



# SAMTEX FASHIONS LIMITED

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**32<sup>nd</sup> ANNUAL REPORT  
2024-2025**



## BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Atul Mittal	Chairman and Managing Director
Preeti Saxena	Independent Director
Pankila Bhardwaj	Independent Director (w.e.f. 31.08.2024)
Shweta Gautam	Independent Director (w.e.f. 31.08.2024)
Atul Mittal	Chief Financial Officer
CS Rinki Rani	Company Secretary & Compliance Officer
S.K. Gupta	Independent Director (up to 28.09.2025)
Raman Ohri	Independent Director (up to 28.09.2025)

## STATUTORY AUDITORS

### **M/s Kapil Kumar & Co.**

Chartered Accountants

3rd Floor, S.R.K Mall,  
14 Mall Road, Amritsar-143001

## SECRETARIAL AUDITORS

### **M/s DMK Associates**

Company Secretaries

31/36, Basement, Old Rajinder Nagar,  
New Delhi- 110060

## INTERNAL AUDITORS

### **Debananda Nayak**

Company Secretary in Practice

Regd. Office: S2/2<sup>nd</sup> Floor, Ultimate Tower, 11/2229,  
Cuttack Road near Laxmi Sagar Over Bridge,  
Bhubaneswar-751006

## BANKERS

### **STATE BANK OF INDIA**

Branch Details

Overseas Branch, 9th Floor  
Jawahar Vayapar Bhawan,  
Tolstoy Marg, New Delhi - 110 001

## REGISTERED OFFICE

Khasra No 62, D 1/3 Industrial Area,  
Rajarampur, Sikandrabad, Bulandshahr UP 203205  
Phone No. 011-49025972

## CORPORATE OFFICE

Unit No. 137, DLF Prime Tower, F-Block,  
Okhla, Phase-I, New Delhi – 110020  
Phone No. 011-49025972

## REGISTRAR AND TRANSFER AGENT (RTA)

### **M/s Beetal Financial & Computer Services Pvt. Ltd.**

Beetal House, 3rd Floor, 99, Madangir,  
Behind LSC, New Delhi - 110062,  
Ph. 011-29961281-282 Fax: 011-29961284

## STOCK EXCHANGE

### **BSE Limited**

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# **SAMTEX FASHIONS LIMITED**

**Corporate Identification Number (CIN): L17112UP1993PLC022479**

**Registered Office and Works:** Khasra No 62 D1/3 Industrial Area Rajarampur Sikandrabad  
Bulandshahr UP- 203205.Tel. No.:011-49025972

E-mail: [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com); Website: [www.samtexfashions.com](http://www.samtexfashions.com)

## **NOTICE OF 32<sup>nd</sup> ANNUAL GENERAL MEETING**

Notice is hereby given that the **32<sup>nd</sup> Annual General Meeting (“AGM”)** of the Members of **SAMTEX FASHIONS LIMITED** will be held on **Monday, 29<sup>th</sup> September, 2025 at 01:00 P.M.** Indian Standard Time (IST) through Video Conferencing or Other Audio Visual Means (VC/OAVM) to transact the following business:

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Standalone and Consolidated Audited Financial Statements of the Company for the Financial Year ended 31st March 2025, together with the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Atul Mittal (DIN: 00223366), who retires by rotation and being eligible, offers himself for re-appointment.

### **SPECIAL BUSINESS:**

3. **Re-appointment of Mr. Atul Mittal (DIN: 00223366) as the Chairman and Managing Director of the Company**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as a **Special Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Sections 196,197, 198, 203 read with Schedule V and read with Rule 8 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for time being in force), and the applicable regulations under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as ‘**Listing Regulations**’) (including any statutory modification or re-enactment thereof for the time being in force) and pursuant to the recommendation of the Nomination and Remuneration Committee and the approval of the Board of Directors, consent of the members be and is hereby accorded to re-appoint Mr. Atul Mittal (DIN 00223366), as Chairman & Managing Director of the Company without any Remuneration for the period of 5 years, with effect from 30th August, 2025 on the terms and Conditions as set out as set out in the statement annexed to the notice.

