Sarang Rajhans & Co.
Chartered Accountants

604 Ramanbag Society, 353/2, Shaniwar Peth, Near Ramanbag School, Pune – 411 030 (Maharashtra).
Phone: 8668420364/ 9422030351 / 020-24484576, Email: casarangrajhans@gmail.com

INDEPENDENT AUDITOR'S REPORT

To,
The Members of
Desai Cement Company Private Limited.
Survey No.184, Maina Navelim, Bicholim,
North Goa, GA-403505, India.

Report on the Standalone Ind AS Financial Statements

Opinion

We have audited the accompanying standalone Ind AS financial statements of Desai Cement Company Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2025, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2025, and its profit/loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

I conducted my audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. My responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the standalone financial statements section of my report. I am independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical and independence requirements that are relevant to my audit of the standalone financial statements under the provisions of the Act and the rules there under, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the ICAI's code of ethics.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the standalone financial statements.

Emphasis of Matter:

1. The company's net worth is negative and the company has also taken unsecured loans from its holding company. As per the management the company is still a going concern entity because it is in process of identifying new plans to improve the performance of the company. In spite of this, there is no uncertainty on the company's ability to continue as a going concern. The company has prepared its financial statements on a going concern basis.

My Opinion is not modified in respect of this matter.

SARANG RAJHANS & CO. M. No. 1[illegible]3488 F. R. No. 129510W Chartered Accountants

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report but including

Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and my auditor's report thereon.

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

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

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. However, I 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 of these standalone financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate 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 statement 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 is also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

My responsibility is to express an opinion on these standalone financial statements based on my audit. I have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

I conducted my audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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. Under section 143(3)(i) of the Companies Act, 2013, I am also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- 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.
  I 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 I identify during our audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I 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 in terms of Section 143(11) of the Act, we give in "Annexure A"a statement on the matters specified in paragraphs 3 and 4of the Order.

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

SARANG RAJHANS & CO. M. No. 103438 F. R. No. 129510W Chartered Accountants

1) We have sought and obtained all the informationand explanations which to the best of our knowledge and belief were necessary for the purposes of ouraudit.

2) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.

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

4) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.

5) On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section164(2) of the Act.

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

7) 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:

   a. The Company has disclosed the impact of pending litigations on its financial position;

   b. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

   c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

   d. (i) The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the Standalone Financial Statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

   (ii) The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the Standalone Financial Statements, no funds have been received by the company from any person(s) or entity(ies), including foreign entities

SARANG RAJHANS & CO. M. No. 1[illegible]488 F. R. No. 129510W Chartered Accountants

604 Ramanbag Society, 353/2, Shaniwar Peth, Near Ramanbag School, Pune – 411 030 (Maharashtra).
Phone: 8668420364/ 9422030351 / 020-24484576, Email: casarangrajhans@gmail.com

("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; and

(iii) Based on audit procedures which we 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) contain any material mis-statement.

e. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

f. The Company has used such accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.

Sarang Rajhans & Co.
Chartered Accountants
FRN: 129510W

24/04/25

SARANG RAJHANS & CO. M. No. 103438 F. R. No. 129510W Chartered Accountants

(CA Sarang Rajhans)
Proprietor
M. No.: 103488
UDIN: 25103488BMGPML8539

Place: Pune
Date: 24/04/2025

Sarang Rajhans & Co.
Chartered Accountants
604 Ramanbag Society, 353/2, Shaniwar Peth, Near Ramanbag School, Pune – 411 030 (Maharashtra).
Phone: 8668420364/ 9422030351 / 020-24484576, Email: casarangrajhans@gmail.com

Annexure A" to the Independent Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the Standalone Ind financial statements for the year ended 31 March 2025, I report that:

1) **Property, Plant and Equipment:**

a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;

b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items, which in my opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the book records and the physical fixed assets have been noticed.

c) The title deeds of immovable properties are held in the name of the company.

d) Though the Property, Plant and Equipment (including Right of use of assets) are got valued from an independent professional valuer firm, the assets of the company are not stated at revalued price in the financial statements. The valuation is done just for making the requisite disclosure under Ind AS. Therefore, clause no.3 (1)(d) of the Order is not reportable.

e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. There is no benami property in the name of the company.

2) **Inventories**

a) The company has handed over the operation of its plant and all its inventory lying in the factory as on 31/03/2023 to another company in the month of April 2023. As informed to me, the physical verification of the inventory was carried out in the month of March 2023. Thereafter, there happened to be no significant inventory with the company.

As per the information and explanations given to me, as at the end of the financial year, only one stock item, being Hi crome balls 90MM was remained in the stores, thus, the management has internally verified the inventory and separate physical verification of the inventory by the third party was not carried out.

b) There is no instance of working capital finance during the year. Thus, this clause is not reportable.

3) **Loans to Parties covered u/s 189 of Co. Act, 2013.**

The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause (iii) (A) and (B) of the Order are not applicable to the Company and hence not commented upon.

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

604 Ramanbag Society, 353/2, Shaniwar Peth, Near Ramanbag School, Pune – 411 030 (Maharashtra).
Phone: 8668420364/ 9422030351 / 020-24484576, Email: casarangrajhans@gmail.com

4) Loans & Investments covered u/s 185 & 186 of Co. Act, 2013

In my opinion and according to the information and explanations given to me, the company has complied with the provisions of section 185 and l86 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.

5) Deposits from Public

The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

6) Cost Audit

As informed to me, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

7) Statutory Dues

According to information and explanations given to me and on the basis of my examination of the books of account, and records, the Company has been generally regular in depositing the undisputed statutory dues including Provident Fund, Employees State Insurance, Sales tax, Duty of Customs, Goods and Services Tax, Cess and any other statutory dues with the appropriate authorities.

8) Previously unrecorded Income disclosed as income during the year

As per the information and explanations provided to me there were no such transactions relating to the previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

9) Default in Repayment of Loans

In my opinion and according to the information and explanations given to me, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

10) Amount Raised by way of IPO / FPO

The company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and term Loans. Hence, reporting under clause 3 (x)(a) of the Order is not applicable.

During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

SARANG RAJHANS & CO. M. No. 103468 F. R. No. 129510W Chartered Accountants

604 Ramanbag Society, 353/2, Shaniwar Peth, Near Ramanbag School, Pune – 411 030 (Maharashtra).
Phone: 8668420364/ 9422030351 / 020-24484576, Email: casarangrajhans@gmail.com

11) Fraud by/on Company

Based upon the audit procedures performed and the information and explanations given by the management, I report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

12) Nidhi Company

In my opinion, the Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.

13) Related Party Transactions

In my opinion, 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) Internal Audit System:

a. According to the information and explanation given to me, the Company is not required to have an internal audit system under Section 138 of the Act and consequently, does not have an internal audit system. Accordingly, reporting under clause 3 (xiv) of the Order is not applicable to the Company.

15) Non-cash transactions with directors or persons connected with him

In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

16) Registration under section 45 IA

a. In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
b. In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

17) Cash Losses

The company has not incurred cash losses during the financial year and in the preceding financial year.

18) Resignation from the Statutory Auditors

There has been no resignation from the statutory auditors of the Company during the year.

19) Solvency of the company at the balance sheet date

On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

604 Ramanbag Society, 353/2, Shaniwar Peth, Near Ramanbag School, Pune – 411 030 (Maharashtra).
Phone: 8668420364/ 9422030351 / 020-24484576, Email: casarangrajhans@gmail.com

assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

20) Corporate Social Responsibility

During F.Y.2024-25, the provisions of section 135 of the Companies Act, 2013 were not applicable to the company and hence reporting on this clause is not applicable.

