

- **DESIGNATED PARTNERS:**

**MR. VIPIN PRAKASH MANGAL
MR. CHANDRAGUPT PRAKASH MANGAL**

- **AUDITORS :**

**K K A K & CO.
CHARTERED ACCOUNTANTS
AHMEDABAD.**

- **REGISTERED OFFICE :**

**304, MANGALAM CORPORATE HOUSE,
42, SHRIMALI SOCIETY, NETAJI MARG,
MITHAKHALI, NAVRANGPURA,
AHMEDABAD-380 009, GUJRAT,
INDIA**

- **LLP REG. NO. :** **AAN-1205**
- **E-MAIL ID :** **info@groupmangalam.com**
- **Website :** **www.groupmangalam.com**



KKAK & Co

Chartered Accountants

Krishna Mansion,
Ghee Bazar,
Kalupur,
Ahmedabad - 380002
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INDEPENDENT AUDITORS' REPORT

To the Partners of FARPOINT ENTERPRISE LLP

Report on the Audit of the Standalone Financial Statements

Opinion

1. We have audited the financial statements of Farpoint Enterprise LLP ("the Entity"), which comprise the Balance Sheet as at 31 March 2022, the Statement of Profit and Loss and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the financial position of the Entity as at 31 March 2022, of its financial performance and its cash flows for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India ("ICAI").

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Entity in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Limited Liability Partnership Act, 2008 ("the Act") and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

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

Responsibilities of Management and those Charged with Governance for the Financial Statements

4. Management of the Entity is responsible for the preparation and fair presentation of the financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Entity in accordance with the accounting principles generally accepted in India, including the aforesaid Accounting Standards. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Entity 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.



5. In preparing the financial statements, management is responsible for assessing the Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.
6. Those charged with governance are responsible for overseeing the entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal 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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity 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.
8. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
 9. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Report on Other Legal and Regulatory Requirements

10. We further report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by applicable law have been kept by the Entity so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.



KUNAL KEDIA

(M. No.: 149403), Partner
for and on behalf of

K K A K & CO

Chartered Accountants

FRN: 148674W

UDIN: 22149403ALOTCK8080



Ahmedabad; 29 April 2022

FARPOINT ENTERPRISE LLP

Balance Sheet as at 31st March 2022

Particulars		Note No.	As at 31st March, 2022 Rupees	As at 31st March, 2021 Rupees
I. CONTRIBUTION AND LIABILITIES				
1 Partners' Fund				
(a) Fixed Capital Contribution		1	4,00,00,000	4,00,00,000
(b) Reserves and Surplus		2	-	(34,153)
2 Non-current Liabilities				
(a) Long-term Borrowings		3	2,00,000	27,22,494
(b) Other Long-term Liabilities		4	-	2,08,000
3 Current Liabilities				
(a) Short-term Borrowings		5	50,000	-
(b) Trade Payables		6	13,27,034	41,64,747
(c) Other Current Liabilities		7	8,500	38,755
TOTAL			4,15,85,534	4,70,99,843
II. ASSETS				
1 Non-current Assets				
(a) Property, Plant and Equipment				
(i) Tangible Assets		8	2,84,61,177	3,16,93,011
(ii) Intangible Assets			-	-
(iii) Capital Work In Progress			-	-
(b) Long Term Loans and Advances		9	9,09,776	9,09,776
2 Current Assets				
(a) Inventories		10	9,21,060	-
(b) Trade Receivables		11	48,90,732	40,98,261
(c) Cash and Bank Balances		12	69,074	11,80,063
(d) Short-term Loans and Advances		13	63,33,715	92,18,732
(e) Other Current Assets			-	-
TOTAL			4,15,85,534	4,70,99,843
The accompanying notes are integral part of these financial statements		1 - 19		

This is the Balance Sheet referred to in our report of even date.

Kunal Kedia
Kunal Kedia
(M. No. 149403), Partner
for and on behalf of
K K A K & CO
Chartered Accountants
FRN: 148674W



**For and on behalf of
Farpoint Enterprise LLP**

Vipin Prakash Mangal
Vipin Prakash Mangal
(Designated Partner)
DPIN: 02825511

Chandragupt Prakash Mangal
Chandragupt Prakash Mangal
(Designated Partner)
DPIN: 07408422

