividend:

This being the first financial year of the Company, the Board of Directors regret to recommend any Dividend for financial year 2023-24.

Amount transferred to reserve:

During the year, the Company has not apportioned any amount to other reserve. Full amount of net profit are carried to reserve & Surplus account of the Company.

Change in Nature of Business:

During the year, your Company has not changed its business or object and continues to be in the same line of business as per main object of the Company.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:
Constitution of Board:

Mr. Satishkumar Dayabhai Maniya, Mr. Rameshbhai Virjibhai Kakadiya, and Mr. Rasik Govindbhai Bharodia have been appointed as the First Directors of the Company.

Further during the financial year 2023-24, Mr. Janakkumar Kanjibhai Kheni had been appointed as Managing Director of the Company w.e.f 19/02/2024.

However, from the completion of financial year till the date of this report, Mr. Janakkumar Kanjibhai Kheni had resigned from the position of Managing Director of the Company with effect from 01/07/2024 and was further appointed as Chief Executive officer of the Company with effect from 01/07/2024.

Disclosure by Directors:

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

The Directors on the Board have submitted notice of interest under Section 184(1) i.e. in Form MBP 1, intimation under Section 164(2) i.e. in Form DIR 8 and declaration as to compliance with the Code of Conduct of the Company. None of the Directors of the Company is disqualified for being appointed as Director as specified in Section 164 (2) of the Companies Act, 2013.

Board Meeting:

The Board of the Company meets regularly to discuss various Business opportunities. Additional Board meetings are convened, as and when requires to discuss and decide on various business policies, strategies and other businesses.

During the year under review, Board of Directors of the Company met Four (4) times on September 6, 2023, December 25, 2023; February 19, 2024 and March 31, 2024.

Attendance of Directors at the Meeting

Date of Meeting	Satishkumar Dayabhai Maniya	Rameshbhai Virjibhai Kakadiya	Rasik Govindbhai Bharodia	Janakkumar Kanjibhai Kheni
06/09/2023	✓	✓	✓	NA
25/12/2023	✓	✓	✓	NA
19/02/2024	✓	✓	✓	✓
31/03/2024	✓	✓	✓	✓

Information on Directorate:

During the financial year 2023-24, apart from appointment of Mr. Janakkumar Kanjibhai Kheni with effect from 19/02/2024 as Managing Director of the Company there was no change in the constitution of the Board of Directors.

In accordance with the provisions of the Articles of Association and Section 152 of the Companies Act, 2013, Mr. Rameshbhai Virjibhai Kakadiya, Director (DIN 07740518) of the Company retires by rotation at the ensuing annual general meeting. He, being eligible, has offered himself for re-appointment as such and seeks re-appointment. The Board of Directors recommends his appointment on the Board.

Directors' Responsibility Statement:

Pursuant to section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability, confirm that:

- In preparation of annual accounts for the year ended March 31, 2024, the applicable accounting standards have been followed and that no material departures have been made from the same;
- The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that year;
- The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- The Directors had prepared the annual accounts for the year ended March 31, 2024 on going concern basis.
- The Company being Unlisted Public Company, point no. (e) is not applicable; and
- The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

HOLDING COMPANY:

Shish Industries Limited is the holding company and holds 100% of the total paid up Equity share capital of the Company.

TRANSACTIONS WITH RELATED PARTIES:

The Company has entered into transaction with related parties which are falling within the purview of Section 188 of the Act. The details of Related Party Transactions entered by the Company are provided in the **Annexure - I**.

PUBLIC DEPOSITS:

The Company has not accepted any deposits from Shareholders and Public falling within the ambit of Section 73 of the Companies Act, 2013 and rules made there under. There were no deposits, which were claimed and remained unpaid by the Company as on March 31, 2024.

SHARE CAPITAL:

During the year under review, the Authorized Capital of the Company is INR 1,500.00 thousands divided into 150000 Equity Shares of INR 10.00 each and the issued, subscribed and paid up share capital stood at INR 1,500.00 Thousands divided into 150000 Equity Shares of INR 10.00 each.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:

Details of Loans, Guarantees, securities and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statement.

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an internal management framework which is commensurate with the size and scale of the Company. The Management of the Company evaluates the adequacy of all internal controls and processes, and ensures strict adherence to clearly laid down processes and procedures as well as to the prescribed regulatory and legal framework. The Company has further strengthened its internal audit function by investing in domain specialists to increase effectiveness of controls.

During the year under review, no material or serious observation has been observed by the Directors for inefficiency or inadequacy of such controls.

M/s. K P C M & Co., Chartered Accountants, Surat (FRN: 0117390W), the statutory auditors of the Company has audited the financial statements included in this annual report and has issued an attestation report on our internal control over financial reporting (as defined in section 143 of Companies Act, 2013).

MATERIAL CHANGES AND COMMITMENT:

There have been no material changes and commitments for the likely impact affecting financial position between end of the financial year and the date of the report.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

A. CONSERVATION OF ENERGY -

i.) The steps taken or impact on conservation of energy:

No major steps have been taken by the Company. However, the Company continues its endeavor to improve energy conservation and utilization. Moreover, the Company is planning to install solar panels at its manufacturing unit as a part of green energy initiatives of Government of India.

ii.) The steps taken by the Company for utilizing alternate sources of energy:

The Company has continued its focus on energy conservation efforts through up-gradation of process with new technology. The technology installed by the Company has provided better results in quality and production and also reducing the overall cost of production and maintenance which effect production scheduling and various energy saving initiatives in all areas of production. However, the Company has not installed any alternate source of energy running on renewable energy source.

iii.) The capital investment on energy conservation equipment: None

B. TECHNOLOGY ABSORPTION -

i.) The effort made towards technology absorption: None

ii.) The benefit derived like product improvement, cost reduction, product development or import substitution: None

iii.) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) -

a. The details of technology imported: None

b. The year of import: None

c. Whether the technology has been fully absorbed: None

d. If not fully absorbed, areas where absorption has not taken place, and the reasons thereof: None

iv.) The expenditure incurred on Research and Development: None

C. FOREIGN EXCHANGE EARNINGS & EXPENDITURE:

i.) Details of Foreign Exchange Earnings: Nil

ii.) Details of Foreign Exchange Expenditure: Nil

SEXUAL HARASSMENT OF WOMEN AT WORKPLACE:

To foster a positive workplace environment, free from harassment of any nature, we have institutionalized the Anti-Sexual Harassment Initiative (ASHI) framework, through which we address complaints of sexual harassment at the all workplaces of the Company. Our policy assures discretion and guarantees non-retaliation to complainants. We follow a gender-neutral approach in handling complaints of sexual harassment and we are compliant with the law of the land where we operate. The Company has setup an Internal Complaints Committee (ICC) for redressal of Complaints.

During the financial year 2023-24, the Company has received Nil complaints on sexual harassment, out of which Nil complaints have been disposed off and Nil complaints remained pending as of March 31, 2024.

ANNUAL RETURN:

The Company does not have its website and accordingly, requirement of providing the weblink is not applicable to the Company.

RISK MANAGEMENT:

A well-defined risk management mechanism covering the risk mapping and trend analysis, risk exposure, potential impact and risk mitigation process is in place. The objective of the mechanism is to minimize the impact of risks identified and taking advance actions to mitigate it. The mechanism works on the principles of probability of occurrence and impact, if triggered. A detailed exercise is being carried out to identify, evaluate, monitor and manage both business and non-business risks.

MAINTENANCE OF COST RECORDS:

In terms of Section 148 of the Companies Act, 2013 read with Companies (Cost records and audits) Rules, 2014, the Company is not required to maintain the cost records for financial year 2023-24.

INSURANCE:

The assets of your Company have been adequately insured.