21) Details of the qualifications or adverse remarks by the respective auditors of the companies included in the Consolidated Financial Statements (CFS)

Whether there have been any qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements, if yes, indicate the details of the companies and the paragraph numbers of the CARO report containing the qualifications or adverse remarks: Company does not have any subsidiary company and hence reporting on clause (xxi) of the Order is not applicable.

Sarang Rajhans & Co.
Chartered Accountants
FRN: 129510 W

24/04/25

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

(CA Sarang Rajhans)
Proprietor
M. No.: 103488

UDIN: 25103488BMGPML8539

Place: Pune
Date: 24/04/2025

604 Ramanbag Society, 353/2, Shaniwar Peth, Near Ramanbag School, Pune – 411 030 (Maharashtra).
Phone: 8668420364/ 9422030351 / 020-24484576, Email: casarangrajhans@gmail.com

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

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

I have audited the internal financial controls over financial reporting of **Desai Cement Company Private Limited** ("the Company") as of March 31, 2025 in conjunction with my audit of the standalone financial statements of the Company for the year ended on that date.

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

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility
My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I have conducted my 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 I have 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.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My 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.
I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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

604 Ramanbag Society, 353/2, Shaniwar Peth, Near Ramanbag School, Pune – 411 030 (Maharashtra).
Phone: 8668420364/ 9422030351 / 020-24484576, Email: casarangrajhans@gmail.com

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

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

Sarang Rajhans & Co.
Chartered Accountants
FRN: 129510 W

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

24/04/25

(CA Sarang Rajhans)
Proprietor
M. No.:103488

UDIN: 25103488BMGPML8539

Place: Pune
Date: 24/04/2025

Desai Cement Company Private Limited

Balance Sheet as at Mar 31, 2025

Particulars	**Notes**	**(INR Crores) As at March 31, 2025**	**(INR Crores) As at March 31, 2024**
ASSETS			
Non-current assets			
Property, plant and equipment	4	4.89	6.10
Capital work in progress	5	-	-
Financial assets			
Others	6	-	-
Deferred tax assets (net)	7	1.25	1.25
Income tax assets (net)			
Other non-current assets			
		6.14	7.35
Current Assets			
Inventories	8	0.06	0.06
Financial assets			
Trade receivables	9	9.04	3.54
Cash and cash equivalents	10	0.17	0.47
Others	11	0.03	0.03
Other current assets	12	0.77	1.08
		10.07	5.18
Total Assets		16.21	12.53
EQUITY AND LIABILITIES			
Equity			
Equity share capital	13	1.85	1.85
Other equity			
Retained Earnings		(6.89)	(10.16)
Other Reserves			
Total Equity		(5.04)	(8.31)
LIABILITIES			
Non-current liabilities			
Financial liabilities			
Current liabilities			
Financial liabilities			
Borrowings	14	6.14	9.58
Lease Liability	16	0.03	0.03
Trade payables			
Total outstanding dues of Micro and Small enterprises	15	-	-
Total outstanding dues of creditors other than Micro and Small enterprises		13.64	10.88
Others financial liabilities	17	0.23	0.06
Other current liabilities	18	1.21	0.29
		21.25	20.84
Total Equity & Liabilities		16.21	12.53

Summary of Significant Accounting Policies 3

The accompanying notes are an integral part of the financial statements

As per our report of even date

For Sarang Rajhans & Co
Chartered Accountants
ICAI Firm Registration No.129510W

24.04.25

CA Sarang Rajhans
Proprietor
Membership No. 103488
Place: Panaji-Goa
Date: 24/04/2025

UDIN – 25103488BMGPML8539

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

For and on behalf of the Board of Directors of Desai Cement Company Private Limited

Navnath Laxman Vhatte
Director
DIN 09048441

Navin Kumar Jaju
Director
DIN 00669654

Place: Panaji-Goa
Date: 24/04/2025

DESAI CEMENT COMPANY PRIVATE LIMITED VAVELIM - GOA

Desai Cement Company Private Limited
Statement of Profit and Loss for the Year ended March 31, 2025

Particulars	Notes	Year ended March 31, 2025	Year ended March 31, 2024
Revenue from Operations	19	8.07	8.82
Other Income	20	3.00	2.46
Total Income		11.07	11.28
Expenses			
(Increase) / Decrease in Inventories	21	-	0.36
Employee Benefits Expenses	22	1.56	0.51
Finance costs	23	0.83	1.21
Depreciation and Amortization Expenses	24	1.21	1.10
Other Expenses	25	4.20	6.20
Total Expenses		7.80	9.38
Profit/(loss) before Exceptional Items and Tax		3.27	1.90
Exceptional Items - Gain/(loss)		-	-
Profit/(loss) before Tax		3.27	1.90
Tax expense			
Current Tax		-	-
Deferred Tax	7	-	-
Net Tax (benefit)/expense		-	-
Profit/(Loss) for the year (A)		3.27	1.90
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Remeasurement losses on defined benefit plans		-	-
Income tax effect		-	-
Other comprehensive income for the year, net of tax (B)		-	-
Total comprehensive income for the year, net of tax (A+B)		3.27	1.90
Earnings/(Loss) per equity share of Rs. 10 each			
Basic & Diluted (in Rs.)	26	17.65	10.26

Summary of Significant Accounting Policies 3
The accompanying notes are an integral part of the financial statements

As per our report of even date

For Sarang Rajhans & Co
Chartered Accountants
ICAI Firm Registration No.129510W

24/04/25

CA Sarang Rajhans
Proprietor
Membership No. 103488
Place: Panaji-Goa
Date: 24/04/2025

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

UDIN- 25103488BMGPML8539

For and on behalf of the Board of Directors of Desai Cement Company Private Limited

Navnath Laxman Vhatte
Director
DIN 09048441

Navin Kumar Jaju
Director
DIN 00669654

Place: Panaji-Goa
Date: 24/04/2025

DESAI CEMENT COMPANY PRIVATE LIMITED NAVELIM - GOA

Desai Cement Company Private Limited
Statement of Cash Flows for the Year ended March 31, 2025

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Cash flows from operating activities		
Profit/(Loss) before tax	3.27	1.90
Adjustments to reconcile profit to net cash provided by operating activities:		
Depreciation and amortization	1.21	1.10
Finance costs	0.83	1.21
Changes in assets and liabilities:		
(Decrease) in trade and other receivables	(5.50)	(2.65)
Increase in inventories	-	1.01
Increase/ (Decrease) in other current and non-current assets	0.31	1.16
Increase/ (Decrease) in trade and other payable	2.76	(1.93)
(Decrease) in other current and non-current liabilities and provisions	0.26	(3.38)
Cash generation from operation	**3.14**	**(1.58)**
Income tax paid /(refund) receied during the year	-	-
Net cash generated from operating activities	**3.14**	**(1.58)**
Cash flows from investing activities		
Purchases of property, plant and equipment	-	1.12
Investment in shares of Co-operative society	-	-
Proceeds from sale of property, plant and equipment	-	-
Fixed Deposit with banks (original maturity of more than 3 months) (net)	-	0.16
Deposits expensed out	-	-
Net cash used in investing activities	**-**	**1.28**
Cash flows from financing activities		
Finance costs	-	-
Closure of Axis Bank- CC	-	-
Proceeds from/(repayment of) borrowing from related parties, net	-	-
Proceeds from/(repayment of) long term borrowing, net	(3.44)	(0.42)
Net cash used in from financing activities	**(3.44)**	**(0.42)**
Net increase in cash and cash equivalents	(0.30)	(0.72)
Cash and cash equivalents at the beginning of the year	0.47	1.19
Cash and cash equivalents at the end of the Year (Note 10)	**0.17**	**0.47**