**RESOLVED FURTHER THAT** any Director or the Company Secretary of the Company be and is hereby severally authorized to do all such acts, deeds and things as may be required to give effect to the above resolution and sign/digitally sign and submit all the necessary form/e-forms/returns in this regard to Registrar of Companies or any other authority as may be required and also to settle any question, difficulty or doubt that may arise in this regard without requiring to secure any further consent or approval of the shareholders of the Company”

**4. Appointment of M/S. DMK Associates as the Secretarial Auditor of the Company for a term of 5 consecutive years commencing from FY 2025-2026 to FY 2029-30**

To consider and, if thought fit, to pass with or without modification(s) the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Section 204 and all other applicable provisions, if any, of the Companies Act, 2013 (the ‘Act’) read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, Regulation 24A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as ‘**Listing Regulations**’) (including any statutory modification or re-enactment thereof for the time being in force), and pursuant to the recommendation of the Audit Committee and the approval of the Board of Directors, of M/s. DMK Associates, Peer reviewed firm of Practicing Company Secretaries (FRN: P2006DE00310, Peer Review No. 6896/2025), be and is hereby appointed as the Secretarial Auditors of the Company to carry out Secretarial Audit for a term of 5 (five) consecutive years commencing from financial year 2025-2026 to financial year 2029-2030, at such remuneration as may be mutually agreed between the Board of Directors and the Secretarial Auditors.

**RESOLVED FURTHER THAT** the Board of Directors or Company Secretary of the Company, be and are hereby severally authorized to do all such acts, deeds and things as may be required or deem necessary including but not limited to finalizing the terms of appointment and filing necessary returns, forms with the office of the registrar of companies.”

**Date: 29.08.2025**

**Place: New Delhi**

**By order of the Board  
SAMTEX FASHIONS LIMITED**

**Sd/-  
Rinki Rani  
Company Secretary & Compliance Officer  
Membership Number: A51516**

**Registered Office: Khasra No 62 D1/3 Industrial Area  
Rajarampur Sikandrabad Bulandshahr UP- 203205  
CIN: L17112UP1993PLC022479  
Website: [www.samtexfashions.com](http://www.samtexfashions.com)  
E-mail: [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com)  
Tel.: 011-49025972**



## NOTES:

1. The Ministry of Corporate Affairs (“MCA”) has vide its General Circular Nos. 14/2020 dated April 8, 2020 and 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 5, 2020, 10/2022 dated December 28, 2022, General Circular No. 09/2023 dated September 25, 2023 and the latest one being General Circular No. 09/2024 dated 19 September 2024 in relation to “Clarification on holding of annual general meeting (AGM) through Video Conferencing (VC) or Other Audio Visual Means (OAVM)”, (collectively referred to as “**MCA Circulars**”) read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021, SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022, Circular No. SEBI/HO/CFD/PoD-2/ P/CIR/2023/4 dated January 05, 2023 and the latest one being Circular No. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 dated October 03, 2024 issued by the Securities and Exchange Board of India (“**SEBI Circular**”) permitted the holding of the Annual General Meeting (“**AGM**”) through VC/OAVM, without the physical presence of the Members at a common venue. In compliance with the MCA Circulars, the AGM of the Company is being held through VC /OAVM. The proceedings of the 32<sup>nd</sup> AGM shall be deemed to be conducted at the registered office i.e. Khasra No 62 D1/3 Industrial Area Rajarampur Sikandrabad Bulandshahar UP- 203205 of the Company. The detailed procedure for participating in the meeting through VC / OAVM is appended herewith and also available at the Company's website [www.samtexfashions.com](http://www.samtexfashions.com).
2. The explanatory statement pursuant to Section 102 of the Companies Act, 2013, setting out material facts concerning the business under Item No. 3 to 4 of the Notice is annexed hereto. The relevant details pursuant to Regulations 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations) and Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India, in respect of Directors seeking appointment/ reappointment at this AGM are also annexed to this Notice. Members seeking to inspect such documents can send an email to [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com).
3. In compliance with the said circulars, the Notice of AGM along with Annual Report 2024-2025 is being sent only through electronic mode to those Members whose valid e- mail addresses are registered with the Company/ Depositories/RTA. Further, a letter providing the exact path and the web link, where complete details of Annual Report 2024-25 and the AGM Notice are available, will be sent to the members who have not registered their email address with the Company/Depositories/RTA. Member may note that Notice of AGM and Annual Report for the year 2024-2025 has been uploaded on the website of the Company at <https://www.samtexfashions.com/>. The Notice can also be accessed from the website of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com) and the same is also available on the website of CDSL (agency for providing the Remote e-Voting facility) i.e. [www.evotingindia.com](http://www.evotingindia.com). However, if any specific request received from the members demanding the physical copy of the Annual Report, the same will be provided by the company but subject to time taken by the courier agency and Postal Department.
4. Since the AGM is being held through VC/OAVM, physical attendance of Members has been dispensed with. In view of the MCA Circular, no proxy shall be appointed by the members; hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice.