PROCEEDINGS INITIATED/PENDING AGAINST YOUR COMPANY UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016:

There are no proceedings initiated/pending against your Company under the Insolvency and Bankruptcy Code, 2016 which materially impact the Business of the Company.

COMPLIANCE WITH THE PROVISIONS OF SECRETARIAL STANDARD 1 AND SECRETARIAL STANDARD 2:

The applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly complied by your Company.

STATUTORY AUDITOR AND THEIR REPORT:

Pursuant to the provisions of Section 139, 142 and all other applicable provisions of the Companies Act, 2013 read with rules made thereunder, M/s. K P C M & Co., Chartered Accountants, Surat (FRN: 0117390W), were appointed as First Statutory Auditors of the Company for carrying statutory audit of the Books of Accounts of the Company for the financial year ended on March 31, 2024.

The Auditors' Report on the accounts of the Company for the financial year ended on March 31, 2024 is self-explanatory and do not call for further explanations or comments that may be treated as adequate compliance of Section 134 of the Companies Act, 2013.

Further, the Company has received a consent from M/s. K P C M & Co., Chartered Accountants, Surat (FRN: 0117390W) for acting as Statutory Auditor of the Company from the conclusion of the 1st Annual General Meeting (AGM) up to the conclusion of the 6th Annual General Meeting (AGM) of the Company.

The Board of Directors recommends their appointment as Statutory Auditor of the Company to hold office from the conclusion of the 1st Annual General Meeting (AGM) upto the conclusion of the 6th Annual General Meeting (AGM) of the company.

The Auditors' Report is enclosed with the financial statements in this Annual Report.

REPORTING OF FRAUD:

The Auditors of the Company have not reported any fraud as specified under Section 143(12) of the Companies Act, 2013.

GENERAL DISCLOSURE:

Your Directors state that the Company has made disclosures in this report for the items prescribed in section 134 (3) of the Act and Rule 8 of The Companies (Accounts) Rules, 2014 and other applicable provisions of the act and listing regulations, to the extent the transactions took place on those items during the year. Your Directors further state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review;

- (i) Details relating to deposits covered under Chapter V of the Act;
- (ii) Issue of Equity Shares with differential rights as to dividend, voting or otherwise;
- (iii) Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and ESOS;
- (iv) There is no revision in the Board Report or Financial Statement;
- (v) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future;
- (vi) Information on subsidiary, associate and joint venture companies.

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

- (vii) During the year under review, there was no employee in receipt of salary for whom information as per Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is required to be given in the Director's report.
- (viii) The Company has not developed and implemented any Corporate Social responsibility initiatives as the said provisions are not applicable.
- (ix) One time settlement of loan obtained from the banks or financial institutions.

ACKNOWLEDGEMENT:

Your Directors wish to place on record their sincere appreciation for significant contributions made by the employees at all levels through their dedication, hard work and commitment, enabling the Company to achieve good performance during the year under review.

Your Directors also take this opportunity to place on record the valuable co-operation and support extended by the banks, government, business associates and the shareholders for their continued confidence reposed in the Company and look forward to having the same support in all future endeavors.

Registered Office:

Plot no 18 to 23, Block no 290, R.S. No 265, Pipodara,
Surat, Mangrol, Gujarat, India, 394110

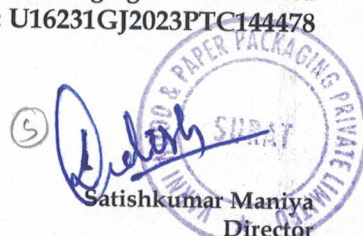
For and on behalf of Board of Directors
Varni Wood & Paper Packaging Private Limited
CIN: U16231GJ2023PTC144478

Place: Surat

Date: September 2, 2024



Rameshbhai Kakadiya
Director
DIN 07740518



Satishkumar Maniya
Director
DIN 02529191

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

Annexure - I

FORM NO. AOC-2 - PARTICULARS OF CONTRACTS/ARRANGEMENTS MADE WITH RELATED PARTIES

Forms for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in Section 188(1) of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

(Pursuant to Section 134(3)(h) of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

A. Details of contracts or arrangements or transactions not at arm's length basis:

There were no contracts or arrangements or transactions entered in to by the Company during the financial year ended on March 31, 2024, which were not at arm's length basis.

B. Details of material contracts or arrangement or transactions at arm's length basis:

Sr. No.	Particulars	RPT - 1	RPT - 2	RPT - 3	RPT - 4
1.	Name(s) of the related party and nature of relationship	Shish Industries Limited - Holding Company	Shish Industries Limited - Holding Company	Shish Industries Limited - Holding Company	Shish Global Solutions Private Limited - Subsidiary Company of Holding Company
2.	Nature of contracts/ arrangements/ transactions	Freight Expenses	Purchase of Goods	Payment of Rent	Sale of Goods
3.	Duration of the contracts / arrangements/ transactions	F.Y. 2023-24	F.Y. 2023-24	F.Y. 2023-24	F.Y. 2023-24
4.	Salient terms of the contracts or arrangements or transactions including the value, if any	All transactions entered by the Company is at Market rate and on arms' length basis Total Transaction Value of Freight Expenses - ₹ 6.80 Thousands	All transactions entered by the Company is at Market rate and on arms' length basis Total Transaction Value of Purchase - ₹ 96.38 Thousands	All transactions entered by the Company is at Market rate and on arms' length basis Total Transaction Value of Sales - ₹ 30.00 Thousands	All transactions entered by the Company is at Market rate and on arms' length basis Total Transaction Value of Sales ₹ 936.83 Thousands
5.	Date(s) of approval by the Board	September 6, 2023	September 6, 2023	September 6, 2023	September 6, 2023
6.	Amount paid as advances, if any	-	-	-	-

Registered Office:

Plot no 18 to 23, Block no 290, R.S. No 265, Pipodara, Surat, Mangrol, Gujarat, India, 394110

For and on behalf of Board of Directors
Varni Wood & Paper Packaging Private Limited
CIN: U16231GJ2023PTC144478

Place: Surat

Date: September 2, 2024




Rameshbhai Kakadiya
Director
DIN 07740518


Satishkumar Maniya
Director
DIN 02529197

**AUDITED FINANCIAL STATEMENTS
OF
VARNI WOOD & PAPER PACKAGING
PVT. LTD.**

**FOR
FY 2023-24 (AY 2024-25)**

**KPCM & CO.
CHARTERED ACCOUNTANTS**

1ST FLOOR, GUARDIAN HOUSE, SUMAN DESAI WADI, BEHIND
NASHIK MERCHANT BANK, UDHNA DARWAJA, SURAT-395002

Web : www.kpcm.in

"We believe in Excellence"

(ORIGINAL COPY FOR CLIENT'S RECORDS)

INDEPENDENT AUDITOR'S REPORT

To,

The Members of

Varni Wood & Paper Packaging Private Limited

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Varni Wood & Paper Packaging Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement for the period then ended on that date, and a summary of significant accounting policies and other explanatory information.

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

Basis of 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 Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India 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 Standalone Financial Statements.

Key Audit Matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone 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. We don't have any key audit matters that are to be communicated in our report.

Other Information

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's report thereon. These reports are expected to be made available to us after the date of our auditor's report.

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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, 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 Responsibility for the Standalone Financial Statements

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusion are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may be 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 standalone financial statements of the current period and are therefore the key audit matters. 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, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, 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 purpose of our audit;
 - (b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) the Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, Statement of Changes in Equity and 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 under section 133 of Companies Act, 2013 and Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS") as amended by Companies (Indian Accounting Standards) Rules, 2016
- (e) On the basis of written representations received from the directors as on March 31, 2024, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to this Financial Statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report.
- (g) In our opinion, No managerial remuneration for the period ended March 31, 2024 has been paid/provided by the company to its directors in accordance of section 197 read with schedule V to the Companies Act, 2013.
- (h) 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.
 - 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, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - V. The company has not declared and paid any Interim dividend nor has proposed any final dividend during the previous year, and hence the question of Compliance and applicability of Section 123 of the Companies Act does not arise.