Date : 29/04/2022
Place : Ahmedabad

Date : 29/04/2022
Place : Ahmedabad




FARPOINT ENTERPRISE LLP

Statement of Profit and Loss for the year ended 31st March, 2022

Particulars		Note No.	2021-22 Rupees	2020-21 Rupees
I.	Revenue from Operations	14	7,21,85,596	2,92,44,701
II.	Other Income	15	7,57,384	4,23,380
III.	Total Income (I + II)		7,29,42,980	2,96,68,081
	Expenses:			
	Cost of Traded Goods Sold	16	7,09,75,494	2,41,05,575
	Other Expenses	17	2,42,325	2,36,201
IV.	Total		7,12,17,819	2,43,41,776
V.	Profit Before Interest, Depreciation and Tax (III-IV)		17,25,161	53,26,305
	Finance Costs	18	36,89,151	14,45,923
	Depreciation and Amortisation Expense	8	32,31,834	36,68,724
VI.	Total		69,20,985	51,14,647
VII.	Profit Before Tax (V-VI)		(51,95,824)	2,11,658
	Tax Expense:			
	- Current Income Tax		-	-
VIII.	Total		-	-
IX.	Profit/(Loss) for the period (VII - VIII)		(51,95,824)	2,11,658
	The accompanying notes are integral part of these financial statements	1 - 19		

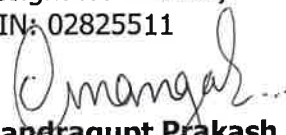
This is the Statement of Profit and Loss referred to in our report of even date.


Kunal Kedia
(M. No. 149403), Partner
for and on behalf of
K K A K & CO
Chartered Accountants
FRN: 148674W



**For and on behalf of
Farpoint Enterprise LLP**


Vipin Prakash Mangal
(Designated Partner)
DPIN: 02825511


Chandragupt Prakash Mangal
(Designated Partner)
DPIN: 07408422

Date : 29/04/2022
Place : Ahmedabad

Date : 29/04/2022
Place : Ahmedabad



FARPOINT ENTERPRISE LLP

Statement of Cash Flows For The Year Ended 31st March 2022

Particulars	2021-22 Rupees	2020-21 Rupees
CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before Tax (A)	(51,95,824)	2,11,658
Adjustments for :		
Depreciation & Amortization	32,31,834	36,68,724
Interest / Finance Charges	36,89,151	14,45,923
Loss/(Gain) on Sale of Investment	-	-
Interest & Dividend Earned	(7,57,384)	(4,23,380)
Sub Total (B)	61,63,601	46,91,267
Operating Profit Before Working Capital Changes (A + B)	9,67,777	49,02,925
Adjustments for Changes in Working Capital		
(Increase) / Decrease in Inventories	(9,21,060)	-
(Increase) / Decrease in Trade Receivables	(7,92,471)	1,66,139
(Increase) / Decrease in Long Term Loans & Advances	-	-
(Increase) / Decrease in Short Term Loans & Advances	28,85,017	(37,14,487)
Increase / (Decrease) in Other Long Term Liabilities	(2,08,000)	8,000
Increase / (Decrease) in Trade Payables	(28,37,713)	1,42,247
Increase / (Decrease) in Other Current Liabilities	(30,255)	(37,939)
Increase / (Decrease) in Short Term Provisions	-	-
Sub Total (C)	(19,04,482)	(34,36,040)
Cash Generated from Operations (A + B+ C)	(9,36,705)	14,66,885
Income tax paid during the year (D)	-	-
Net Cash Generated from Operations (A + B+ C + D)	(9,36,705)	14,66,885
CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Property Plant and Equipment	-	-
Interest & Dividend Received	7,57,384	4,23,380
Purchase of Investments / Investment Property	-	-
Net Cash Generated from Investing Activities	7,57,384	4,23,380
CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds towards Capital Contribution	-	4,00,04,800
Net of Repayment/ Proceeds from Long Term Borrowing	27,07,483	(4,02,61,199)
Net of Repayment/ Proceeds from Short Term Borrowing	50,000	-
Interest/ Finance Charges Paid	(36,89,151)	(14,45,923)
Net Cash Generated from financing Activities	(9,31,668)	(17,02,322)
Net Increase in Cash and Cash Equivalents	(11,10,989)	1,87,943
Cash and Cash Equivalents at the beginning of the Year	11,80,063	9,92,120
Cash and Cash Equivalents at the end of the Year	69,074	11,80,063
Cash and Cash Equivalents comprise of :		
Cash on Hand	13,761	16,643
Balance with Bank	55,313	11,63,420
Total	69,074	11,80,063
Notes:		
(1) Statement of Cash flows has been prepared under the indirect method as set out in the Accounting Standard (AS) 3: "Cash Flow Statements" .		

This is the Cash Flow Statement referred to in our report of even date.