The accompanying notes are an integral part of the financial statements

As per our report of even date

For Sarang Rajhans & Co
Chartered Accountants
ICAI Firm Registration No.129510W

24/04/25

SARANG RAJHANS & CO. Chartered Accountants M. No. 103488 F. R. No. 129510W

CA Sarang Rajhans
Proprietor
Membership No. 103488
Place: Panaji-Goa
Date: 24/04/2025

UDIN- 25103488BMGPML8539

For and on behalf of the Desai Cement Company Private Limited

Navnath Laxman Vhatte
Director
DIN 09048441

Navin Kumar Jaju
Director
DIN 00669654

DESAI CEMENT COMPANY PRIVATE LIMITED NAVELIM-GOA

Place: Panaji-Goa
Date: 24/04/2025

Desai Cement Company Private Limited
Statement of Changes in Equity for the Year ended March 31, 2025

(INR Crores)

a. Equity Share Capital

Equity shares of INR 10 each issued, subscribed and fully paid	Numbers of shares	Amount
As at March 31, 2025	18,52,646	1.85

b. Other Equity

For the Year ended March 31, 2025

Particulars	Retained earnings	Other Reserves		Other Comprehensive Income	Total Other Equity
		Capital Reserve	General reserve		
Balance as at March 31, 2023	(12.06)	-	-	-	(12.06)
Profit for the Year	1.90	-	-		1.90
Other Comprehensive Income	-	-	-	-	-
Recognition of obligation as per Severance Pay Agreement	-	-	-	-	-
Write off of assets through Reserves	-	-	-	-	-
Balance as at March 31, 2024	(10.16)	-	-	-	(10.16)
Profit for the Year	3.27	-	-		3.27
Other Comprehensive Income	-	-	-	-	-
Recognition of obligation as per Severance Pay Agreement	-	-	-	-	-
Balance as at March 31, 2025	(6.89)	-	-	-	(6.89)

Summary of Significant Accounting Policies 3

The accompanying notes are an integral part of the financial statements

As per our report of even date

For Sarang Rajhans & Co
Chartered Accountants
ICAI Firm Registration No.129510W

24/04/2025

CA Sarang Rajhans
Proprietor
Membership No. 103488
Place: Panaji-Goa
Date: 24/04/2025

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

UDIN- 25103488BMGPML8539

For and on behalf of the Board of Directors of Desai Cement Company Private Limited

Navnath Laxman Vhatte
Director
DIN 09048441

Navin Kumar Jaju
Director
DIN 00669654

Place: Panaji-Goa
Date: 24/04/2025

DESAI CEMENT COMPANY PRIVATE LIMITED NAVELIM-GOA

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025

1. COMPANY OVERVIEW

Desai Cement Company ("the Company") is a private company domiciled in India and has its registered office at Survey No. 184, Maina, Navelim, Bicholim, North Goa- 403 505. The Company is engaged in the business of manufacturing cement. The Company's operations are all situated In Goa.
Company has handed over the actual operations of its Cement Plant and has executed an agreement to that effect.The outsourcing party pays monthly rental income and cost relating to electricity.

2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

a) Basis of preparation

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind-AS) as notified by Ministry of Corporate Affairs under the Companies (Indian Accounting Standards) Rules, 2015 and as amended from time to time.

The financial statements were approved for issue by the Board of Directors on 24th April,2025

b) Basis of measurement

The financial statements has been prepared on a going concern basis.Basis the projections prepared by the Company, the management believes that the net current liabilities will be bridged through operations during the year.

The Company is therefore being viewed as a going concern and financial statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting, except for certain financial instruments and defined benefit plans which have been measured at fair value as required by relevant Ind AS.

3. SIGNIFICANT ACCOUNTING POLICIES

The Company has consistently applied the following accounting policies to all periods presented in the financial statements.

a) Current and non-current classification

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.
An asset is classified as current when it satisfies any of the following criteria:

- it is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle.
- it is held primarily for the purpose of being traded;
- it is expected to be realized within 12 months after the reporting date; or
- it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

A liability is classified as current when it satisfies any of the following criteria:

- it is expected to be settled in the Company's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is due to be settled within 12 months after the reporting date; or
- the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification. All other liabilities are classified as non-current.

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

b) Revenue Recognition

Company has revenue recognition practices, wherein transfer of control happens at the same point as transfer of risk and rewards. The amount of revenue recognised reflects the consideration to which the company expects to be entitled in exchange for those goods or services.

c) Property, Plant and Equipment

The initial cost of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use, including any expected cost of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are normally charged to the statements of profit or loss in the period in which the costs are incurred. Major shut-down and overhaul expenditure is capitalised as the activities undertaken improve the economic benefits expected to arise from the asset.
Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income/ other expenses in profit or loss.

SARANG RAJHANS & CO. ★ Chartered Accountants ★ M. No. 103488 F. R. No. 129510W

d) Capital work in progress

Assets in the course of construction are capitalized in capital work in progress account. At the point when an asset is capable of operating in the manner intended by management, the cost of construction is transferred to the appropriate category of property, plant and equipment. Costs associated with the commissioning of an asset are capitalised until the period of commissioning has been completed and the asset is ready for its intended use.

e) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.
Intangible assets are amortised over their estimated useful life. Software is amortised using the straight-line method over the estimated useful life of software license. Amounts paid for securing mining rights are amortised over the period of the mining lease. The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is different from previous estimates, the change is accounted for as a change in accounting estimate.

f) Depreciation and Amortisation

Freehold land are not depreciated.

Other Property, Plant & Equipments

Other buildings, plant and equipment, office equipment and fixtures, and motor vehicles are stated at cost less accumulated depreciation and any provision for impairment. Depreciation commences when the assets are ready for their intended use.

Depreciation is provided at rates calculated to write off the cost, less estimated residual value, of each asset on a straight line basis over its expected useful life, as follows:

Buildings	- 30 - 60 years
Plant & Equipment	- 3-25 years
Furniture & Fixtures	- 10 years
Vehicles	- 8 years
Office Equipment	- 3-5 years

Intangible Assets

Amortisation is provided using the following useful life -
Software - 3 years
Depreciation methods, useful lives and residual values are reviewed at each financial year-end and changes in estimates, if any, are accounted for prospectively.

g) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.
- financial assets include cash and cash equivalents, trade receivables, employee advances, investments in equity and debt securities;
- financial liabilities include long-term and short-term loans and borrowings and trade payables.

Financial Assets - Recognition

Initially, a financial instrument is recognized at its fair value. Transaction costs directly attributable to the acquisition or issue of financial instruments are recognized in determining the carrying amount, if it is not classified as at fair value through profit or loss. Subsequently, financial instruments are measured according to the category in which they are classified.

For purposes of subsequent measurement, financial assets are classified as:

i) Financial assets at amortised cost:

A financial asset is classified as "financial asset at amortised cost" (amortised cost) under IND AS 109 Financial Instruments if it meets both the following criteria:
(1) The asset is held within a business model whose objective is to hold the financial asset in order to collect contractual cash flows, and
(2) The contractual terms of the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified date (the 'SPPI' contractual cash flow characteristics test).

This category is the most relevant to the Company. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade and other receivables.