Place: Surat
Date: April 18, 2024

For K P C M & Co.
Chartered Accountants
Firm Reg. No. 0117390W



CA Kanaiya Asawa
Partner
Membership No. 103498
UDIN: 24103498BKFIGO6677

ANNEXURE - A

TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED ON THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2024.

The Annexure referred to in the auditors' report to the members of Varni Wood & Paper Packaging Private Limited ("the Company") for the period ended March 31, 2024. We report that:

1. (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangibles assets.

(b) The management performs physical verification of its owned Property, Plant & Equipment which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this programme, certain Property, Plant & Equipment were physically verified by the management.

(c) According to the information and explanations given by the management, the title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.

(d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the period

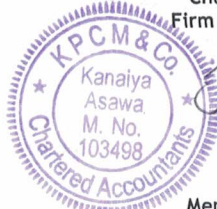
(e) No proceedings have been initiated during the period or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
2. The inventory has been physically verified during the period by the management. In our opinion, the frequency of verification is reasonable. The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. No material discrepancies were noticed on such physical verification.
3. The company had not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained u/s 189 of the Act during the period. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.
4. In our opinion and according to the information and explanation given to us, the company has complied with the provisions of section 185 and 186 of the companies Act, 2013. In respect of loans, Investments, guarantees and security.
5. The company has not accepted any deposits from the public during the period as per the directives issued by the Reserve Bank of India as mentioned in Section 73 to 76 or other relevant provisions of the Companies Act and The Companies (Acceptance of Deposit) Rules, 2015 with regards to the deposits accepted from the public are not applicable. No order has been issued by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal and hence compliance is not required.
6. The Central Government under sub- section (1) of section 148 of the Act has not prescribed the maintenance of Cost Record or Audit for the Company and hence the same are not applicable to the company.
7. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been regular in depositing undisputed statutory dues including, Provident Fund, Employees State Insurance, Income-Tax, customs duty, goods and service tax, cess and other statutory dues wherever applicable to it with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2024 for a period of more than six months from the date on when they become payable.

(b) According to the records of the Company the dues of Income Tax, Sales Tax, Value Added Tax (VAT), Custom Duty, Excise Duty, Goods and Service Tax and cess which have not been deposited as on 31 March, 2024 on account of disputes are given below:
Nil.
8. During the period, there are no transactions in accounts which are required to be disclosed or surrendered before the tax authorities as income during the period.
9. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to any bankers or to any financial institutions during the financial period. The Company has not taken any loan from financial institutions or from the government and has not issued any debentures.

10. According to the information and explanations given to us by the management, the Company has not raised any money by way of initial public offer / further public offer (including debt instruments) or by way of preferential allotment of equity shares during the period.
11. Based upon the audit procedures performed and the information and explanations given to us by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the period.
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
13. According to the information and explanations given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. According to the information and explanations given to us by the management the Company does not have an internal audit system.
15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
16. 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 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.
17. According to the information and explanations given to us and based on our examination of the records of the Company, the company has not incurred any cash losses in the financial period and in the immediately preceding financial period.
18. There has been no resignation of the statutory auditors during the period. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
19. According to the information and explanations given to us and based on our examination of the records of the Company and analysis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report and the company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one period from the balance sheet date.
20. The obligations of Corporate Social Responsibility i.e. second proviso to sub-section (5) of section 135 of Companies Act, 2013 are not applicable to the company. So, the company is not required to transfer any unspent amount to a Fund specified in Schedule VII to the Act and hence not commented upon.
21. There has not been any qualifications or adverse remarks by us in the CARO report, of the companies, or of its consolidated financial statement as applicable to the company.

Place: Surat
Date: April 18, 2024

For K P C M & Co.
Chartered Accountants
Firm Reg. No. 0117390W



CA Kanaiya Asawa
Partner
Membership No. 103498
UDIN: 24103498BKFIGO6677

ANNEXURE - B

TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED ON THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2024.

Report on the Internal Financial Controls under Section 143(3)(i) of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Varni Wood & Paper Packaging Private Limited as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the period 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the 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 controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system 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

- (a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (b) 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
- (c) 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

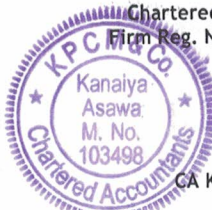
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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 financial 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 ICAI.

Place: Surat
Date: April 18, 2024

For K P C M & Co.
Chartered Accountants
Firm Reg. No. 0117390W



CA Kanaiya Asawa
Partner
Membership No. 103498
UDIN: 24103498BKFIG06677

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Balance Sheet as at Mar 31, 2024

Particulars	Notes	As At Mar 31, 2024 INR in Thousands
ASSETS		
1. Non-Current Assets		
(a) Property, Plant and Equipment	2	856.76
(b) Capital work in progress		-
(c) Other Intangible Assets	2	4,065.26
(d) Intangible Assets under development		-
(e) Deferred Tax Assets (Net)		-
Total Non-Current Assets		4,922.02
2. Current Assets		
(a) Inventories	3	3,614.99
(b) Financial Assets		
(i) Trade receivables	4	3,843.07
(ii) Cash and cash equivalents	5	210.62
(iii) Bank Balances other than (iii) of above		-
(iv) Loans		-
(c) Current Tax Assets (Net)	6	161.95
(d) Other Current Assets	7	1,070.93
Total Current assets		8,901.57
TOTAL ASSETS		13,823.59
Equity and Liabilities		
1. Equity		
Shareholders' Funds		
(a) Equity Share Capital	8	1,500.00
(b) Other equity	9	213.83
Total Equity		1,713.83
2. LIABILITIES		
Non-Current Liabilities		
(a) Financial Liabilities		-
(i) Borrowings		-
(b) Deferred Tax Liabilities (Net)	24	5.27
Total Non-Current Liabilities		5.27
Current Liabilities		
(a) Financial Liabilities		-
(i) Borrowings	10	4,445.54
(iii) Trade payable		-
(a) Outstanding dues of micro & small enterprises	11	-
(b) Outstanding dues other than micro & small enterprises	11	7,310.67
(b) Other current liabilities	12	127.68
(c) Provision	13	73.69
(d) Current Tax Liabilities	14	146.92
Total Current Liabilities		12,104.50
TOTAL EQUITY AND LIABILITIES		13,823.59

Statement of Accounting Policies and notes to Financial Statements

1 - 30

As Per Our attached report of even date

For K P C M & Co.

Chartered Accountants

Firm Reg. No. 0117390W


CA Kanaiya Asawa

Partner

Mem No.: 103498

UDIN: 24103498BKFIGO6677

Place: Surat

Date : 18/04/2024

For, Varni Wood & Paper Packaging Private Limited

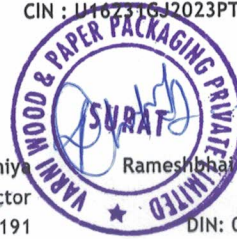
CIN : U16231GJ2023PTC144478



Sanish Kumar Maniya

Director

DIN: 02529191



Rameshbhai Kakadiya

Director

DIN: 07740518

Place: Surat

Date : 18/04/2024

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Statement of Profit & Loss Account for the period ended Mar 31, 2024