Kunal Kedia
Kunal Kedia
(M. No. 149403), Partner
for and on behalf of
K K A K & CO
Chartered Accountants
FRN: 148674W



Date : 29/04/2022
Place : Ahmedabad

For and on behalf of the Board
Farpoint Enterprise LLP

Vipin Prakash Mangal
Vipin Prakash Mangal
(Designated Partner)
DPIN: 02825511

Chandragupt Prakash Mangal
Chandragupt Prakash Mangal
(Designated Partner)
DPIN: 07408422
Date : 29/04/2022
Place : Ahmedabad



FARPOINT ENTERPRISE LLP

Notes to the financial statement for the year ended on 31st March, 2022

Note 1

Partners' Fund (Fixed Capital Contribution)

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Name of Partners (#)		
Mangalam Global Enterprise Limited (Holding Entity) [CY 99.00%, PY 99.00%]	3,96,00,000	3,96,00,000
Chandragupt Prakash Mangal [CY 0.50%, PY 0.50%]	2,00,000	2,00,000
Vipin Prakash Mangal [CY 0.50%, PY 0.50%]	2,00,000	2,00,000
Per Balance Sheet	4,00,00,000	4,00,00,000

(#) Profit sharing ratio is given in bracket

Note 2

Reserves and Surplus

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Surplus in Statement of Profit and Loss		
Opening Balance [Accumulated Profit/ (Loss)]	(34,153)	(39,17,340)
Add: Net Profit/(Net Loss) For the current period	(51,95,824)	2,11,658
Less: Profit/(Loss) distributed during the year	(52,29,977)	(36,71,529)
Per Balance Sheet	-	(34,153)

Note 3

Long-term Borrowings

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured		
From Partners and Relative of Partners		
Vipin Prakash Mangal	-	27,22,494
Paradisal Trade LLP	2,00,000	-
Per Balance Sheet	2,00,000	27,22,494

Note 4

Other Long-term Liabilities

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured		
Rent Deposit		
- of Mangalam Global Enterprise Limited (Holding Entity)	-	2,00,000
- of Brijesh Trading Co.	-	4,000
- of Rajgor Castor Private Limited	-	4,000
Per Balance Sheet	-	2,08,000

Note 5

Short-term Borrowings

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured		
From Partners and Relative of Partners		
Vipin Prakash Mangal	50,000	-
Per Balance Sheet	50,000	-



FARPOINT ENTERPRISE LLP

Notes to the financial statement for the year ended on 31st March, 2022

Note 6

Trade Payables

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Trade Payables - Goods	12,22,030	40,78,246
Current Liability for Expenses	1,05,004	86,501
Per Balance Sheet	13,27,034	41,64,747

Disclosure Under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under, to the extent the LLP has received intimation from the "Suppliers" regarding their status under the Act:

Particulars	As at 31st March, 2022	As at 31st March, 2021
Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year (but within due date as per the MSME Act)	-	-
- Principal amount due to micro and small enterprise	-	-
- Interest due on above	-	-
Interest paid by the LLP in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along-with the amount of the payment made to the supplier beyond the appointed day during the period	-	-
Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the LLP. This has been relied upon by the auditors.

Note 7

Other Current Liabilities

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured		
Other Statutory Liability	8,500	38,755
Other Payables	-	-
Per Balance Sheet	8,500	38,755



FARPOINT ENTERPRISE LLP

Notes to the financial statement for the year ended on 31st March, 2022

Note 8

PROPERTY, PLANT AND EQUIPMENT

(Rupees)

Property, Plant And Equipment	Gross Block			Accumulated Depreciation			Net Block	
	Balance as at 1st April, 2021	Additions	(Disposals)/ Adjustments	Balance as at 31st March, 2022	Depreciation charge for the year	(Disposals)/ Adjustments	Balance as at 31st March, 2022	Balance as at 31st March, 2021
A Tangible Assets								
Land	33,42,205	-	-	33,42,205	-	-	33,42,205	33,42,205
Factory Building	2,52,04,629	-	-	2,52,04,629	20,41,576	-	1,83,74,173	2,04,15,749
Electrical Installation	3,73,456	-	-	3,73,456	40,473	-	2,29,348	2,69,821
Plant and Equipment	1,06,09,328	-	-	1,06,09,328	11,49,785	-	65,15,451	76,65,236
Total (A)	3,95,29,618	-	-	3,95,29,618	32,31,834	-	2,84,61,177	3,16,93,011
Previous Year	3,95,29,618	-	-	3,95,29,618	36,68,724	-	3,16,93,011	3,53,61,735
B Intangible Assets								
Total (B)	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	-	-
C Capital Work In Progress								
Total (C)	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	-	-
Total (A+B+C)	3,95,29,618	-	-	3,95,29,618	32,31,834	-	2,84,61,177	3,16,93,011
Previous Year	3,95,29,618	-	-	3,95,29,618	36,68,724	-	3,16,93,011	3,53,61,735

Note: The PPE shown above viz Land, Factory Building, Residential Building, Electrical Installation, Plant & Equipments are given under operating lease.