However, Institutional / Corporate Members intending to attend /vote at AGM through VC/OAVM by their respective authorized representatives are required to send to the Company/RTA/ Scrutinizer a certified copy of Board Resolutions, pursuant to section 113 of the Companies Act, 2013, by email at [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com), [beetalrta@gmail.com](mailto:beetalrta@gmail.com) or [deepak.kukreja@dmkassociates.in](mailto:deepak.kukreja@dmkassociates.in) respectively, authorizing their representative to attend and vote at the Meeting through VC.

5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
6. Pursuant to the provisions of Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from **Tuesday, 23<sup>rd</sup> September 2025 to Monday, 29<sup>th</sup> September, 2025 (both days inclusive)** for the purpose of AGM.
7. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2022/8 dated January 25, 2022 has mandated the Listed Companies to issue securities in dematerialized form only while processing service requests viz. Issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/exchange of securities certificate; endorsement; sub-division/splitting of securities certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR – 4, the format of which is available on the Company's website at [www.samtexfashions.com](http://www.samtexfashions.com). It may be noted that any service request can be processed only after the folio is KYC Compliant.
8. In terms of Regulation 40(1) of SEBI Listing Regulations, as amended from time to time, transfer, transmission and transposition of securities shall be effected only in dematerialized form. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialization, Members are advised to dematerialize the shares held by them in physical form. Members can contact the Company or RTA, for assistance in this regard.
9. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to the Company/ Registrar.
10. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company or RTA, the details of such folios together with the share certificates along with the requisite KYC Documents for consolidating their holdings in one folio. Requests for consolidation of share certificates shall be processed in dematerialized form.
11. Pursuant to the provisions of section 124 of the Companies Act, 2013, any amount remaining unpaid or unclaimed for a period of seven years from the due date is required to be transferred to the Investor Education and Protection Fund (IEPF), constituted by Central Government. No such amount is pending overdue for transfer to IEPF by the company.
12. Members who have not registered their e-mail addresses so far are requested to register their



e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.

Instructions for the Members whose e-mail IDs are not registered with the Company or with the Depositories are given below:

- I. **For Physical shareholders-** please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to [beetalrta@gmail.com](mailto:beetalrta@gmail.com).
  - II. **For Demat shareholders-** please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) and email to [beetalrta@gmail.com](mailto:beetalrta@gmail.com).
  - III. The RTA shall co-ordinate with CDSL and provide the login credentials to the above-mentioned shareholders.
13. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/mobile numbers, Permanent Account Number (PAN), mandates, nominations, Specimen signature, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc.
- A. For shares held in electronic form:** to their Depository Participants (DPs)
- B. For shares held in physical form:** to the Company/ Registrar and Transfer Agents (RTA) in prescribed Form Notice. ISR-1 and other forms pursuant to SEBI Circular No. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated March 16, 2023.
- In the absence of any of the required documents in a folio, on or after October 1, 2023, the folio shall be frozen by the M/s Beetal Financial and Computer Services Private Limited, Registrar and Share Transfer Agent of the Company (RTA).
14. Nomination Facility as per the provisions of Section 72 of the Companies Act, the facility for making nomination is available for the Members in respect of the Equity Shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form SH-13. If a Member desires to opt out or cancel the earlier nomination and record a fresh nomination, he/she may submit the same in Form ISR- 3 or Form SH-14 as the case may be. The said forms available at Company's Website [www.samtexfashions.com](http://www.samtexfashions.com).
15. Pursuant to the provisions of section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (as amended), and the Circulars issued by the MCA, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has made an arrangement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, and independent agency for providing necessary platform for Video Conference/ OAVM and necessary technical support as may be required.



Therefore, the facility of casting votes by a member using a remote e-voting system as well as e-voting on the day of the AGM will be provided by CDSL.