Particulars	Notes	For the year ended Mar 31, 2024 INR in Thousands
INCOME		
Revenue from operations	15	8,200.23
Other Income	16	4.62
TOTAL INCOME		8,204.84
EXPENSES		
Cost of Raw Material Consumed		-
Purchase of Stock in Trade		6,248.49
Changes in Inventories of Finished Goods/WIP	17	-719.75
Employees' Remuneration and Benefits	18	1,156.06
Financial Charges		-
Depreciation and Amortization	2	36.29
Other Expenses	19	1,190.98
TOTAL EXPENSES		7,912.06
Profit/(loss) before Tax		292.78
Tax Expense		
Current Tax		73.69
Prior Period Tax Expense		-
Deferred Tax	24	5.27
Net Tax expense		78.95
Profit/(loss) for the year		213.83
Other Comprehensive Income		
A. ITEM NOT RECLASSIFIED TO PROFIT OR LOSS		
i. Income relating to item that will not be reclassified to profit or loss		-
ii. Income Tax Relating item (i) of above		-
B. ITEM RECLASSIFIED TO PROFIT OR LOSS		
i. Income relating to item that will be reclassified to profit or loss		-
ii. Income Tax Relating (i) of above		-
Total other Comprehensive Income		-
Total Comprehensive Income for the year		213.83
Earning Per Share for Continuing operation		
Basic - Par Value Rupees 10.00	23	1.43
Diluted - Par Value Rupees 10.00	23	1.43
Earning Per Share for Discontinued operation		
Basic - Par Value Rupees 10.00		-
Diluted - Par Value Rupees 10.00		-
Earning Per Share for Continuing + Discontinued operation		
Basic - Par Value Rupees 10.00	23	1.43
Diluted - Par Value Rupees 10.00	23	1.43

Statement of Accounting Policies and notes to Financial Statements

1 - 30

As Per Our attached report of even date

For K P C M & Co.

Chartered Accountants

Firm Reg. No. 0117390W

CA Kanaiya Asawa

Partner

Mem No.: 103498

UDIN: 24103498BKFIGO6677

Place: Surat

Date : 18/04/2024

For, Varni Wood & Paper Packaging Private Limited

CIN : U16231GJ2023PTC144478



Satishkumar Maniya
Director
DIN: 02529191



Rameshbhai Kakadiya
Director
DIN: 07740518

Place: Surat

Date : 18/04/2024

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Statement of Cash Flow for the period ended Mar 31, 2024

Particulars	For the year ended Mar 31, 2024 INR in Thousands
A. Cash Flow from Operating Activities	
Profit before tax	292.78
Adjustments for :	
Depreciation	36.29
Finance cost	-
W/off Preliminary Expenses	-
Bad Debts	-
Interest Income	-
Operating Profit Before Working Capital Adjustments (a)	329.07
Movements in Working Capital:	
Decrease/(Increase) in Inventory	-3,614.99
Decrease/(Increase) in Sundry Debtors	-3,843.07
Increase/(Decrease) in Sundry Creditors	7,310.67
Decrease/(Increase) in Loans and Deposits	-
Decrease/(Increase) in Other Current Assets	-1,232.88
Increase/(Decrease) in Current Liabilities & Provisions	348.29
Movement in Working Capital total (b)	-1,031.99
Cash generated from Operating activities (a)-(b)	-702.92
Direct Taxes Paid	-73.69
NET CASH GENERATED FROM OPERATING ACTIVITIES (A)	-776.60
B. Cash flow from Investing Activity	
Purchase of fixed asset	-4,958.31
Sale of fixed asset	-
Interest Income	-
Decrease/(Increase) in Investments	-
NET CASH GENERATED FROM / (USED IN) INVESTING ACTIVITY (B)	-4,958.31
C. Cash Flow from Financing activity :	
Issue of Share Capital	1,500.00
Increase/(Decrease) in Term Loans	-
Redemption of Bank FD	-
Finance Cost	-
Increase/(Decrease) in Working Capital	4,445.54
NET CASH GENERATED FROM / (USED IN) FINANCING ACTIVITIES (C)	5,945.54
D. Net Increase / (Decrease) in Cash & Cash Equivalents (A+B+C)	210.62
Cash and Cash Equivalents at the beginning of the Period	-
Cash and Cash Equivalents at the end of the Period	210.62

As Per Our attached report of even date

For K P C M & Co.

Chartered Accountants

Firm Reg. No. 0117390W

Kanaiya Asawa

CA Kanaiya Asawa
Partner

Mem No.: 103498

UDIN: 24103498BKFIGO6677

Place: Surat

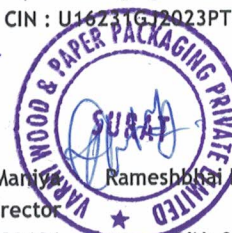
Date : 18/04/2024

For, Varni Wood & Paper Packaging Private Limited

CIN : U16231GJ2023PTC144478



Satish Kumar Maniya
Director
DIN: 02529191



Ramesh Kakadiya
Director
DIN: 07740518

Place: Surat

Date : 18/04/2024

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Statement of Changes in Equity for the period ended March 31, 2024

A. EQUITY SHARE CAPITAL FOR THE YEAR ENDED ON MARCH 31, 2024 :

INR in Thousands

Balance as on April 1, 2023	Changes in equity due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in Equity Share Capital During the Year	Balance as at March 31, 2024
-	-	-	1,500.00	1,500.00

B. OTHER EQUITY FOR THE YEAR ENDED ON MARCH 31, 2024:

INR in Thousands

Particulars	Reserves and Surplus			Other Comprehensive Income	TOTAL
	Securities Premium Reserve	General Reserve	Retained Earnings		
As on March 31, 2023					
Opening Balance as on April 1, 2023	-	-	-	-	-
Transfer to retained earnings	-	-	213.83	-	213.83
Other Comprehensive Income of the Year	-	-	-	-	-
Issue of Equity Shares	-	-	-	-	-
Issue of Bonus Equity Shares	-	-	-	-	-
Closing Balance as at March 31, 2024	-	-	213.83	-	213.83

As Per Our attached report of even date

For K P C M & Co.

Chartered Accountants

Firm Reg. No. 0117390W

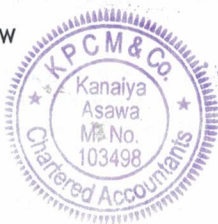
Kanaiya Asawa

CA Kanaiya Asawa

Partner

Mem No.: 103498

UDIN: 24103498BKFIGO6677



For, Varni Wood & Paper Packaging Private Limited

CIN : U16231GJ2023PTC144478



Satishkumar Maniya

Director

DIN: 02529191



Rameshbhai Kakadiya

Director

DIN: 007740518

Place: Surat

Date : 18/04/2024

Place: Surat

Date : 18/04/2024

VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes Forming Part of Financial Statements for the period ended March 31, 2024

NOTE 1: NOTES TO ACCOUNTS

1.1 CORPORATE INFORMATION

Varni Wood & Paper Packaging Private Limited (the company) is a private limited company domiciled in India and incorporated under the provisions of the Company Law. The company is having its office at Plot no 18 to 23, Block no 290, R.S. No 265-266, Pipodara, Mangrol SURAT GJ 394110 IN in Surat, at Pipodara. The company is primarily established in the Manufacturing and sale of corrugated Paper, Paperboard & Containers of Paper and Paperboard. Company is wholly owned subsidiary of Listed Public Company - Shish Industries Limited and accordingly, deemed Public Company under the Companies Act, 2013.

1.2 SIGNIFICANT ACCOUNTING POLICIES

1.2.1 Basis of Preparation

The company has prepared and presented the financials as per reporting requirements u/s 133 of Companies Act, 2013 and Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS") as amended by Companies (Indian Accounting Standards) Rules, 2016 effective from 1st April 2016 on the accruals basis. Ind AS comprises mandatory accounting standards notified under the Companies Act, 2013. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The Management evaluates all recently issued or revised accounting standards on an ongoing basis.

1.2.2 Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires the management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, income taxes, post-sales customer support and the useful lives and dismantling exps of fixed assets and intangible assets. The management periodically assesses using, external and internal sources, whether there is an indication that an asset may be impaired.