FARPOINT ENTERPRISE LLP

Notes to the financial statement for the year ended on 31st March, 2022

Note 9

Long-term Loans and Advances (Unsecured, Considered good)

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Deposits		
- Chandragupt Prakash Mangal (Rent Deposit)	20,000	-
- Chanakya Prakash Mangal (Rent Deposit)	-	20,000
Capital Advances		
- Dev Cotton Industries	8,89,776	8,89,776
Per Balance Sheet	9,09,776	9,09,776

Note 10

Inventories

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Finished Goods / Stock in Trade	9,21,060	-
Per Balance Sheet	9,21,060	-

Note 11

Trade Receivables

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured and Considered good		
More than Six Months	35,424	-
Less than Six Months	48,55,308	40,98,261
Per Balance Sheet	48,90,732	40,98,261

Note 12

Cash and Bank Balances

(Rupees)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Cash and Cash Equivalents		
Cash on Hand	13,761	16,643
Balances with Bank in current account	55,313	11,63,420
Per Balance Sheet	69,074	11,80,063



FARPOINT ENTERPRISE LLP

Notes to the financial statement for the year ended on 31st March, 2022

Note 13

Short-term Loans and Advances (Unsecured, Considered good)

(Rupees)

Particulars	As at 31st March, 2021	Addition/ (Withdrawal)/ (Profit)/ Loss transferred during the Year	As at 31st March, 2022
Loans and Advances			
Partners			
- Vipin Prakash Mangal	37,464	30,421	7,043
- Chandragupt Prakash Mangal	-	7,043	7,043
- Mangalam Global Enterprise Limited	-	13,94,504	13,94,504
Total (A)	37,464	14,31,968	14,08,590
Other Loan and Advancements			
Particulars	As at 31st March, 2022	As at 31st March, 2021	
Loans to Others	38,14,992	36,19,265	
GST Receivable	6,68,674	15,95,004	
TDS / TCS Receivable	3,99,866	88,398	
Other Receivables	27,000	38,78,601	
Pre-Paid Insurance Expense (FY 2022-23)	14,593	-	
Total (B)	49,25,125	91,81,268	
Per Balance Sheet (A+B)	63,33,715	92,18,732	



FARPOINT ENTERPRISE LLP

Notes to the financial statement for the year ended on 31st March, 2022

Note 14

Revenue from Operations

(Rupees)

Particulars	2021-22	2020-21
Sale of Products	7,11,33,146	2,41,33,475
Other Operating Revenue	10,52,450	51,11,226
Per Statement of Profit and Loss Account	7,21,85,596	2,92,44,701

Particulars	2021-22	2020-21
Note: (i) Other Operating Revenue		
- Lease Rent Factory Land & Building	2,11,050	2,43,000
- Lease Rent Plant & Machinery	8,00,000	9,60,000
- Lease Rent - Office Building	41,400	36,000
- Commission Income	-	38,72,226
Total	10,52,450	51,11,226

Note 15

Other Income

(Rupees)

Particulars	2021-22	2020-21
Other Non Operating Income:		
- Consultancy Income	-	-
- Interest On Loans & Advances	52,691	3,050
- Other Interest Income		
Interest - Delayed Supply of Goods (Dyes)	49,562	3,86,037
Interest - Trade Receivable (Dyes)	6,55,131	34,293
Per Statement of Profit and Loss Account	7,57,384	4,23,380

Note 16

Cost of Traded Goods Sold

(Rupees)

Particulars	2021-22	2020-21
Opening Stock	-	-
Add : Purchases and Incidental Expenses (Net of returns, claims & discount, if any)	7,18,96,554	2,41,05,575
Closing Stock	(9,21,060)	-
Per Statement of Profit and Loss Account	7,09,75,494	2,41,05,575

Note 17

Other Expenses

(Rupees)

Particulars	2021-22	2020-21
Filling Fees Expenses	1,172	5,000
Legal Expenses	20,860	1,900
Office Lease Rent Expenses	1,27,896	1,26,300
Professional Fees	66,500	83,001
Payment to Auditors	20,004	20,000
Insurance Expense	5,893	-
Per Statement of Profit and Loss Account	2,42,325	2,36,201

Details of Payment to Auditors

Particulars	2021-22	2020-21
Audit Fees	20,004	20,000
Tax Audit Fees	-	-
Certification and others	-	-
Reimbursement of expenses	-	-
Total	20,004	20,000

Note 18

Finance Costs

(Rupees)

Particulars	2021-22	2020-21
Interest Expense:		
- on Borrowings	-	10,25,677
- on Partner's Fixed Capital	36,00,000	-
- on Income Tax	-	11
- on Others	-	-
Interest Expense Delayed Supply of Goods (Dyes)	-	3,86,037
Interest Expense Trade Payable (Dyes)	89,151	34,198
Per Statement of Profit and Loss Account	36,89,151	14,45,923



NOTE: 19**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF FINANCIAL STATEMENTS****A) CORPORATE INFORMATION:**

Farpoint Enterprise LLP ('the LLP') is a limited liability partnership firm domiciled and incorporated in India under the Limited Liability Partnership Act, 2008. The registered office of the LLP is located at 304, Mangalam Corporate House, 42, Shrimali Society, Netaji Marg, Mithakhali, Navrangpura, Ahmedabad - 380009, Gujarat, India. It is primarily engaged in the activity of manufacturing/ dealing/ trading of Cotton/ Cotton Bales and other merchandise.