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

ii) Financial assets at fair value through other comprehensive income (FVTOCI):
All equity investment in scope of IND AS 109 Financial Instruments are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which IND AS 103 Business Combinations applies are classified as fair value through profit or loss. For all other equity instruments, the Company may make irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-to-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument through fair value through other comprehensive income (FVTOCL), then all fair value changes in the instruments excluding dividends, are recognised in OCI and is never recycled to statement of profit and loss, even on sale of the instrument.

Financial Assets - Derecognition
The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expires or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

Financial liabilities – Recognition & Measurement
Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings or payables, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The measurement of financial liabilities depends on their classification, as described below:

i) Financial liabilities measured at amortized cost
After initial recognition, financial liabilities are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

ii) Financial liabilities at fair value through profit or loss
Financial liabilities at fair value through profit or loss include financial liabilities held for trading. Gains or losses on liabilities held for trading are recognized in statement of profit and loss.

Financial liabilities - Derecognition
Financial liabilities are derecognized when these are extinguished, that is when the obligation is discharged, cancelled or has expired.

Offsetting of financial instruments
Financial assets and financial liabilities are offset with the net amount reported in the balance sheet only if there is a current enforceable legal right to offset the recognised amounts and intent to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

h) Impairment of Non-financial assets

Impairment charges and reversals are assessed at the level of cash-generating units. A cash-generating unit (CGU) is the smallest identifiable group of assets that generate cash inflows that are largely independent of the cash inflows from other assets or group of assets.

Impairment tests are carried out annually for all assets when there is an indication of impairment. The company conducts an internal review of asset values annually, which is used as a source of information to assess for any indications of impairment or reversal of previously recognised impairment losses. External factors, such as changes in expected future prices, costs and other market factors are also monitored to assess for indications of impairment or reversal of previously recognised impairment losses.

If any such indication exists then an impairment review is undertaken, the recoverable amount is calculated, as the higher of fair value less costs of disposal and the asset's value in use.

Fair value less costs of disposal is the price that would be received to sell the asset in an orderly transaction between market participants and does not reflect the effects of factors that may be specific to the entity and not applicable to entities in general. Fair value for mineral assets is generally determined as the present value of the estimated future cash flows expected to arise from the continued use of the asset, including any expansion prospects, and its eventual disposal, using assumptions that an independent market participant may take into account. These cash flows are discounted at an appropriate post tax discount rate to arrive at the net present value.

Value in use is determined as the present value of the estimated future cash flows expected to arise from the continued use of the asset in its present form and its eventual disposal. The cash flows are discounted using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which estimates of future cash flows have not been adjusted. Value in use is determined by applying assumptions specific to the company's continued use and cannot take into account future development. These assumptions are different to those used in calculating fair value and consequently the value in use calculation is likely to give a different result to a fair value calculation.

The carrying amount of the CGU is determined on a basis consistent with the way the recoverable amount of the CGU is determined.

If the recoverable amount of an asset or CGU is estimated to be less than its carrying amount, the carrying amount of the asset or CGU is reduced to its recoverable amount. An impairment loss is recognised in the income statement.

Any reversal of the previously recognised impairment loss is limited to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.

i) Government Grant

Government grants are not recognised until there is a reasonable assurance that the company will comply with the conditions attaching to them and that the grants will be received. Government grants relating to tangible fixed assets are treated as deferred income and released to the statements of profit or loss over the expected useful lives of the assets concerned. Other grants are credited to the statements of profit or loss as and when the related expenditure is incurred.

j) Inventories

Inventories (other than immaterial by-products and scrap) including work-in-progress are stated at the lower of cost (on weighted average basis) and net realisable value, less any provision for obsolescence. Cost includes all charges in bringing the goods to the point of sale including octroi and other levies, transit insurance and receiving charges. Finished goods include apportionment of fixed and variable overheads.

Net realisable value is determined based on estimated selling price, less further costs expected to be incurred to completion and disposal.

k) Taxation

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to a business combination, or items directly recognized in equity or in OCI.

Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

Deferred tax

Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profits or loss at the time of the transaction. Deferred income tax assets are recognized to the extent it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting period.

Deferred tax relating to items recognised outside statement of profit and loss is recognised outside statement of profit and loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

I) Retirement benefit schemes

Defined benefit plan

In accordance with applicable laws in India, the Company provides for gratuity, a defined benefit retirement plan ("the Gratuity Plan") for every employee who has completed 5 years or more of service on departure at 15 days salary (last drawn salary) for each completed year of service. The Gratuity Plan provides for a lump sum payment to eligible employees at retirement, death, incapacitation or termination of employment based on last drawn salary and tenure of employment with the Company. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation on the reporting date using projected unit credit method. The gratuity scheme is funded with Insurance Company.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Defined contribution plan

The Company makes contributions to the family pension and superannuation fund scheme, a defined contribution benefit scheme. These contributions are deposited with Government administered fund and recognised as an expense in the period in which the related service is performed. There is no further obligation on the Company on this defined contribution plan.

Compensated Absences

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The Company presents the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

Employee entitlements to annual leave are recognised as a liability when they accrue to the employees. The estimated liability for leave is recognised for services rendered by employees up to the end of the reporting period.

SARANG RAJHANS & CO.
M. No. 103488
F. R. No. 129510W
Chartered Accountants

m) Provision for liabilities and charges, Contingent liabilities and contingent assets

The assessments undertaken in recognising provisions and contingencies have been made in accordance with the applicable Ind AS.

Provisions represent liabilities to the Company for which the amount or timing is uncertain. Provisions are recognized when the Company has a present obligation (legal or constructive), as a result of past events, and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognized in the statements of profit or loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

The Company has capital commitments in relation to various capital projects which are not recognized on the balance sheet. In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Guarantees are also provided in the normal course of business. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the Company involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

Contingent assets are not recognised but disclosed in the financial statements when an inflow of economic benefits is probable.

n) Foreign currency

Transactions in foreign currencies are measured in the functional currency of the Company and are recorded on initial recognition in the functional currency at exchange rates prevailing at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the end of the reporting period.

Differences arising on settlement or translation of monetary items are recognised in the statement of profit and loss.

o) Functional and presentation currency

Management has determined the currency of the primary economic environment in which the entity resides in and operates as the functional currency. The functional currency of the Company is Indian Rupees (INR). The financial statements have been presented in INR, as it best represents the operating business performance and underlying transactions.

p) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit/(loss) attributable to ordinary equity holders of the Company using the weighted-average number of equity shares considered for deriving basic earnings per share and weighted average number of dilutive equivalent shares outstanding during the period, except where the results would be anti-dilutive. Dilutive potential shares are deemed converted at the beginning of the period, unless issued at later date.

q) Segment Reporting

The Company primarily operates in the business segment of Sale of Cements. As per the management's perspective, the risks and returns from its sales do not materially vary geographically. Accordingly, there are no other reportable segments as required to be reported under Ind AS 108 – Operating Segments.

r) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

s) Use of Estimates and Judgments

The preparation of the financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates under different assumptions and conditions.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the Year in which the estimate is revised and future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following accounting policies and/or notes.

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

t) Leases

The Company assesses at contract inception, all arrangements to determine whether they are, or contain, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

(i) Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date when the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. The right-of-use assets are also subject to impairment.

(ii) Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (and, in some instances, in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is generally not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

The Company's lease liabilities are included in Other Financial Liabilities.