An impairment occurs where the carrying value exceeds the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. The impairment loss to be expensed is determined as the excess of the carrying amount over the higher of the asset's net sales price or present value as determined above. Contingencies are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated. Where no reliable estimate can be made, a disclosure is made as contingent liability. Actual results could differ from those estimates.

1.2.3 Fair Value Measurement

Some of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The company regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as pricing services, is used to measure fair values, then the company assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which the valuations should be classified.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes Forming Part of Financial Statements for the period ended March 31, 2024

1.2.4 Current and Non-Current Classification

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non- Current classification.

An asset is treated as Current when it is -

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

1.2.5 Property, Plant & Equipment and Depreciation

Property, Plant & Equipment are carried at the cost of acquisition or construction less accumulated depreciation and impairment losses. The cost of Property, Plant & Equipment includes non-refundable taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets as per Para 11 of Ind AS - 16, (Property Plant and Equipment). Borrowing and incidental costs directly attributable to acquisition or construction of those Property, Plant & Equipment which necessarily take a substantial period of time to get ready for their intended use are capitalised as per Para 8 of Ind AS - 8 (Borrowing Costs).

Advances paid towards the acquisition of Property, Plant & Equipment outstanding at each balance sheet date and the cost of Property, Plant & Equipment not ready for their intended use before such date are disclosed under capital work-in-progress.

Depreciation on Property, Plant & Equipment is provided using the written down value method at the rates specified in Schedule II to the Companies Act, 2013 or based on the useful life of the assets as estimated by Management. Depreciation is calculated on a pro-rata basis from the date of installation till the date the assets are sold or disposed. Disclosure as per Para 75-76 of Ind AS-16 (Property, Plant and Equipment) relating to dismantling cost is unascertainable. The management is unable to estimate the dismantling cost of individual assets as the same is impracticable, due to the complexity and size of the company.

1.2.6 Inventories

Inventory is valued at cost (including cost for bringing the inventory to its current location and condition) or net realisable value whichever is less. Inventory as appearing in the financial statements is inclusive of duties, taxes and freight, in terms of Para 10 to 19 of Ind AS - 2, Inventories. Inventory excludes Goods and Services Tax.

1.2.7 Investments

Long-term investments are carried at cost less any other-than-temporary diminution in value, determined separately for each individual investment.

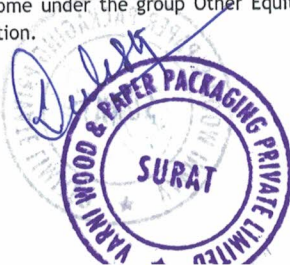
1.2.8 Retirement Benefits

Retirement Benefits, are accounted on Actuarial Basis.

1.2.9 Foreign currency transactions and balances

Export Sales have been recorded at the prevailing customs rate as on the date of removal of goods from the factory. The relevant debtor ledger is debited/credited with appropriate loss / profit on foreign exchange transaction when the sale proceeds are actually received as per Para 21 of AS - 21, (The Effect of Changes in Foreign Exchange Rates).

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date, not covered by forward exchange contracts, are translated at year-end rates. The resultant exchange differences are recognised as Other Comprehensive Income under the group Other Equity. Non-monetary assets are recorded at the rates prevailing on the date of the transaction.



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes Forming Part of Financial Statements for the period ended March 31, 2024

1.2.10 Revenue Recognition

Revenue from sale of goods is recognised when significant risks and rewards in respect of ownership of products are transferred to customers. Revenue from domestic sales of products is recognised on dispatch of products to customers from the factory premises. Revenue from export sales is recognised on shipment of products.

Revenue from product sales is stated exclusive of returns, applicable trade discounts, allowances, and GST.

Dividend income is recognised when the unconditional right to receive the income is established. Income from interest on deposits, loans and interest bearing securities is recognised on the time proportionate method.

Export entitlements are recognised as income when the right to receive credit as per the terms of the scheme is established in respect of the exports made and where there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds.

The Customs Duty Drawback benefits have been recognized as recommended by the Expert Advisory Committee of ICAI. In the opinion of the Expert Advisory Committee on the accounting treatment of Duty Drawback benefit, wherein it has been opined that the benefit under the Duty Drawback Scheme should be recognised as income when the exports (against which the credit has been granted) are made, provided the criteria for recognition of revenue under AS 9 have been fulfilled (query No. 28 of Vol. XX of Compendium of Opinions, page 96).

In the said opinion, the Committee has stated, inter alia, the following: "Under the facts and circumstances of the query, the Duty Drawback benefit should be recognised in the books of account when no significant uncertainties as to the amount of consideration that would be derived and as to its ultimate collection exist. In the case of drawback benefit on post-export basis when the company applies for the credit on realisation of export proceeds and the benefit is to be utilised for imports by the company, there seems to be no such significant uncertainty and, therefore, the drawback benefit should be recognised in the year in which the export was made."

1.2.11 Income Tax Expense

Income tax expense comprises current tax and deferred tax charge or credit.

Current Tax

The current charge for income taxes is calculated in accordance with the relevant tax regulations applicable to the Company.

Deferred Tax

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed at each balance sheet date and is written-down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realised. The break-up of the major components of the deferred tax assets and liabilities as at balance sheet date has been arrived at after setting off deferred tax assets and liabilities where the Company has a legally enforceable right to set-off assets against liabilities and where such assets and liabilities relate to taxes on income levied by the same governing taxation laws.

1.2.12 Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the profit and loss account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

No impairment loss for any assets have been identified and recorded during the year in terms of Para 58-64 of AS - 36, Impairment of Assets



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes Forming Part of Financial Statements for the period ended March 31, 2024**1.2.13 Financial instruments****Initial Recognition**

All financial instruments are recognized initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset (other than financial assets recorded at fair value through OCI) are included in the fair value of the financial assets. Purchase or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trade) are recognised on trade date. While, loans and borrowings and payables are recognised net of directly attributable transaction costs.

Subsequent Measurement

The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition.

a) Non-derivative Financial Assets**(i) Financial assets at amortised cost**

A financial asset shall be measured at amortised cost if both of the following conditions are met:

(a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and

(b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method, less any impairment loss. Trade receivables, security deposits, cash and cash equivalents, employee and other advances and eligible current and non-current assets are measured at Amortized Cost.

(ii) Debt instruments at FVTOCI

A debt instrument shall be measured at fair value through other comprehensive income if both of the following conditions are met:

(a) the objective of the business model is achieved by both collecting contractual cash flows and selling financial assets and

(b) the asset's contractual cash flow represent SPPI Debt instruments included within FVTOCI category are measured initially as well as at each reporting period at fair value plus transaction costs. Fair value movements are recognised in other comprehensive income (OCI). However, the Company recognises interest income, impairment losses & reversals and foreign exchange gain/loss in statement of profit and loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from equity to profit and loss. Interest earned is recognised under the effective interest rate (EIR) model.

(iii) Equity instruments at FVTOCI

All equity instruments are measured at fair value. Equity instruments held for trading is classified as FVTPL. For all other equity instruments, the Company may make an irrevocable election to present subsequent changes in the fair value in OCI. The Company makes such election on an instrument-by-instrument basis. If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividend are recognised in OCI which is not subsequently recycled to statement of profit and loss.

(iv) Financial assets at FVTPL

FVTPL is a residual category for financial assets. Any financial asset which does not meet the criteria for categorization as at amortised cost or as FVTOCI, is classified as FVTPL.

In addition the Company may elect to designate the financial asset, which otherwise meets amortised cost or FVTOCI criteria, as FVTPL if doing so eliminates or significantly reduces a measurement or recognition inconsistency. The Company has not designated any financial asset as FVTPL.