B) SIGNIFICANT ACCOUNTING POLICIES:**1) (a) BASIS OF ACCOUNTING:**

The financial statements are prepared under "historical cost convention" on a going concern assumption on "Accrual Concept" of accountancy in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) to the extent applicable. The LLP has consistently applied the Accounting Policies in preparation and presentation of the financial statements. The financial statements are presented in Indian rupees. The financial statements are presented in Indian rupees.

(b) USE OF ESTIMATES:

The presentation of financial statements in conformity with the generally accepted accounting principles requires management to make certain estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and reported amount of income and expenses during the Year. Actual results/ outcome could differ from these estimates. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Any revision to the accounting estimates is recognised prospectively in the year in which such estimates are actually materialized.

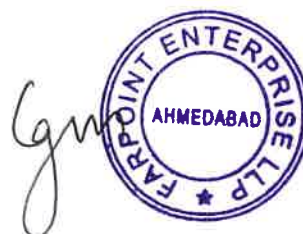
2) PROPERTY, PLANT AND EQUIPMENT:

All Property, Plant and Equipment are valued at cost less depreciation/ amortization cost [Net of Input Tax Credit available] comprises the purchase price and any attributable costs of bringing the asset to its working condition for its intended use. Financing costs directly attributable to the construction of qualifying Property Plant and Equipment are also included to the extent they relate to the period till such assets are ready for their intended use.

Capital Work-In-Progress is stated at cost. The cost is inclusive of directly attributable expenditure, expenditure during construction period to be allocated to the respective assets on completion of construction period, interest upto the balance sheet date in case of qualifying asset and is adjusted for Input Tax Credit availed of.

Cost of addition or extension to an existing asset, which is of a capital nature and/ or which becomes an integral part of the existing asset is capitalised and added to the gross book value of that asset.

All Property, Plant and Equipment are stated at their Historical Costs.



3) DEPRECIATION:

The Property, Plant and Equipment are depreciated on Written Down Value Method at rates as prescribed in the Income-tax Act, 1961.

4) INVENTORIES:

Inventories are valued at net realisable value or cost whichever is lower. The cost is assigned on the basis of specific identification method/ FIFO method, as the case may be.

5) REVENUE RECOGNITION (SALE OF GOODS):

Revenue from sale of goods is recognised when significant risks and rewards in respect of ownership of the goods are transferred to the customers, as per the terms of the respective sales order. Sales are recorded exclusive of GST, recoveries in the nature of octroi, freight, etc. Sales are inclusive of income from services, export incentives and exchange fluctuations on export receivables and net of trade discount.

Interest income is recognised on a time proportion basis taking into account the amount outstanding and rate applicable.

Revenue in respect of other income is recognised when no significant uncertainty as to its determination or realisation exists.

6) PURCHASES:

Purchases are inclusive of expenses on purchase, import duty, etc. and are net of taxes/ duty (for which credit is available), claims/ discount.

7) GST INPUT CREDIT:

GST input credit claimed on materials/ services/ capital goods is reduced from the cost of the respective material/ services/ capital goods. Closing stock of inventories are valued net of GST/ input credits.

8) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provisions in respect of present obligations arising out of past events are made in the accounts when reliable estimates can be made of the amount of the obligation.

Contingent liabilities are disclosed by way of a note to the Financial Statement, after careful evaluation by the management of the facts and legal aspects of the matter involved.

Contingent Assets are not recognised in the financial statements since this may result in recognition of income that may never be realised.

9) BORROWING COST:

Borrowing costs that are directly attributable to the acquisition/ construction of any qualifying asset are capitalized as a part of the cost of the respective asset upto the date when such assets are ready for their intended use and borrowing costs other than these costs are charged to Profit and Loss Account.



10) OPERATING LEASE:

Leases are classified as operating leases where the lessor effectively retains substantially all the risks and benefits of the whole ownership of the leased assets.

11) RELATED PARTY TRANSACTIONS:

Disclosure of transactions with Related Parties, as required by "Accounting Standard 18 - Related Party Disclosure" has been set out in the Notes on Financial Statements. Related Parties have been identified on the basis of representations made by the Designated Partners/ Partners and information available with the LLP.

12) INCOME TAX:

Current tax is measured at the amount expected to be paid on the basis of relief and deductions available in accordance with the provision of Income-tax Act, 1961.