16. Members who cast their votes by remote e-voting may attend the Meeting through VC, but will not be entitled to cast their votes at the Meeting once again.
17. The Register of Directors and Key Managerial Personnel and their Shareholding maintained under section 170 of the Companies Act, 2013 and the Register of Contracts and Arrangements in which Directors are interested maintained under section 189 of the Companies Act, 2013 will be available for inspection by the Members in electronic mode on the website of the Company at [www.samtexfashions.com](http://www.samtexfashions.com).
18. The Company has appointed CS Deepak Kukreja, Proprietor, Deepak Kukreja & Associates to act as scrutinizer for conducting the scrutiny of the votes casted at AGM (e-voting as well as by Remote E-voting). The Scrutinizer shall, immediately after the conclusion of e-voting at the AGM, there after unblock the votes cast through remote e-voting and make, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer Report of the total votes cast in favor or against, if any, to the Chairman or a person authorized by him in writing, who shall counter sign the same.
19. The Results declared along with the Scrutinizer's Report shall be placed on the website of the Company at [www.samtexfashions.com](http://www.samtexfashions.com) and on the website of CDSL at [www.evotingindia.com](http://www.evotingindia.com), immediately after the declaration of Result by the Chairman or any person authorized by him in writing. The Results shall also be forwarded to the Stock Exchanges where the shares of Company are listed.
20. The Members can join the AGM through the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1,000 Members on a first come first served basis. This will not include large Shareholders i.e., Shareholders holding 2% or more shareholding, Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc., who are allowed to attend the AGM without restriction on account of first come first served basis.
21. In case of joint holders attending the AGM, the member whose name appears as the first holder in the order of names as per the Register of Members of the Company, will be entitled to vote.
22. SEBI has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company or RTA. The Equity Shares of the Company are listed on the following Stock Exchange: -

**BSE Limited**

24th Floor, PJ Towers,  
Dalal Street, Mumbai-400 001  
Website: [www.bseindia.com](http://www.bseindia.com)  
Scribe Code: 521206



## **CDSL INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM E- VOTING SYSTEM – FOR REMOTE E-VOTING AND E-VOTING DURING AGM**

**THE INSTRUCTIONS FOR SHAREHOLDERS FOR REMOTE E-VOTING ARE AS UNDER:**

**i. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in Demat mode with CDSL/NSDL:**

**CDSL e-Voting System – For e-voting and Joining Virtual meetings.**

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.



6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.samtexfashions.com](http://www.samtexfashions.com). The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM/EGM) i.e. [www.evotingindia.com](http://www.evotingindia.com).
7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
8. In continuation to this Ministry's General Circular No. 20/2020 dated 05.05.2020, General Circular No. 02/2022 dated 05.05.2022, General Circular No. 10/2022 dated 28.12.2022, General Circular No. 09/2023 dated 25 September, 2023 and General Circular No. 09/2024 dated 19 September 2024 and after due examination, it has been decided to allow companies whose AGMs are due in the Year 2024 or 2025, to conduct their AGMs through VC or OAVM on or before 30th September, 2025 in accordance with the requirements laid down in Para 3 and Para 4 of the General Circular No. 20/2020 dated 05.05.2020.

## THE INSTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

**Step 1** : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

**Step 2** : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- (i) The voting period begins on September 26, 2025 (09:00 A.M.) and ends on September 28, 2025 (05:00 P.M.). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of **September 22, 2025** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.



Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

**Step 1:** Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

**i. Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL:**

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	<ol style="list-style-type: none"><li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi / Easiest are requested to visit cdsi website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login icon &amp; New System Myeasi Tab.</li><li>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.</li></ol>



	<p>3) If the user is not registered for Easi/Easiest, option to register is available at cdsi website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login &amp; New System Myeasi Tab and then click on registration option.</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from an e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
<p>Individual Shareholders holding securities in demat mode with NSDL Depository</p>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>4) For OTP based login you can click on <a href="https://eservices.nsd.com/SecureWeb/evoting/evotinglogin.jsp">https://eservices.nsd.com/SecureWeb/evoting/evotinglogin.jsp</a>. You</p>



	will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on <b>company name or e-Voting service provider name</b> and you will be re-directed to <b>e-Voting service provider website</b> for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free no. 1800 2109911
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at : 022 - 4886 7000 and 022 - 2499 7000

**Step 2** : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

**ii. Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.**

- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on “Shareholders” module.



- 3) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

	<b>For Physical shareholders and other than individual shareholders holding shares in Demat.</b>
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"><li>● Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li></ul>
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"><li>● If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.</li></ul>

- 7) After entering these details appropriately, click on “SUBMIT” tab.
- 8) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- 9) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.