Financial assets included within the FVTPL category are measured at fair values with all changes in the statement of profit and loss.

b) Non-derivative financial Liabilities**(i) Financial liabilities at amortised cost**

Financial liabilities at amortised cost represented by borrowings, trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes Forming Part of Financial Statements for the period ended March 31, 2024

1.2.14 Current Assets Balances

Balances of Sundry Creditors, Sundry Debtors and loans and advances are subject to confirmation. In the opinion of the Board of Directors, the current assets, loans and advances have a value on realisation at least equal to the amounts at which they are stated in the Balance Sheet.

1.2.15 Events Occuring after the Balance Sheet Date

There were no such events occurred after balance sheet date which required material disclosure by the management and auditors.

1.2.16 Change in Accounting Policies

There has been no other changes in the accounting policy, in terms of Para 14 to 21 of Ind AS - 8 (Accounting Policies, Change in Accounting Estimates and Errors).

1.2.17 Prior Period Items

During the year we had not found any prior period item.

1.2.18 Reclassification Adjustments

Since IND AS are applicable for the first time to the company, no reclassification adjustments have been reclassified to Profitability Statement.

1.2.19 Employee Benefits

The provisions of Gratuity as required under Para 11 of Ind AS-19 (Employee Benefits) is not applicable to our company and presently the company determines its employees retirement benefit as and when it occurs.



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes to the Balance Sheet For The Year Ended Mar 31, 2024

Note 2: PROPERTY, PLANT AND EQUIPMENT (Disclosure as per Clause 73(e) of Ind AS-16)							INR in Thousands	
Particulars	Gross Block				Depreciation and Amortization			Net Block
	As at April 1, 2023	Additions/ (Disposals)	Acquired through business combinations	Revaluations / (Impairments)	As at April 1, 2023	Depreciation charge for the year	Retained Earning Effect as per Companies act, 2013 On Disposals	As at Mar 31, 2024
							As at Mar 31, 2023	
Tangible Assets								
Owned								
Power Press Machine	-	130.00	-	-	130.00	1.74	-	128.26
Paper Cutting Pie	-	19.00	-	-	19.00	0.31	-	18.69
Plant & Machinery	-	709.87	-	-	709.87	32.03	-	677.84
CCTV Camera	-	34.18	-	-	34.18	2.21	-	31.98
Mobile Phone	-	-	-	-	-	-	-	-
	-	893.05	-	-	893.05	36.29	-	856.76
Under Lease								
	-	-	-	-	-	-	-	-
Intangible Assets								
Goodwill	-	4,065.26	-	-	4,065.26	-	-	4,065.26
	-	4,065.26	-	-	4,065.26	-	-	4,065.26
Capital Work in Progress								
	-	-	-	-	-	-	-	-
Intangible Assets under development								
	-	-	-	-	-	-	-	-
Fixed Assets held for sale								
Total	-	4,958.31	-	-	4,958.31	36.29	-	4,922.02
Previous Year	-	-	-	-	-	-	-	-



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED	
CIN : U16231GJ2023PTC144478	
Notes to the Balance Sheet for the period ended March 31, 2024	
NOTE 3: INVENTORIES	
Particulars	INR in Thousands As At March 31, 2024
Raw Material (Valued at Cost)	-
Finished Goods (Valued at Cost or Market Value whichever is less)	843.86
Work in Process (Valued at Cost)	-
Other : Packing material	2,771.13
Total	3,614.99
NOTE 4: TRADE RECEIVABLES	
Particulars	INR in Thousands As At Mar 31, 2024
Secured, considered good	3,843.07
Unsecured, considered good	-
Which have significant increase in credit risk	-
Credit Impaired	-
Less: Provision for doubtful debts	-
Total	3,843.07
Notes :- Trade Receivables Ageing Schedule (Note No. 26). There are no Unbilled dues.	
NOTE 4A: TRADE RECEIVABLES	
Particulars	INR in Thousands As At March 31, 2024
Unsecured and considered good	-
- From related Parties	-
Directors	-
Other Officers	-
Firms or Private Companies in which any director is a partner or a director or a member	-
Other Related Party	-
- From Others	3,843.07
Total	3,843.07
NOTE 5: CASH AND CASH EQUIVALENTS	
Particulars	INR in Thousands As At March 31, 2024
Balances with banks	210.62
Cash on hand	-
Total	210.62
Note 6: CURRENT TAX ASSETS	
Particulars	INR in Thousands As At March 31, 2024
TDS Receivable	0.64
TCS Receivable	5.19
Advance Tax	150.00
Balance with Government Authorities	6.12
Total	161.95
Note 7: OTHER CURRENT ASSETS	
Particulars	INR in Thousands As At March 31, 2024
(A). Advances other than capital advances	-
Security Deposits	-
Advances to related parties	1,070.93
Advance to Suppliers	-
(B). Preliminary Expenses (to the extent not written off)	-
Prepaid Expense	-
Total	1,070.93



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes to the Balance Sheet for the period ended March 31, 2024

NOTE 8: EQUITY SHARE CAPITAL

Particulars	As At Mar 31, 2024	
	Number	INR in Thousands
Authorised 150000 equity shares of Rupees 10.00 each	150,000	1,500.00
Issued 150000 equity shares of Rupees 10.00 each	150,000	1,500.00
Subscribed and Paid up 150000 equity shares of Rupees 10.00 each	150,000	1,500.00
Total	150,000	1,500.00

Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	As At Mar 31, 2024	
	Number	INR in Thousands
Shares outstanding at the beginning of the year	-	-
Shares Issued during the year	150,000	1,500
Shares bought back during the year	-	-
Shares outstanding at the end of the year	150,000	1,500.00

Shares in the company held by each shareholder holding more than 5 percent shares

Name of Shareholder	As At Mar 31, 2024	
	No. of Shares held	% of Holding
Shish Industries Limited	150,000	100.00%

Disclosure of Shareholding of Promoters

Promoters name	As At March 31, 2024		% Changes during the Year
	No. of Shares held	% of Holding	
Shish Industries Limited	150,000	100.00%	-

The Company has not issued any Shares for other than cash or Bonus issue or bought back any Shares.

All Equity Shares have common voting rights, preferences and there are no restrictions inter-alia. Also, there are no other class of shares other than equity shares.

There are no shares reserved for issue under options and contracts/commitments for the sale of shares/disinvestment.

Since, there are no convertible instruments, terms of any securities convertible into equity/preference shares issued and details of conversion are not relevant.

There are no calls unpaid by Directors and Officers.

There are no forfeited shares with the company.



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes to the Balance Sheet for the period ended March 31, 2024

NOTE 9: OTHER EQUITY

INR in Thousands

Particulars	As At March 31, 2024
Equity Component of Compound Financial Instrument	-
Equity Component of Compound Financial Instrument	-
Total Equity Component of Compound Financial Instrument	-
Reserve and Surplus	
Security Premium Account	
Opening Balance	-
Add: Securities premium credited on Share issue	-
Less: Premium Utilised for Bonus Issue	-
Closing Balance	-
Retained Earnings (Profit and Loss)	
Opening Balance	-
Add: Current year profit	213.83
Add: Transfer from Reserves	-
Less: Proposed Dividends	-
Less: Reserve Utilised for Bonus Issue	-
Less: Transfers to Reserves	-
Closing Balance	213.83
Total Reserve and Surplus	213.83
Other Reserves	-
Other Reserves	-
Total Other Reserve	-
Total	213.83

Notes 10: CURRENT BORROWINGS

INR in Thousands

Particulars	As At March 31, 2024
Secured Loans	
Current maturities of Long term borrowings	-
Unsecured Loans	
(a) Inter Corporate Deposits from Related Parties	4,445.54
(b) Loans from other companies	-
Total	4,445.54

NOTE 11: CURRENT TRADE PAYABLES

INR in Thousands

Particulars	As At March 31, 2024
(a) Outstanding dues of micro & small enterprises	
Trade Payables for Expenses	-
(See Note No. 17)	
(b) Total outstanding dues other than micro & small enterprises	
Trade Payables for Expenses	7,310.67
Total	7,310.67

Notes :-

Trade Payables Ageing Schedule (Note No. 27).