13) IMPAIRMENT OF ASSETS:

If at a balance sheet date, there is an indication of impairment of any item of Property, Plant and Equipment, the same is treated as impairment loss and is charged to the statement of Profit and Loss.

After impairment of an asset, the depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

At a balance sheet date, if there is an indication that a previously recognised impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at recoverable amount and previously recognised impairment loss is reversed.

C) NOTES FORMING PART OF FINANCIAL STATEMENT:

- 1) In the opinion of the designated partners/ partners, 'Trade Receivables', 'Loans and Advances' and 'Other Current Assets' are approximately of the value stated if realized in the ordinary course of business. Confirmation Letters have not been obtained in respect of Trade Receivables, Trade Payables, loans taken and loans/ advances given. Accordingly, such balances are subject to confirmation, reconciliation and consequent adjustments, if any.
- 2) In the opinion of the Board, provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.
- 3) Other money for which LLP is contingently liable; Other Claims against LLP not acknowledged as debt - NIL (PY: NIL)
- 4) Capital Commitments as at year end – NIL (PY: NIL)
- 5) Foreign Currency Transactions: NIL (PY: NIL)
- 6) The Figures have been rounded off to the nearest rupees.



7) Related Party Disclosures

Disclosure of transactions with Related Parties, as required by Accounting Standard - 18 "Related Party Disclosures" has been set out below. Related parties as defined under accounting standard -18 have been identified on the basis of representations made by the designated partners and information available with the LLP and the same has been relied upon by the auditors.

A. List of related parties :
(i) Entity Controlling the LLP (Holding) :

Name
Mangalam Global Enterprise Limited

(ii) Fellow Subsidiaries:

Name
Mangalam Gloabal (Singapore) Pte. Ltd. (Formerly known as Mangalprakash (Singapore) Pte. Ltd.)
Mangalam Gloabal (UK) Limited
Rajgor Castor Derivatives Private Limited (Upto 31st December, 2021) (Formerly known as Hindprakash Castor Derivatives Private Limited)

(iii) Partners:

Name	Relationship
Vipin Prakash Mangal	Designated Partners
Chandragupt Prakash Mangal	Designated Partners (w.e.f 13th February, 2021)
Chanakya Prakash Mangal (Representing Mangalam Global Enterprise Limited)	Designated Partners
Rashmi Mangal #	Retired w.e.f. 13th February, 2021.
Anilkumar Vasudev Rajgor #	
Induben Vasantkumar Rajgor #	
Jagrutiben Pareshkumar Rajgor #	
Kiranben Maheshkumar Rajgor #	
Maheshkumar Shankarlal Rajgor #	
Pareshkumar Vasudev Rajgor #	
Vasantkumar Shankarlal Rajgor #	
Zenishaben Anilkumar Rajgor #	

(iv) Others:

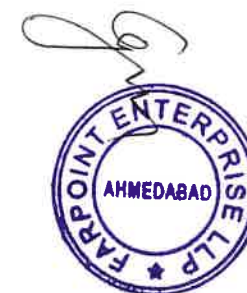
Name	Relationship
Chanakya Prakash Mangal	Relatives of Designated Partners / Partners
Rashmi Mangal (w.e.f. 13th February, 2021)	
Mangalam Worldwide Limited (Formerly known as Mangalm Worldwide Private Limited)	
Mangalam Dura Jet Technologies Private Limited	Enterprise over which Designated Partners / Partners exercise Significant Influence
Mangalam Multi Businesses Private Limited	
ECS Environment Private Limited	
Paradisal Trade LLP	
Specific Worldwide LLP	
Shirshak Exim LLP	
Mangalam Saarloh Private Limited	
Mangalam Finserv Private Limited	
Mangalam Logistics Private Limited	
Agrivolt Trade LLP	
Effervescent Tradeworld LLP	
Dev Cotton Industries (Upto 13th February, 2021)	
Om Oil Industries (Upto 13th February, 2021)	
Brijeshkumar Vasantlal Rajgor (Upto 13th February, 2021)	
Rajgor Castor Private Limited (Upto 13th February, 2021)	



7) Related Party Disclosures
B. Details of related party transactions during the year:

Particulars	Entity Controlling the LLP (Holding)		Fellow Subsidiary Companies		Partners & Relative of the Partners		Enterprise over which Partner exercise Significant Influence		Total	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
Sale of Products / Services	-	-	-	-	-	-	38,72,226	2,41,33,475	38,72,226	2,41,33,475
Interest Income	49,562	3,86,037	-	-	-	-	6,92,830	34,293	7,42,392	4,20,330
Purchase of Products / Services	5,74,99,054	2,41,05,575	-	-	-	-	1,43,97,500	-	7,18,96,554	2,41,05,575
Lease Rent Income	10,11,050	12,03,000	-	-	-	18,000	-	18,000	10,11,050	12,39,000
Lease Rent Expense	-	-	-	-	1,27,896	1,26,300	-	-	1,27,896	1,26,300
Interest Expense	36,53,151	34,198	-	-	36,000	10,25,677	-	3,86,037	36,89,151	14,45,912
Loan and Advances (Net of Repayment)	-	-	-	-	-	-	-	-	-	-
Borrowings (Net of Repayment)	-	-	-	-	(26,72,494)	(4,12,00,000)	2,00,000	-	(24,72,494)	(4,12,00,000)
Rent Deposit Given (Net of Refund)	-	-	-	-	-	-	-	-	-	-
Rent Deposit Received (Net of Refund)	(2,00,000)	-	-	-	-	(4,000)	-	(4,000)	(2,00,000)	(8,000)
Partners' Fund Received *	-	3,95,94,900	-	-	-	3,99,950	-	-	-	3,99,94,850
Partners' Fund Payment *	-	-	-	-	-	(36,71,529)	-	-	-	(36,71,529)

* Partners' Fund includes Fixed Capital and Accumulated Profit and Loss.



7) Related Party Disclosures
C. Disclosures in respect of transactions with related parties during the year:

Nature of transaction	Name of related party	Total	
		31 March 2022	31 March 2021
Sale of Products / Services	Mangalam Dura Jet Technologies Private Limited	-	2,41,33,475
	Mangalam Worldwide Limited (Formerly known as Mangalam Worldwide Private Limited)	38,72,226	-
Interest Income	Mangalam Dura Jet Technologies Private Limited	6,55,131	34,293
	Mangalam Global Enterprise Limited	49,562	3,86,037
	Paradisal Trade LLP	37,699	-
Purchase of Products / Services	Mangalam Global Enterprise Limited	5,74,99,054	2,41,05,575
	Mangalam Dura Jet Technologies Private Limited	1,43,97,500	-
Lease Rent Income	Brijeshkumar Vasantlal Rajgor #	-	18,000
	Rajgor Castor Private Limited #	-	18,000
	Mangalam Global Enterprise Limited	10,11,050	12,03,000
Lease Rent Expense	Chanakya Prakash Mangal	77,896	1,26,300
	Chandragupt Prakash Mangal	50,000	-
Interest Expense	Mangalam Global Enterprise Limited	36,53,151	34,198
	Vipin Prakash Mangal	-	10,25,677
	Mangalam Dura Jet Technologies Private Limited	18,000	3,86,037
	Chandragupt Prakash Mangal	18,000	-
Loan and Advances (Net of Repayment)	Vipin Prakash Mangal	10,97,506	-
	Paradisal Trade LLP	20,00,000	-
	Vipin Prakash Mangal	(10,97,506)	-
	Paradisal Trade LLP	(20,00,000)	-
Borrowings (Net of Repayment)	Paradisal Trade LLP	2,00,000	-
	Vipin Prakash Mangal	50,000	-
	Brijeshkumar Vasantlal Rajgor #	-	(1,70,00,000)
	Vipin Prakash Mangal	(27,22,494)	(2,42,00,000)
Rent Deposit Given (Net of Refund)	Chandragupt Prakash Mangal	20,000	-
	Chanakya Prakash Mangal	(20,000)	-
Rent Deposit Received (Net of Refund)	Brijeshkumar Vasantlal Rajgor #	-	(4,000)
	Mangalam Global Enterprise Limited	(2,00,000)	-
	Rajgor Castor Private Limited #	-	(4,000)
Partners' Fund Received *	Chandragupt Prakash Mangal	-	2,00,000
	Mangalam Global Enterprise Limited	-	3,95,94,900
	Vipin Prakash Mangal	-	1,99,950
Partners' Fund Payment *	Vipin Prakash Mangal	-	(37,464)
	Rashmi Mangal (Upto 13th February, 2021)	-	(37,465)
	Anilkumar Vasudev Rajgor #	-	(4,49,575)
	Induben Vasantkumar Rajgor #	-	(4,49,575)
	Jagrutiben Pareshkumar Rajgor #	-	(4,49,575)
	Kiranben Maheshkumar Rajgor #	-	(4,49,575)
	Maheshkumar Shankarlal Rajgor #	-	(4,49,575)
	Pareshkumar Vasudev Rajgor #	-	(4,49,575)
	Vasantkumar Shankarlal Rajgor #	-	(4,49,575)
	Zenishaben Anilkumar Rajgor #	-	(4,49,575)

* Partners' Fund includes Fixed Capital and Accumulated Profit and Loss.

Ceased to be related party w.e.f. 13th February, 2021

Notes :

1. Transaction / Outstanding balances are reported, where related party relationship existed at the time when transaction took place.



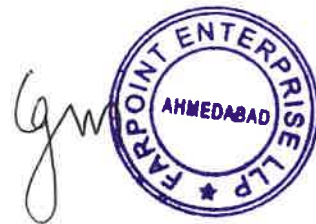
7) Related Party Disclosures
D. Year end balances.