Significant judgement in determining the lease term of contracts with renewal options

The Company determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Company has also applied the available practical expedients wherein it:

•Used a single discount rate to a portfolio of leases with reasonably similar characteristics
•Relied on its assessment of whether leases are onerous immediately before the date of initial application
•Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application

(iii) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases of equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025
(All amounts are in INR Crores, unless otherwise stated)

4. PROPERTY, PLANT AND EQUIPMENT

	Land-Leasehold	Buildings	Plant and equipment	Furniture and fixtures	Vehicles	Office equipment	Road and Bunders	Mine Closure Asset	Intangible asset	ROU Asset	CWIP	Total
Cost												
As at March 31, 2023	0.43	4.95	4.88	0.02	0.03	0.06	-	-	-	0.02	5.59	15.97
Additions	-	1.56	2.49	-	-	0.18	-	-	0.34	0.00	-	4.58
Disposals	-	-	(0.09)	(0.01)	-	(0.00)	-	-	-	-	(1.01)	(0.10)
Transfer to Property, Plant and Equipment											(4.58)	(4.24)
As at March 31, 2024	0.43	6.50	7.28	0.01	0.03	0.24	-	-	0.34	0.02	-	14.86
Additions	-	-	-	-	-	-	-	-	-	0.00	-	0.00
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Property, Plant and Equipment											-	-
As at March 31, 2025	0.43	6.50	7.28	0.01	0.03	0.24	-	-	0.34	0.02	-	14.86
Depreciation												
As at March 31, 2023	-	3.05	4.54	0.01	0.01	0.04	-	-	-	0.00	-	7.65
Charge for the year	-	0.44	0.48	0.00	0.00	0.03	-	-	0.15	0.00	-	1.10
Disposals												
As at March 31, 2024	-	3.49	5.02	0.01	0.02	0.08	-	-	0.15	0.00	-	8.76
Charge for the year	-	0.50	0.50	-	0.00	0.03	-	-	0.18	0.00	-	1.21
Disposals												
As at March 31, 2025	-	3.99	5.51	0.01	0.02	0.11	-	-	0.33	0.00	-	9.97
Net Book Value												
As at March 31, 2023	0.43	1.90	0.34	0.02	0.02	0.02	-	-	-	0.02	5.59	2.73
As at March 31, 2024	0.43	3.02	2.26	0.00	0.01	0.16	-	-	0.19	0.02	-	6.10
As at March 31, 2025	0.43	2.52	1.77	-	0.01	0.13	-	-	0.01	0.02	-	4.89

SARANG RAJHANS & CO.
M. No. 103488
F. R. No. 129510W
Chartered Accountants

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025
(All amounts are in INR Crores, unless otherwise stated)

5. CWIP Ageing Schedule

CWIP			March 31, 2025		
			Projects in progress	Projects temporarily suspended	Total
Less than 1 year			-	-	-
1-2 years			-	-	-
2-3 years			-	-	-
More than 3 years			-	-	-
Total			-	-	-

6 INVESTMENTS

	March 31, 2025	March 31, 2024
(i) Investments at Fair Value through OCI (fully paid)		
Unquoted Equity Shares		
In Others	-	-
Total FVTOCI Investments	-	-
Current	-	-
Non-Current	-	-

(ii) Others	March 31, 2025	March 31, 2024
Considered Good		
Bank Deposits	-	-
Total Others	-	-
Current		-
Non-Current	-	-
Total Financial Assets	-	-

7 Deferred tax Assets(net)

The major components of income tax expense for the Period ended 31 March 2025 and 31 March 2024 are:

Statement of profit and loss:
Profit or loss section:

	March 31, 2025	March 31, 2024
Current income tax		
Current income tax charge	-	-
Deferred tax:		
Deferred Tax	-	-
Income tax expense reported in the statement of profit or loss	-	-

OCI section:
Deferred tax related to items recognised in OCI during the year:

	March 31, 2025	March 31, 2024
Net loss/(gain) on remeasurement of defined benefit plans		-
Income tax charged to OCI	-	-

SARANG RAJHANS & CO. ★ Chartered Accountants ★ M. No. 103488 F. R. No. 129510W

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025
(All amounts are in INR Crores, unless otherwise stated)

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31 March 2025 and 31 March 2024:

	March 31, 2025	March 31, 2024
Accounting profit before income tax	3.27	1.90
At India's statutory income tax rate of 25.168% (31 March 2024: 29.12%)	0.82	0.48
Non deductible expenditure	-	-
DTA not recognised due to lack of reasonable certainity	(0.82)	(0.48)
Deferred Tax Assets recognised on earlier year's losses, reversed during the year	-	-
Annual ETR	-	
Tax Expense / (benefit)		-

The Company has past accumulated losses and hence has not recognised any Current Tax as well as Deferred Tax during the year. Hence effective tax rate is Nil.

Deferred tax

Deferred tax relates to the following:

Particulars	Balance Sheet		Statement of Proft and Loss	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Accelerated depreciation for tax purposes	-	.	-	
Losses available for offsetting against future taxable income	-		-	
Net deferred tax assets/(liabilities)	1.25	1.25	1.25	1.25

Reflected in balance sheet as follows:	March 31, 2025	March 31, 2024
Deferred tax assets	-	-
Deferred tax liabilities	-	-
Deferred tax asset, net	(1.25)	(1.25)

Reconciliation of deferred tax assets, net	March 31, 2025	March 31, 2024
Opening balance as of 1 April	(1.25)	(1.25)
Tax income/(expense) during the Year recognised in profit or loss	-	-
Tax income/(expense) during the Year recognised in OCI	-	-
Closing balance as at 31 March	(1.25)	(1.25)

March 31, 2025	**Within one year**	**Greater than one year, less than five years**	**Greater than five years**
Unabsorbed Business Loss/Depreciation	-	4.61	-
	-	4.61	-

March 31, 2024	**Within one year**	**Greater than one year, less than five years**	**Greater than five years**
Unabsorbed Business Loss/Depreciation	-	8.54	-
	-	8.54	-

SARANG RAJHANS & CO.
M. No. 103488
F. R. No. 129510W
Chartered Accountants

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025
(All amounts are in INR Crores, unless otherwise stated)

8 INVENTORIES

	March 31, 2025	March 31, 2024
Finished goods (at lower of cost and net realisable	-	-
Rawmaterial	-	-
Stores and spare parts (at cost)	0.06	0.06
	0.06	0.06

9 TRADE RECEIVABLES

	March 31, 2025	March 31, 2024
Unsecured, Considered Good		
Trade Receivables	9.04	3.54
	9.04	3.54

Particulars	March 31, 2025	March 31, 2024
Unsecured, Undisputed		
Unbilled dues	-	-
Not due	-	-
Less than 6 months	2.30	1.92
6 months -1 year	4.06	1.62
1-2 Years	2.68	-
2-3 years	-	-
More than 3 years	-	-
Total	9.04	3.54

No trade receivables are due from Directors or other officers of the Company either severally or jointly with any other person. Nor any trade or other receivble are due from firms or private companies respectively in which any director is a partner, a director or a member.