- 10) Click on the EVSN for Samtex Fashions Limited.
- 11) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- 12) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- 13) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- 14) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- 15) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- 16) If a demat account holder has forgotten the login password, then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- 17) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to the scrutinizer for verification.
- 18) **Additional Facility for Non – Individual Shareholders and Custodians – For Remote Voting only.**
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.



- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

### iii. Instructions for Shareholders attending the AGM/EGM Through VC/OAVM & E-Voting during meeting are as under:

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / iPads for better experience.
5. Further, shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **10 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **10 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com). These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.



9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

**iv. Process for those shareholders whose E-Mail/Mobile No. are not registered with the Company/Depositories:**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders - please update your email id & mobile no. with your respective **Depository Participant (DP)**
3. **For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.**

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact attoll free no. 1800 2109911

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, MarathonFuturex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call toll free no. 1800 2109911.

**Date: 29.08.2025**  
**Place: New Delhi**

**By order of the Board**  
**SAMTEX FASHIONS LIMITED**

**Sd/-**  
**Rinki Rani**  
**Company Secretary & Compliance Officer**  
**Membership Number: A51516**

**Registered Office: Khasra No 62 D1/3 Industrial Area**  
**Rajarampur Sikandrabad Bulandshahr UP- 203205**  
**CIN: L17112UP1993PLC022479**  
**Website: [www.samtexfashions.com](http://www.samtexfashions.com)**  
**E-mail: [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com)**  
**Tel.: 011-49025972**



## **EXPLANATORY STATEMENT**

**(Pursuant to section 102 of the Companies Act, 2013 and other applicable provisions)**

The following Explanatory Statement sets out all the material facts relevant to the item (s) of the Special Business(s) contained in the Notice of 32<sup>nd</sup> Annual General Meeting.

### **ITEM NO. 3**

The members of the Company had, at their 29<sup>th</sup> Annual General Meeting (AGM) held on September 30, 2022, reappointed Mr. Atul Mittal as Chairman and Managing Director of the Company for a period of three years w.e.f 01.09.2022. As the present tenure of Mr. Atul Mital is about to expire, keeping in view his vast experience, role and responsibilities, leadership capabilities, entrepreneurship skills, and contribution in the performance of the Company, the Board of Directors of the Company have, on the recommendation of Nomination and Remuneration Committee and subject to the approval of shareholders by way of a special resolution and such other approvals as may be required, re-appointed Mr. Atul Mital as Chairman and Managing Director of the Company for a further period of five (5) years with effect from August 30, 2025.

Considering the current financial position of the Company and with a view to contribute to its long term growth, Mr. Atul Mittal voluntarily agrees to serve as the Chairman and Managing Director of the Company without drawing any remuneration or fees.

The Board of Directors are of the opinion that Mr. Atul Mittal possesses relevant expertise and is eligible for the position of Chairman and Managing Director of the Company and fulfils the conditions specified by the Companies Act, 2013 and the Listing Regulations. The Board considers that their association as Chairman and Managing Director will be beneficial and in the best interest of the Company.

Their brief resume, the nature of their expertise in specific functional areas, shareholding etc., are separately annexed hereto as **Annexure A**.

The terms and conditions are set out herein below:

#### **1. TERM OF RE-APPOINTMENT**

The appointment of Mr. Atul Mittal as Chairman and Managing Director is for a period of 5 years commencing with effect from August 30, 2025.

#### **2. DUTIES AND RESPONSIBILITIES:**

Mr. Atul Mittan, the 'Chairman and Managing Director' of the Company shall, subject to the provisions of the Companies Act, 2013, shall perform such duties and exercise such powers, as have been or may, from time to time, be entrusted to, or conferred on him, by the Board of Directors of the Company.



### 3. REMUNERATION –

Mr. Atul Mittal shall not be entitled to any remuneration in exchange of his services provided to the Company as the Chairman and Managing Director of the Company.

### 4. PERQUISITES AND ALLOWANCES-

No perquisites and allowances shall be granted to Mr. Atul Mittal during his tenure as Chairman and Managing Director of the Company.

### 5. OTHER TERMS OF APPOINTMENT

The Managing Director shall be reimbursed for all expenses incurred by him for any Business Meeting or Business trips. These will not be considered as perquisites.

As the Company shall not be paying any remuneration or fees to Mr. Atul Mittal, the disclosure under Part II of Schedule V of the Companies Act, 2013 are not applicable in case of this re-appointment.