Nature of transaction	Name of related party	Total	
		31 March 2022	31 March 2021
Loan and Advances	Vipin Prakash Mangal	7,043	37,464
	Chandragupt Prakash Mangal	7,043	-
	Rashmi Mangal (Upto 13th February, 2021)	-	27,465
	Anilkumar Vasudev Rajgor #	-	4,48,975
	Induben Vasantkumar Rajgor #	-	4,48,975
	Jagrutiben Pareshkumar Rajgor #	-	4,48,975
	Kiranben Maheshkumar Rajgor #	-	4,48,975
	Maheshkumar Shankarlal Rajgor #	-	4,48,975
	Pareshkumar Vasudev Rajgor #	-	4,48,975
	Vasantkumar Shankarlal Rajgor #	-	4,48,975
	Zenishaben Anilkumar Rajgor #	-	4,48,975
Borrowings	Vipin Prakash Mangal	50,000	27,22,494
Trade Receivables	Brijeshkumar Vasantlal Rajgor #	-	4,720
	Rajgor Castor Private Limited #	-	4,720
Trade Payables	Mangalam Global Enterprise Limited	12,22,030	40,78,246
Advance to Suppliers	Dev Cotton Industries (Capital Goods) #	-	8,89,776
Rent Deposit Given	Chanakya Prakash Mangal	-	20,000
	Chandragupt Prakash Mangal	20,000	-
Rent Deposit Held	Brijeshkumar Vasantlal Rajgor #	-	4,000
	Mangalam Global Enterprise Limited	-	2,00,000
	Rajgor Castor Private Limited #	-	4,000

Ceased to be related party w.e.f. 13th February, 2021

Notes :

1. Transaction / Outstanding balances are reported, where related party relationship existed at the time when transaction took place.



**8) Disclosure requirement as per AS 19: Leases
Operating Lease given (as lessor):**

Name of Assets	2021-22	2020-21
Gross Carrying Value	3,95,29,618	3,95,29,618
Depreciation recognised on the leased assets	(1,10,68,441)	(78,36,607)
Impairment losses recognised on the leased assets	Nil	Nil
Impairment losses reversed on the leased assets	Nil	Nil
Net Carrying Value	2,84,61,177	3,16,93,011
Future minimum lease income		
Not later than 1 year	Nil	12,64,950
Later than 1 year and not later than 5 years	Nil	51,15,801
Later than 5 years	Nil	32,44,863
Rent Income Recognised in Profit and Loss Account	Nil	12,39,000
Contingent Rent recognised during the year	Nil	Nil

Details of major operating lease given agreements:

1. The LLP has entered into operating lease agreement with Entity Controlling it, viz. "Mangalam Global Enterprise Limited" w. e. f. 01/01/2020 for Plant & Machinery (including Electrical Installation) along with licenses attached to the plant at Survey No. 124 and 122, Harij-Kukrana Road, Harij, Gujarat - 384240 for the purpose of manufacturing activities for a period of 105 months.
 2. The LLP has entered into operating lease agreement with Entity Controlling it, viz. "Mangalam Global Enterprise Limited" w. e. f. 01/01/2020 for Land & Building at Survey No. 124 and 122, Harij-Kukrana Road, Harij, Gujarat - 384240 for the purpose of manufacturing activities for a period of 105 months.
 3. The LLP has entered into operating lease agreement with "Brijesh Vasantlal Rajgor (Prop: Brijesh Trading Co)" w. e. f. 01/07/2020 for building premises attached to factory building at Survey No. 124 and 122, Harij-Kukrana Road, Harij, Gujarat - 384240 for the purpose of business activities for a period of 48 months.
 4. The LLP has entered into operating lease agreement with "Rajgor Castor Private Limited" w. e. f. 01/07/2020 for building premises attached to factory building at Survey No. 124 and 122, Harij-Kukrana Road, Harij, Gujarat - 384240 for the purpose of business activities for a period of 48 months.
 5. All the aforesaid lease agreements have been terminated with effect from 25th January 2022.
- 9) The outbreak of Covid-19 pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The LLP's operations and revenue were impacted partially due to Covid-19. Except above, there was no further significant impact on the operations of the LLP during the year 2021-22.**



- 10) The previous year's figures have been reworked, regrouped, rearranged and reclassified whenever necessary. Accordingly, amount and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amount and other disclosures relating to the current year.

For and on behalf of
FARPOINT ENTERPRISE LLP


VIPIN PRAKASH MANGAL

(Designated Partner)

DIN: 02825511


CHANDRAGUPT PRAKASH MANGAL

(Designated Partner)

DIN: 07408422



Date: 29/04/2022
Place: Ahmedabad