10 CASH AND CASH EQUIVALENTS

	March 31, 2025	March 31, 2024
Cash and cash equivalents		
Balances with banks		
- On current Accounts	0.17	0.47
Cash on hand	-	-
	0.17	0.47

Changes in liabilities arising from Financing Activities

Particulars	March 31, 2024	Addition	Cash Flows	Other	March 31, 2025
Non Current:					
Borrowings	-	-	-	-	-
Current:					
Interest (Other Financial Liablities)	0.06	0.83	(0.66)	-	0.23
Borrowings	9.58	-	(3.44)	-	6.14
Other Financial Libailities	-		-	-	-
Lease Liability	0.03		-	-	0.03
	9.67		-4.10	-	6.40

11 OTHER FINANCIAL ASSETS

	March 31, 2025	March 31, 2024
Security Deposits	0.03	0.03
Others	-	-
	0.03	0.03

12 OTHER CURRENT ASSETS

	March 31, 2025	March 31, 2024
Unsecured, Considered Good		
Advance to suppliers	0.01	0.01
Prepaid Expenses	0.02	0.02
Balance with central excise and government authorities	0.74	1.05
Loans to employees	-	-
Unsecured, Considered Doubtful		
Advance to suppliers	-	-
Prepaid Expenses	-	-
Less: Impairment	-	-
	0.77	1.08

SARANG RAJHANS & CO. ★ Chartered Accountants ★ M. No. 103488 F. R. No. 129510W

(All amounts are in INR Crores, unless otherwise stated)

13 EQUITY SHARE CAPITAL

Authorised equity share capital

	Equity Shares	
	No. of Shares	**Amount**
At April 1, 2024	**20,00,000**	**2.00**
Increase / (decrease) during the year	-	-
At March 31, 2025	**20,00,000**	**2.00**
		-
		2.00

Terms/ rights attached to equity shares

The company has only one class of equity shares having par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Issued equity share capital

	No. of Shares	**Amount**
Equity Shares of INR 10 each issued, subscribed and fully paid up		
March 31, 2024	**18,52,646**	**1.85**
Change during the Year	-	-
March 31, 2025	**18,52,646**	**1.85**

Shares held by holding/ ultimate holding company and/ or their subsidiaries/ associates

Out of equity and preference shares issued by the company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below:

	March 31, 2025	**March 31, 2024**
Sesa Mining Corporation Limited, Holding Company		
18,52,646 Equity Shares of INR 10 each fully paid up	1.85	1.85

Details of shareholders holding more than 5% shares in the Company

	March 31, 2025		March 31, 2024	
	No. of Shares Held	**% of Holding**	**No. of Shares Held**	**% of Holding**
Equity Shares of INR 100 each fully paid up				
Sesa Mining Corporation Limited, Holding Company	18,52,646	100%	18,52,646	100%

BORROWINGS

	March 31, 2025	**March 31, 2024**
Term Loan - unsecured	-	-
	-	-

14 BORROWINGS

	Effective Interest Rate (%)	**Maturity**	**March 31, 2025**
Current Borrowings			
Unsecured			
Short Term borrowings from related parties (Note 34)	10.30%	1 year	6.14
			6.14

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025
(All amounts are in INR Crores, unless otherwise stated)

15 TRADE PAYABLES

	March 31, 2025	March 31, 2024
Amount due to MSME(Note 33)	-	-
Trade Payables other than MSME	0.51	0.20
Trade Payable to related parties (Note 34)	13.13	10.68
	13.64	10.88
Undisputed dues - Others		
Unbilled dues		
Not due		
Less than 1 year	8.05	5.67
1-2 Years	3.99	5.21
2-3 years	1.60	
More than 3 years		
sub-total	13.64	10.88

17 OTHER FINANCIAL LIABILITIES

	March 31, 2025	March 31, 2024
Interest payable to related parties (Note 34)	0.23	0.06
Others	-	-
	0.23	0.06
16 Lease Liability	0.03	0.03
	0.26	0.09

18 OTHER CURRENT LIABILITIES

	March 31, 2025	March 31, 2024
Statutory Liabilities	1.21	0.27
Advance from customers	-	0.02
Other liabilities	-	-
	1.21	0.29

19 REVENUE FROM OPERATIONS

	March 31, 2025	March 31, 2024
Sale of products/Services		
Sale of goods	-	0.76
Sale of services	7.92	7.86
Other operating revenues		
Scrap sales	0.15	0.20
	8.07	8.82

Disclosure as per INDAS 115	March 31, 2025	March 31, 2024
Contract assets		
Trade Receivable	9.04	3.54
Contract liabilities		
Advance from customers	-	0.02

20 OTHER INCOME

	March 31, 2025	March 31, 2024
Government Grant Income	-	-
Foreign Exchange Gain	-	-
Profit on sale of Property, Plant and Equipment	-	-
Interest Income	0.01	0.02
Others	-	-
Miscellaneous Income	2.99	2.44
	3.00	2.46

21 (INCREASE) / DECREASE IN INVENTORIES

	March 31, 2025	March 31, 2024
Inventory at the end of the year		
Finished Goods	-	-
Impairment during the year	-	-
	-	-
Inventory at the beginning of the year		
Finished Goods	-	0.36
	-	0.36
	-	0.36

SARANG RAJHANS & CO.
M. No. 103488
F. R. No. 129510W
Chartered Accountants

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025
(All amounts are in INR Crores, unless otherwise stated)

15 TRADE PAYABLES

	March 31, 2025	March 31, 2024
Amount due to MSME(Note 33)	-	-
Trade Payables other than MSME	0.51	0.20
Trade Payable to related parties (Note 34)	13.13	10.68
	13.64	10.88
Undisputed dues - Others		
Unbilled dues		
Not due		
Less than 1 year	8.05	5.67
1-2 Years	3.99	5.21
2-3 years	1.60	
More than 3 years		
sub-total	13.64	10.88

17 OTHER FINANCIAL LIABILITIES

	March 31, 2025	March 31, 2024
Interest payable to related parties (Note 34)	0.23	0.06
Others	-	-
	0.23	0.06
16 Lease Liability	0.03	0.03
	0.26	0.09

18 OTHER CURRENT LIABILITIES

	March 31, 2025	March 31, 2024
Statutory Liabilities	1.21	0.27
Advance from customers	-	0.02
Other liabilities	-	-
	1.21	0.29

19 REVENUE FROM OPERATIONS

	March 31, 2025	March 31, 2024
Sale of products/Services		
Sale of goods	-	0.76
Sale of services	7.92	7.86
Other operating revenues		
Scrap sales	0.15	0.20
	8.07	8.82

Disclosure as per INDAS 115	March 31, 2025	March 31, 2024
Contract assets		
Trade Receivable	9.04	3.54
Contract liabilities		
Advance from customers	-	0.02

20 OTHER INCOME

	March 31, 2025	March 31, 2024
Government Grant Income	-	-
Foreign Exchange Gain	-	-
Profit on sale of Property, Plant and Equipment	-	-
Interest Income	0.01	0.02
Others	-	-
Miscellaneous Income	2.99	2.44
	3.00	2.46

21 (INCREASE) / DECREASE IN INVENTORIES

	March 31, 2025	March 31, 2024
Inventory at the end of the year		
Finished Goods	-	-
Impairment during the year	-	-
	-	-
Inventory at the beginning of the year		
Finished Goods	-	0.36
	-	0.36
	-	0.36

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025
(All amounts are in INR Crores, unless otherwise stated)

22 EMPLOYEES BENEFITS EXPENSE

	March 31, 2025	March 31, 2024
Salaries and Wages	1.56	0.51
Staff welfare expenses	-	-
	1.56	0.51

23 FINANCE COSTS

	March 31, 2025	March 31, 2024
Interest on debts and borrowings	0.83	1.21
Interest on lease liability	-	-
Net Interest on defined benefit obligations		-
	0.83	1.21

24 DEPRECIATION & AMORTISATION

	March 31, 2025	March 31, 2024
Depreciation	1.21	1.10
	1.21	1.10

25 OTHER EXPENSES

	March 31, 2025	March 31, 2024
Hire of trucks and machineries	-	-
Consumption of stores and spare parts	-	1.95
Power & Fuel	3.47	2.80
Rent	-	-
Repairs Others	0.03	1.21
Rates And Taxes	-	-
Insurance	0.03	0.04
Payment to Auditors	0.01	0.03
Directors Sitting Fees and Commission	-	-
General Expenses	0.66	0.17
	4.20	6.20

Payment to Auditors

	March 31, 2025	March 31, 2024
As auditor		
Audit Fees	0.01	0.03
In other capacity		
Other services (Certification fees)	-	-
	0.01	0.03

26 EARNINGS PER SHARE

The following reflects the income and share data used

		March 31, 2025	March 31, 2024
Profit /(Loss) attributable to equity share holders		3.27	1.90
Weighted average number of equity shares for EPS	Nos	18,52,646	18,52,646
EPS - Basic & Diluted (INR per share)		17.65	10.26
Nominal Value of Shares (INR per share)		10	10

27 CORPORATE SOCIAL RESPONSIBILITY EXPENSE

The company has earned the profit of Rs. 3.27 Crores in Current year and of Rs.1.90 Crores in the previous financial year. However since the profits of the Company is not exceeding the threshold specified in section 135 of the Companies Act, 2013 Company is not required to make contribution as per second proviso to sub section 5 of section 135 of the Companies Act, 2013.