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes to the Balance Sheet for the period ended March 31, 2024

NOTE 11A: TRADE PAYABLES

INR in Thousands

Particulars	As At March 31, 2024
Unsecured and considered good	
- Related Parties	
Directors	-
Other Officers	-
Firms or Private Companies in which any director is a partner or a director or a member	-
Other Related Party	757.16
- Others	6,553.52
Total	7,310.67

NOTE 12: OTHER CURRENT LIABILITIES

INR in Thousands

Particulars	As At March 31, 2024
Security Deposit	-
Advance from vendors	5.79
Salary Payable	121.89
Total	127.68

NOTE 13: PROVISIONS

INR in Thousands

Particulars	As At March 31, 2024
Provision	73.69
Total	73.69

NOTE 14: CURRENT TAX LIABILITIES

INR in Thousands

Particulars	As At March 31, 2024
PF-ESIC-PT Payable	-
Revenue from Government Authorities	128.60
Provision for Audit Fees	-
TDS Payable	18.32
Total	146.92



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED CIN : U16231GJ2023PTC144478 Notes to the Profit and Loss Accounts For The Year Ended 31st March, 2024

NOTE 15: REVENUE FROM OPERATIONS
INR in Thousands

Particulars	For the year ended Mar 31, 2024
Sale of Goods & Services	8,200.23
Total	8,200.23

Note 16: OTHER INCOME
INR in Thousands

Particulars	For the year ended Mar 31, 2024
Discount	-
Round Off	0.60
Freight	4.02
Total	4.62

Note 17: INCREASE AND DECREASE IN FINISHED STOCK
INR in Thousands

Particulars	For the year ended Mar 31, 2024
Opening Stock:	
Finished Goods	1,143.00
Packaging	1,752.24
Sub Total (A)	2,895.24
Less: Closing Stock	
Finished Goods	843.86
Packaging	2,771.13
Sub Total (B)	3,614.99
Total	-719.75

Note 18: EMPLOYEE'S REMUNERATION AND BENEFITS
INR in Thousands

Particulars	For the year ended Mar 31, 2024
Salary Expenses	828.32
STIPEND EXPENSES	-
PF-ESIC-PT Expense	-
Remuneration	300.00
Staff Welfare Expenses	27.74
Total	1,156.06

Note 19: OTHER EXPENSES
INR in Thousands

Particulars	For the year ended Mar 31, 2024
Advertisement Expenses	-
Interest on Unsecured loans	161.71
Internet Expenses	2.00
Freight Expenses	31.09
Machine Repair & Maintenance Exp 18%	82.46
Conveyance	49.17
Packing Material Expenses 18%	37.18
Rent Expenses -18%	30.00
Repair and Maintenance Expenses	11.53
Transportation Expenses	265.42
Postage & Courier Expenses	1.65
Jobwork Expenses -18%	163.21
Subscription Fees	-
Telephone Bill Expenses	-
Office Exp	10.54
Travelling Expense	14.29
Printing and Stationery	9.21
Professional Fees	15.00
SAMPLE MATERIAL EXPENSES	-
Electrical Expenses	10.42
Electricity Expenses	293.16
CMS Charges	-
Office Rent	-
ROC FEES	2.95
Sms Charges	-
Trademark Fees Paid	-
Payment to Auditor	-
(a) Audit Fees	-
Total	1,190.98



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes Forming Part of Financial Statements for the period ended March 31, 2024

Note 20: SEGMENT REPORTING

The company is primarily engaged in the business of Manufacturing and sale of corrugated Paper , Paperboard & Containers of Paper and Paperboard which constitute a single reportable segment in accordance with Ind AS 108 - "Segment Reporting".

Note 21: RELATED PARTIES

(a) The related parties where control exists are the subsidiaries, step-down subsidiaries, joint ventures and the partnership firms. There are no other parties over which the Company has control.

(b) Related parties where control / significant influence exists or with whom transactions have taken place during the year:

- Shish Industries Limited
- Satishbhai Maniya
- Rameshbhai Kakadiya
- Jalvinben Kakadiya
- Shish Global Solutions Private Limited
- Janakkumar Kheni

Holding Company
Director
Director
Director
Fellow Subsidiary
Company
CEO

(c) Particulars of Related Party Transactions

INR in Thousands

Particulars	As At March 31, 2024
Shish Industries Limited	
Loans Accepted	4,900.00
Loans Repaid	600.00
Equity Investment Received	1,500.00
Purchase of Goods	96.38
Freight Expense	6.80
Rent Expense	30.00
Shish Global Solutions Private Limited	
Sales	936.83
Janakkumar Kheni	
Remuneration Paid	300.00
Loan Given	470.93

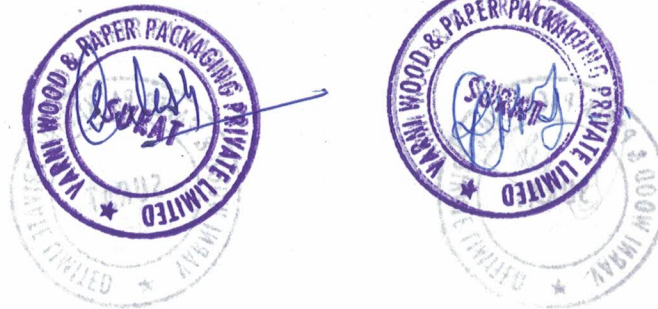
Balances at the Year end	
Shish Industries Limited	
Investment	1,500.00
Trade Payable of Goods	121.76
Trade Payable for Expense	35.40
Loan Taken	4,445.54
Janakkumar Kheni	
Loan Given	470.93

Note 22: LEASES

Assets taken on lease where the company acquires substantially the entire risks and rewards incidental to ownership are classified as finance leases. The amount recorded is the lesser of the present value of minimum lease rental and other incidental expenses during the lease term or the fair value of the assets taken on lease. The rental obligations, net of interest charges, are reflected as secured loans. Leases that do not transfer substantially all the risks and rewards of ownership are classified as operating leases and recorded as expense as and when the payments are made over the lease term. Any advance payments of operating leases is recognized as an expense over the economic useful life of the asset under lease.

INR in Thousands

Particulars	As At March 31, 2024
Not Later than 1 year	N.A.
Later than 1 year and not later than 5 years	N.A.
Beyond 5 Years	N.A.



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED
CIN : U16231GJ2023PTC144478

Notes Forming Part of Financial Statements for the period ended March 31, 2024

Note 23: EARNING PER SHARE

The basic earnings per share ("EPS") is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, net profit after tax for the year and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. The dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. The company presents basic and diluted EPS from continuing and discontinuing operations separately.

Computation of EPS is set out below:

Particulars	As At March 31, 2024
Earnings	
Total Comprehensive Income for the period	213.83
Total Income from Discontinued Operation for the period	Nil
Equity Shares	
No. of shares at the beginning of the year	-
Additional allotment of shares during the year	150,000
Weighted Average No. of shares during the year - Basic	150,000
Weighted Average No. of shares during the year - Diluted *	150,000
Earning Per Share for Continuing operation	
Earning per share of par value INR 10 - Basic	1.43
Earning per share of par value INR 10 - Diluted	1.43
Earning Per Share for Discontinued operation	
Earning per share of par value INR 10 - Basic	Nil
Earning per share of par value INR 10 - Diluted	Nil
Earning Per Share for Continuing + Discontinued Operation	
Earning per share of par value INR 10 - Basic	1.43
Earning per share of par value INR 10 - Diluted	1.43

* As per Para 30-31 of Ind AS - 33 (Earning Per Share)

Note 24: DEFERRED TAX ASSETS/LIABILITY

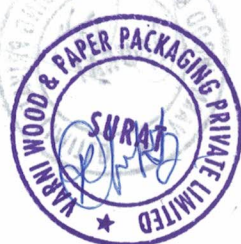
Factors creating Deferred Tax Asset / (Liability)	Temporary Differences	Increases Deferred Tax Liability by
Depreciation as per Companies Act, 2013	36.29	
Depreciation as per Income Tax Act, 1961	66.98	
Temporary Difference & Resultant Deferred Tax (Liability)/Asset	-30.69	-5.27
Add: Opening Balance of Deferred Tax Asset / (Liability)		
Total Deferred Tax Asset / (Liability) as on 31-03-2024		(5.27)

Deferred Tax Asset have been created at the prevailing rates of Income Tax on timing differences.