In compliance with the provisions of Section 149 read with Schedule IV of the Act, the re-appointment of Mr. Atul Mittal as Chairman and Managing Director is now being placed before the Members for their approval.

The Board of Directors recommends the resolutions set out in **Item No. 3** for your approval as **special resolution**.

Other than Mr. Atul Mittal and their relatives none of the Directors, Key Managerial Personnel of the Company or their relatives are considered to be interested in the resolutions. Necessary documents in this regard are available for inspection by the Members at the registered office/ corporate office of the Company during business hours on any working day.

The profile and specific areas of expertise and other relevant information as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard-2 are provided in the additional information section of this Notice as **Annexure-A**.

### **ITEM NO. 4**

In accordance with amended provisions of Regulation 24A(1) of the Listing Regulations, the Company is required to appoint a Practicing Company Secretary for not more than one term of five consecutive years or a firm of Practicing Company Secretaries as Secretarial Auditors for not more than two terms of five consecutive years, with the approval of the members at its Annual General Meeting (“AGM”) and such Secretarial Auditor(s) must be a peer reviewed company secretary and should not have incurred any of the disqualifications as specified under the Listing Regulations. Further, as per the said Regulation, any association of the individual or the firm as the Secretarial Auditor(s) of the Company before 31st March 2025 shall not be considered for the purpose of calculating the tenure of the Secretarial Auditor(s).



Considering the professional expertise, the firm's association with the industry, the firm meeting the eligibility criteria as stipulated under the Act and the Listing Regulations, and based on the recommendations of the Audit Committee, the Board of Directors, at their Meeting held on August 29, 2025, approved the appointment of M/s. DMK Associates, Peer reviewed firm of Practicing Company Secretaries( FRN: P2006DE00310, Peer Review No. 6896/2025), as the Secretarial Auditors of the Company to hold office for a term of 5 (five) consecutive years commencing from financial year 2025-26 to 2029-30 subject to approval of the Members.

The proposed fees in connection with the secretarial audit shall be Rs. 1,00,000/- (Rupees One Lakhs only) plus applicable taxes and other out-of-pocket expenses for FY 2025-2026, and for subsequent year(s) of their term, such fee as maybe mutually agreed between / determined by the Board of Directors in consultation with the Secretarial Auditor. Besides carrying out the secretarial audit and issuing the secretarial audit report, the Company would also obtain certifications which are to be mandatorily received from the Secretarial Auditors or practicing company secretaries, under various statutory regulations from time to time, for which the auditors will be remunerated separately on mutually agreed terms, between the Board of Directors of the Company and the Secretarial Auditors.

M/s. DMK Associates, established and registered with the Institute of Companies Secretaries of India (ICSI), in the year 2005 is one of the most reputed firms amongst professionals, several Companies including Listed Companies, multinationals and is best known for its client retention, high integrity, dedication, sincerity, quality of service and professionalism. The firm has been engaged in Secretarial Audits of various prominent Companies and their expertise has earned the trust of industry leaders across sectors like FMCG, Manufacturing, Real estate, Power and Energy, Aggregators, Public utilities and so on. The firm's Client centric approach, with experienced professionals and Proficient solutions to complex problems prides itself on superior client retention, integrity, dedication, and professionalism, making them a trusted partner in navigating the complexities of corporate law.

M/s. DMK Associates has given their consent to act as Secretarial Auditor of the company, confirming their independence. They have confirmed they hold a valid certificate issued by the Peer Review Board of the ICSI and they do not incur any disqualification specified under SEBI Circular No. SEBI/HO/CFD/ CFDPoD/CIR/P/2024/185 dated December 31, 2024 and that their aforesaid appointment (if approved) would be within the limits specified by ICSI and shall be in accordance with Section 204 and other applicable provisions of the Act, rules framed thereunder and the applicable provisions of the SEBI LODR Regulations.

Necessary documents in this regard are available for inspection by the Members at the registered office/ corporate office of the Company during business hours on any working day.

The Board recommends the passing of the Resolution as set out in **Item No. 4** as an **Ordinary Resolution**.



None of the Directors, Key Managerial Personnel or their relatives, are in any way concerned or interested in passing of the resolution mentioned in Item No. 4 of the Notice.