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025
(All amounts are in INR Crores, unless otherwise stated)

15 TRADE PAYABLES

	March 31, 2025	March 31, 2024
Amount due to MSME(Note 33)	-	-
Trade Payables other than MSME	0.51	0.20
Trade Payable to related parties (Note 34)	13.13	10.68
	13.64	10.88
Undisputed dues - Others		
Unbilled dues		
Not due		
Less than 1 year	8.05	5.67
1-2 Years	3.99	5.21
2-3 years	1.60	
More than 3 years		
sub-total	13.64	10.88

17 OTHER FINANCIAL LIABILITIES

	March 31, 2025	March 31, 2024
Interest payable to related parties (Note 34)	0.23	0.06
Others	-	-
	0.23	0.06
16 Lease Liability	0.03	0.03
	0.26	0.09

18 OTHER CURRENT LIABILITIES

	March 31, 2025	March 31, 2024
Statutory Liabilities	1.21	0.27
Advance from customers	-	0.02
Other liabilities	-	-
	1.21	0.29

19 REVENUE FROM OPERATIONS

	March 31, 2025	March 31, 2024
Sale of products/Services		
Sale of goods	-	0.76
Sale of services	7.92	7.86
Other operating revenues		
Scrap sales	0.15	0.20
	8.07	8.82

Disclosure as per INDAS 115	March 31, 2025	March 31, 2024
Contract assets		
Trade Receivable	9.04	3.54
Contract liabilities		
Advance from customers	-	0.02

20 OTHER INCOME

	March 31, 2025	March 31, 2024
Government Grant Income		
Foreign Exchange Gain	-	-
Profit on sale of Property, Plant and Equipment	-	-
Interest Income	-	-
Others	0.01	0.02
Miscellaneous Income	-	-
	2.99	2.44
	3.00	2.46

21 (INCREASE) / DECREASE IN INVENTORIES

	March 31, 2025	March 31, 2024
Inventory at the end of the year		
Finished Goods		
Impairment during the year	-	-
	-	-
	-	-
Inventory at the beginning of the year		
Finished Goods	-	0.36
	-	0.36
	-	0.36

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

28 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

(a) Useful lives of property, plant and equipment

The cost of property, plant and equipment is depreciated on a straight-line basis over the property, plant and equipment's estimated economic useful lives. Management estimates the useful lives of these property, plant and equipment in line with useful lives specified in schedule II of Companies Act. These are common life expectancies applied in the industry. Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets, therefore, future depreciation charges could be revised. The carrying amount of the Company's property, plant and equipment at the end of the reporting period is disclosed in Note 4 to financial statements.

(b) Income Taxes

Deferred tax is not created as company is recovering from losses and the company will see future taxable profits for realisation of the deferred tax assets for one more year.

(c) Provisions and contingencies

The assessments undertaken in recognising provisions and contingencies have been made in accordance with the applicable Ind AS.

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Where the effect of time value of money is material, provisions are determined by discounting the expected future cash flows.

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Guarantees are also provided in the normal course of business. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the Company involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

SARANG RAJHANS & CO. Chartered Accountants M. No. 103488 F. R. No. 129510W

(All amounts are in INR Crores, unless otherwise stated)

29 **Financial Instruments**

Financial risk management objective and policies

This section gives an overview of the significance of financial instruments for the company and provides additional information on the balance sheet. Details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in Note 3.

Financial assets and liabilities:
March 31, 2025

Financial assets	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total carrying value
Financial assets				
Trade receivables	-	-	9.04	9.04
Cash and cash equivalents	-	-	0.17	0.17
Other Non-current	-	-	-	-
Other Current Assets			0.03	0.03
Total	-	-	9.24	9.24
Financial liabilities				
Short-term borrowings	-	-	6.14	6.14
Trade payables	-	-	13.64	13.64
Other financial liabilities- Current	-	-	0.23	0.23
Lease Liability - Current	-	-	0.03	0.03
Total	-	-	20.04	20.04

March 31, 2024

	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total carrying value
Financial assets				
Trade receivables	-	-	3.54	3.54
Loans – current	-	-		-
Cash and cash equivalents	-	-	0.47	0.47
Other Non-current			-	-
Other Current Assets	-	-	0.03	0.03
Total	-	-	4.04	4.04
Financial liabilities				
Short-term borrowings	-	-	9.58	9.58
Trade payables	-	-	10.88	10.88
Other financial liabilities- Current	-	-	0.06	0.06
Lease Liability - Current	-	-	0.03	0.03
Total	-	-	20.55	20.55

Risk management
The Company's businesses are subject to several risks and uncertainties including financial risks. Group has risk management policies for identification of risks at corporate and individual subsidiary level with active involvement of senior management. The risk management policies cover's areas such as liquidity risk, interest rate risk, counter party credit risk and capital management.

Treasury management
The treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the company. These risks include market risk (including currency risk), credit risk and liquidity risk.

Treasury management focuses on liability management capital protection, liquidity maintenance and yield maximization. Group has treasury management policies at corporate level and applicable to subsidiary level. Daily treasury operations of the Company are managed by finance teams within the framework of the overall group treasury policies.

Additional information to the Financial Statements :
Financial risk
There are approved risk policies at group level comprises liquidity risk, currency risk, interest rate risk and counter party risk which applies to corporate and individual subsidiary level. Therefore, the Company's financial risks are also covered under the group level policies. The Company does not engage in speculative treasury activity but seeks to manage risk and optimise interest and commodity pricing through proven financial instrument.

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

(All amounts are in INR Crores, unless otherwise stated)

Liquidity Risk:

The company requires funds both for short-term operational needs as well as for long-term investment projects. The Company generates enough cash flows from the current operations which together with the available cash and cash equivalents and short-term investments provide liquidity both in the short-term as well as in the long term.

The company remains committed to maintaining a healthy liquidity, gearing ratio, deleveraging and strengthening our balance sheet. The maturity profile of the Company's financial liabilities based on the remaining Year from the date of balance sheet to the contractual maturity date is given in the table below. The figures reflect the contractual undiscounted cash obligation of the company.