NOTE 25: Disclosures as required under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act):-

Sr. No.	Particulars	As At March 31, 2024
A	Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	7179.57
B	Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	
C	Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	
D	Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during year	
E	Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	
F	Interest due and payable towards suppliers registered under MSMED Act, for payments already made	

The above information disclosure regarding Trade Payables of Micro, Small and Medium Enterprises is made by the Management as per information from suppliers' regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and relied upon by Auditors.



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED
CIN : U16231GJ2023PTC144478
Notes Forming Part of Financial Statements for the period ended March 31, 2024

NOTE NO. 26 - TRADE RECEIVABLE AGEING SCHEDULE						
Current Reporting Period		Outstanding for following periods from Due Date of Payment				
		INR in Thousands				
Particulars		Less than 6 months	6 months - 1 year	1 - 2 Years	2 - 3 Years	More than 3 years
						Total
(1) Undisputed Trade Receivables- Considered Good		3,524.56	318.52	-	-	3,843.07
(2) Undisputed Trade Receivables- which have significant increase in Credit Risk		-	-	-	-	-
(3) Undisputed Trade Receivables- Credit Impaired		-	-	-	-	-
(4) Disputed Trade Receivables- Considered Good		-	-	-	-	-
(5) Disputed Trade Receivables- which have significant increase in Credit Risk		-	-	-	-	-
(6) Disputed Trade Receivables- Credit Impaired		-	-	-	-	-
TOTAL		3,524.56	318.52	-	-	3,843.07



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes Forming Part of Financial Statements for the period ended March 31, 2024

NOTE NO. 27 - TRADE PAYABLES AGEING SCHEDULE					
Current Reporting Period	Particulars	Outstanding for following periods from Due Date of Payment			
		INR in Thousands			
		Less than 1 Years	1 - 2 Years	2 - 3 Years	More than 3 years
(1) MSME		6,093.61	1,085.96	-	-
(2) Others		131.10	-	-	-
(3) Disputed Dues - MSME		-	-	-	-
(4) Disputed Dues - Others		-	-	-	-
	TOTAL	6,224.71	1,085.96	-	-
					7,310.67



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED				
CIN : U16231GJ2023PTC144478				
Notes Forming Part of Financial Statements for the period ended March 31, 2024				
NOTE NO. 28 - FAIR VALUE MEASUREMENTS		INR in Thousands		
Particulars	As at March 31, 2024			FVTOCI
	Amortised Cost	FVTPL		
Assets Measured at				
Trade receivables	3,843.07	-		-
Cash and Cash Equivalents	210.62	-		-
Other Bank Balances	-	-		-
Loans	-	-		-
Other Financials Assets	-	-		-
TOTAL	4,053.69	-		-
Liabilities Measured at				
Borrowings (including Current Maturities of Non-Current Borrowings	4,445.54	-		-
Trade Payables	7,310.67	-		-
Other Financial Liabilities	-	-		-
TOTAL	11,756.21	-		-

Fair value hierarchy

The fair value of financial instruments as referred to in note below has been classified into three categories depending on the inputs used in the valuation technique. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities [Level 1 measurements] and lowest priority to unobservable inputs [Level 3 measurements].

The categories used are as follows:

Level 1: Quoted prices for identical instruments in an active market;

Level 2: Directly (i.e. as prices) or indirectly (i.e. derived from prices) observable market inputs, other than Level 1 inputs; and

Level 3: Inputs which are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a net asset value or valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED

CIN : U16231GJ2023PTC144478

Notes Forming Part of Financial Statements for the period ended March 31, 2024

NOTE NO. 29 - ACCOUNTING RATIOS

Sr. No.	Financial Ratios	Numerator	Denominator	March 31, 2024	Reason for Variance
1	Current Ratio (in times)	Current assets	Current liabilities	0.74	
2	Debt Equity Ratio (in times)	Debt consists of borrowings & lease liabilities	Total Shareholder's Equity	2.59	
3	Return on Equity Ratio (in %)	Profit for the year	Average Shareholder's Equity	24.95%	
4	Inventory Turnover Ratio (in times)	Gross Revenue from sale of products and services	Average Inventories	4.54	
5	Trade Receivables Turnover ratio (in times)	Gross Revenue from sale of products and services	Average Trade receivables	4.27	
6	Trade Payables Turnover ratio (in times)	COGS + Other Expenses - Non Cash Expenditure	Average Trade payables	1.84	The Company has just been formed in 2nd Quarter of the F.Y. 2023-24 and hence, Comparative Figures are not applicable.
7	Net Capital Turnover ratio (in times)	Gross Revenue from sale of products and services	Working Capital (Current assets-Current liabilities)	-2.56	
8	Net Profit Ratio (in %)	Profit for the year	Gross Revenue from sale of products and services	2.61%	
9	Return on Capital Employed (in %)	Profit before interest and taxes	Capital employed	17.08%	
10	Return on Investment (in %)	Income from Investments	Time weighted average Investments	0.00%	



VARNI WOOD & PAPER PACKAGING PRIVATE LIMITED**CIN : U16231GJ2023PTC144478****Notes Forming Part of Financial Statements for the period ended March 31, 2024****NOTE 30: ADDITIONAL REGULATORY INFORMATION**

- (a) The Company does not have any investment property.
- (b) The Company has not revalued its Property, Plant and Equipment (including Right-of-Use Assets) and Intangible assets.
- (c) There are no loans or advances in the nature of loans are granted to Promoters, Directors, KMPs and their related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, that are outstanding as on March 31, 2024:
- repayable on demand; or
 - without specifying any terms or period of repayment;
- (d) There are no Intangible assets under development as on March 31, 2024.
- (e) No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- (f) The Company is not declared willful defaulter by any bank or financial institution or other lender.
- (g) The company has not undertaken any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956
- (h) No charges or satisfaction of charges are yet to be registered with Registrar of Companies beyond the statutory period.
- (i) No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013
- (j) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (k) The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (l) No transactions has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961. There are no such previously unrecorded income or related assets
- (m) Corporate Social Responsibility is not applicable to the company.
- (n) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

NOTE 31: COMPARATIVE FIGURES

The Company has been Acquired in 2nd Quarter of the F.Y. 2023-24 and hence, Comparative Figures are not applicable.

As Per Our attached report of even date

For K P C M & Co.

Chartered Accountants

Firm Reg. No. 0117390W

CA Kanaiya Asawa
Partner

Mem No.: 103498

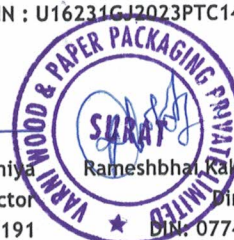
UDIN: 24103498BKFIGO6677

Place: Surat

Date : 18/04/2024

For, Varni Wood & Paper Packaging Private Limited

CIN : U16231GJ2023PTC144478

Satishkumar Maniya
Director
DIN: 02529191Rameshbhai Kaladiya
Director
DIN: 07740518

Place: Surat

Date : 18/04/2024