**By order of the Board  
SAMTEX FASHIONS LIMITED**

**Date: 29.08.2025  
Place: New Delhi**

**Sd/-  
Rinki Rani  
Company Secretary & Compliance Officer  
Membership Number: A51516**

**Registered Office: Khasra No 62 D1/3 Industrial Area  
Rajarampur Sikandrabad Bulandshahr UP- 203205  
CIN: L17112UP1993PLC022479  
Website: [www.samtexfashions.com](http://www.samtexfashions.com)  
E-mail: [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com)  
Tel.: 011-49025972**



**Details of Directors seeking Appointment/Re-Appointment at the Annual General Meeting of the Company (Pursuant to Reg. 36 of the Listing Regulations and Secretarial Standards-2 on General Meetings)**

S. No.	Particulars	Name of Director
		<b>Mr. Atul Mittal (DIN: 00223366)</b>
1.	Designation/Category of the Director	Chairman & Managing Director (Executive Director)
2.	Date of Birth	25-04-1977
3.	Age	48 years
4.	Date of first Appointment on the Board	29/07/2002
5.	Qualifications	Graduate
6.	Experience in specific functional area	General Management
7.	No. of equity shares held in the Company (as on 31 <sup>st</sup> March, 2025) including the shareholding as Beneficial Owner	26,00,000
8.	Directorships held in other companies including equity listed companies and Excluding foreign companies as on the date of this Notice.	1 (One) Arlin Foods Limited (unlisted)
9.	Memberships / Chairmanships of committees of other companies (excluding foreign companies) as on date of this Notice	2 (Two) ● Audit Committee- Member ● Stakeholders’ Relationship Committee-Member
10.	Listed Entities from which he/she has resigned as Director in past 3 years	None
11.	Relationships, between Directors inter se with other directors, Manager & other KMP’s	None
12.	Number of Board Meetings attended during the year	6/6

# SAMTEX FASHIONS LIMITED



13.	Terms & Conditions for appointment/re-appointment/Remuneration	As per as mentioned in the statement annexed to the notice and as per letter of appointment
14.	Details of Remuneration Last Drawn	Nil
15.	Details of Remuneration Sought to be paid	Nil
16.	Information as required pursuant to BSE Circular with ref. no. LIST/COMP/14/2018-19 National Stock Exchange of India Ltd. with ref. no. NSE/CML/2018/24 dated 20th June, 2018.	Mr. Atul Mittal is not debarred from holding the office of director by virtue of any SEBI order or any other such authority



## BOARD'S REPORT

To,  
The Members,

The Board of Directors hereby submits the 32<sup>nd</sup> Annual Report of your Company together with the Audited Accounts of the Company for the financial year ended 31<sup>st</sup> March, 2025.

### FINANCIAL RESULTS

The Financial Results for the year's operation and the comparative figures of the previous year are summarized below:

(Figures in lakhs in Rs.)

Particulars	Standalone		Consolidated	
	FY 2024-25	FY 2023-24	FY 2024-25	FY 2023-24
Revenue from operations	-	-	-	-
Income	0.22	0.76	3.13	4.01
<b>Total Income</b>	<b>0.22</b>	<b>0.76</b>	<b>3.13</b>	<b>4.01</b>
<b>Total Expenditure</b>	<b>29.80</b>	<b>32.75</b>	<b>42.68</b>	<b>480.74</b>
Net Profit/(Loss) Before Tax and exceptional item	(29.57)	(31.99)	(39.56)	(476.73)
Exceptional Item	-	-	-	-
Net Profit Before Tax	(29.57)	(31.99)	(39.56)	(476.73)
Current Tax	-	-	-	-
Deferred Tax	-	-	-	-
Earlier Tax Adjusted	-	-	-	-
<b>Profit / (Loss) after Tax</b>	<b>(29.57)</b>	<b>(31.99)</b>	<b>(39.56)</b>	<b>(476.73)</b>
<b>Total Comprehensive Income/(Loss) for the year</b>	<b>(29.23)</b>	<b>(31.94)</b>	<b>(28.08)</b>	<b>(468.65)</b>

The Company does not propose any transfer to General Reserve.

### REVIEW OF OPERATIONS & FUTURE PROSPECTS:

There was not any manufacturing and other business operations in the company throughout the year and Company has incurred Net Comprehensive Loss after the exceptional items amounting to Rs. 29.23 Lakhs as compare to a Net Comprehensive Loss of Rs. 31.94 lakhs in previous financial year. In Company's Wholly Owned Subsidiary namely M/s SSA International limited, there was no manufacturing activities in the plants and was already Non Performing Asset ("NPA") as declared by the lenders/ banks.