As on March 31, 2025

	<1 year	2-3 Years	3-5 Years	> 5 Years	Total
Financial liabilities					
Current					
Borrowings	6.14	-	-	-	**6.14**
Trade payables	13.64	-	-	-	**13.64**
Interest payable to related parties	0.23	-	-	-	**0.23**
Lease liability	0.03	-	-	-	**0.03**
Other financial liabilities	-	-	-	-	-
Total	**20.04**	-	-	-	**20.04**

As on March 31, 2024

	<1 year	2-3 Years	3-5 Years	> 5 Years	Total
Financial liabilities					
Current					
Borrowings	-	9.58	-	-	**9.58**
Trade payables	-	10.88	-	-	**10.88**
Interest payable to related parties	0.06	-	-	-	**0.06**
Lease liability	0.03	-	-	-	**0.03**
Other financial liabilities	-	-	-	-	-
Total	**0.09**	**20.46**	-	-	**20.55**

Interest rate risk:

Borrowings of the company are principally denominated in Indian Rupees with fixed rate of interest. The company invests cash and liquid investments in short-term deposits to achieve the Company's goal.

The exposure of the company's financial assests as at March 31, 2025 to interest rate risk is as follows:

As at March 31, 2025

	Floating rate financial assets	Fixed rate financial assets	Non interest bearing financial assets	Total financial assets
Financial assets				
Trade receivables	-	-	9.04	9.04
Cash and cash equivalents	-	-	0.17	0.17
Other Non Current	-	-	-	-
Other Current	-	-	0.03	0.03
Total financial assets	-	-	**9.24**	**9.24**

March 31, 2024

	Floating rate financial assets	Fixed rate financial assets	Non interest bearing financial assets	Total financial assets
Financial assets				
Trade receivables	-	-	3.54	3.54
Cash and cash equivalents	-	-	0.47	0.47
Other Non Current	-	-	-	-
Other Current	-	-	0.03	0.03
Total financial assets	-	-	**4.04**	**4.04**

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

(All amounts are in INR Crores, unless otherwise stated)

As at March 31, 2025

	Floating rate financial liabilities	Fixed rate financial liabilities	Non interest bearing financial	Total financial liabilities
Financial liabilities				
Borrowings	-	6.14	-	6.14
Trade payables	-	-	13.64	13.64
Other financial liabilities	-	-	0.26	0.26
Total financial liabilities-current	-	6.14	13.90	20.04
Total financial liabilities	-	6.14	13.90	20.04

March 31, 2024

	Floating Rate Financial Liabilities	Fixed Rate Financial Liabilities	Non Interest bearing Financial	Total Financial Liabilities
Financial liabilities				
Borrowings	-	9.58	-	9.58
Trade payables	-	-	10.88	10.88
Other financial liabilities	-	-	0.09	0.09
Total financial liabilities-current	-	9.58	10.97	20.55
Total financial liabilities	-	9.58	10.97	20.55

Credit Risk:

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the company. The credit risk policies are approved at group level which is designed for the identification of credit risk at corporate and individual subsidiary level. The company is exposed to credit risk for trade receivables. The history of trade receivables shows a negligible provision for bad and doubtful debts. Therefore, the company does not expect any material risk on account of non-performance by any of the company's counterparties.

Of the year ended March 25, Trade and other receivables balance, the following were past due but not impaired:

As at March 31, 2025

Particulars	Not past due	Due less than 1 months	Due between 1-3 months	Due between 3-12 months	Due greater than 12 months
Trade receivables	-	2.02	0.58	3.77	2.68
Total	-	2.02	0.58	3.77	2.68

March 31, 2024

Particulars	Not past due	Due less than 1 months	Due between 1-3 months	Due between 3-12 months	Due greater than 12 months
Trade receivables	-	2.59	0.00	0.95	-
Total	-	2.59	0.00	0.95	-

Foreign Currency Risk

The Company is not exposed to the risk of changes in foreign exchange rates, hence foreign currency risk is not applicable.

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

30 Other Statutory Information

(i) The company do not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
(ii) The company do not have any transactions with companies struck off.
(iii) The company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period,
(iv) The company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
(v) The company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) 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 (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
(vi) The company have 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: (a) 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 (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
(vii) The company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W

The funding requirements are met through a mixture of internal fund generation and other long term borrowings. The Company's policy is to use short term and long-term borrowings to meet anticipated funding requirements.

The Company monitors capital on the basis of the net debt to equity ratio. The Company is not subject to any externally imposed capital requirements.

Debt are long term ,short term and lease liability debts as reduced by cash and cash equivalents (including restricted cash and cash equivalents) and short-term investments. Equity comprises all components excluding other components of equity (which comprises the cash flow hedges, translation of foreign operations and available-for-sale financial investments).

The following table summarizes the capital of the Company:

As at	**March 31, 2025**	**March 31, 2024**
Total Equity	(5.04)	(8.31)
Short-term borrowings (Note 15)	6.14	9.58
Lease Liability (Note 17)	0.03	0.03
Total debt (b)	**6.17**	**9.61**
Net debt (c=(b-a)	**6.17**	**9.61**
Total capital (equity + net debt)	1.13	1.30
Net debt to equity ratio	**(1.22)**	**(1.16)**

..., the risks and returns from its sales do not materially vary geographically. Accordingly, there are no other reportable segments as required to be reported under Ind AS 108 - Operating Segments.

A) Information about products

	March 31, 2025	March 31, 2024
Sale of service		
GGBFS	8.07	8.82
	-	-
	8.07	**8.82**

B) All revenue and non-current assets of the Company is situated in India, hence, disclosure pertaining to geographical areas has not been updated.

As per our report of even date

For Sarang Rajhans & Co
Chartered Accountants
ICAI Firm Registration No.129510W

24/04/25

CA Sarang Rajhans
Proprietor
Membership No. 103488
Place: Panaji-Goa
Date: 24/04/2025

SARANG RAJHANS & CO. M. No. 103488 F. R. No. 129510W Chartered Accountants

For and on behalf of the Board of the Directors of Desai Cement Company Private Limited

Navnath Laxman Vhatte
Director
DIN 09048441

Navin Kumar Jaju
Director
DIN 00669654

Place: Panaji-Goa
Date: 24/04/2025

DESAI CEMENT COMPANY PRIVATE LIMITED NAVELIM - GOA

UDIN – 25103488BMGPML8539

Desai Cement Company Private Limited
Notes to Financial Statement for the year ended March 31, 2025
(All amounts are in INR Crores, unless otherwise stated)

33 DISCLOSURES AS REQUIRED BY THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

	March 31, 2025	March 31, 2024
a) The principal amount and the interest due thereon remaining unpaid to suppliers		
i) Principal	-	-
ii) Interest due thereon	-	-
b) i) The delayed payments of principal amount paid beyond the appointed date during the entire accounting year/Year	-	-
ii) Interest actually paid under Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-
c) i) Normal Interest accrued during the Year, for all the delayed payments, as per the agreed terms	-	-
ii) Normal Interest payable for the Year of delay in making payment, as per the agreed terms	-	-
d) i) Total Interest accrued during the year	-	-
ii) Total Interest accrued during the year and remaining unpaid	-	-
e) Included in (d) above being Interest on amounts outstanding as at the beginning of the accounting Year.	-	-

The above information has been identified on the basis of information available with the Company. This has been relied upon by the auditors.

34 RELATED PARTY TRANSACTIONS

A List of related parties and relationships:
Entity Controlling the Company (Holding Company)

Sesa Mining Corporation Limited (w.e.f 15.11.2021)

Ultimate Holding Company

Vedanta Limited

B Transactions during the year:

	March 31, 2025	March 31, 2024
Revenue from operations		
Vedanta Limited	-	-
Purchases		
Vedanta Limited	3.47	3.06
Expenses reimbursed		
Vedanta Limited	2.11	1.10
Interest on Inter corporate deposit		
Sesa Mining Corporation Limited	0.83	1.21

SARANG RAJHANS & CO. ★ Chartered Accountants ★
M. No. 103488
F. R. No. 129510W