As you are already aware that Company's other wholly owned Subsidiary namely M/s Arlin Foods Limited is not operational. Your Board is exploring new avenues to revive the Company.

## **DIVIDEND**

There are no earnings in the company the Directors regret their inability to recommend any dividend for the year 2024-25.

## **CHANGE IN NATURE OF BUSINESS, IF ANY**

There was no change in the nature of business of the Company during the year. The Company has two wholly owned subsidiaries namely **M/s SSA International Limited and M/s. Arlin Foods Limited**. There was also no change in the nature of business in SSA International Limited as well as Arlin Foods Limited.

## **SHARE CAPITAL**

During the financial year, there has been no change in the authorised/issued/subscribed and paid-up share capital of the company. The issued, subscribe and paid-up share capital of the company as on March 31, 2025 is Rs. 14,90,00,000/- (Rupees Fourteen Crore and Ninety Lakh Only) comprising 7,45,00,000 fully paid equity shares of Rs. 2/- (Rupees Two Only) each.

## **DETAILS OF DIRECTORS /KMP APPOINTED/ RESIGNED DURING THE YEAR**

During the financial year, Mrs. Pankila (DIN: 10752243) and Ms. Shweta Gautam (DIN: 10679234) were appointed w.e.f 31<sup>st</sup> August, 2024 as Non-Executive, Independent Directors of the Company. Meanwhile Mr. Surendra Kumar Gupta and Mr. Raman Ohri ceased to be the directors of the Company w.e.f 29<sup>th</sup> September, 2024.

Further, Ms. Rinki Rani resigned as the Company Secretary and Compliance Officer w.e.f. March 31, 2024 and later joined back w.e.f 20<sup>th</sup> June 2024.

Further, Atul Mittal (DIN: 00223366) Managing Director of the Company in accordance with the requirements of the Companies Act, 2013 and the Company's Articles of Association, retires by rotation and being eligible offers himself for re-appointment.

## **STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS**

All independent directors have given declarations to the effect that they meet the criteria of independence with regard to integrity, expertise and experience as laid down under Section 149(6) of the Companies Act, 2013 and provisions under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

## **STATEMENT REGARDING OPINION OF THE BOARD WITH REGARD TO INTEGRITY, EXPERTISE AND EXPERIENCE OF INDEPENDENT DIRECTORS APPOINTED DURING THE YEAR**



The Board is of the opinion that all the independent directors appointed are having good integrity and possess the requisite expertise and experience (including the proficiency). Independent Directors have confirmed that they are not aware of any circumstances or situation which exist or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Based on the declarations received from the independent directors, the Board has confirmed that they meet the criteria of independence and that they are independent of the management.

## **BOARD OF DIRECTORS MEETINGS**

During the year 6 (Six) Board Meetings, 5 (Five) Audit Committee, 3 (Three) SRC Committee and 3 (Three) NRC Committee Meetings were convened and held. The details of which are given in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

## **AUDIT COMMITTEE**

Pursuant to the provisions of section 177 of the Companies Act, 2013 and as per Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 presently the Audit Committee comprise the following members:-

- i) Mr. Pankila (Chairperson)
- ii) Mr. Atul Mittal
- iii) Ms. Shweta Gautam
- iv) Mrs. Preeti Saxena

- Mr. Surendra Kumar Gupta and Mr. Raman Ohri ceased to be the directors of the Company w.e.f. 29<sup>th</sup> September, 2024 therefore they ceased to be a member of the Committee also.

## **AUDITORS**

### **STATUTORY AUDITORS**

Pursuant to the provisions of Section 139 of the Companies Act, 2013, M/s Kapil Kumar & Co. Chartered Accountants, (Firm Registration No. 006241N) re-appointed as Statutory Auditors of the Company for a term of 5 (Five) consecutive years from the conclusion of the 29<sup>th</sup> Annual General Meeting held on 30<sup>th</sup> September, 2022 till the conclusion of 34<sup>th</sup> Annual General Meeting of the Company to be held in the year 2027.

### **AUDITORS' REPORT**

The Statutory Auditors of the Company has submitted their reports on the standalone and consolidated Financial Statements of the Company for the financial year ended 31st March, 2025. During the Financial Year, no instances of fraud have been reported by the Statutory Auditors under Section 143(12) of the



Companies Act, 2013 read with rules framed thereunder, either to the Company or to the Central Government.

The observations made by the Auditors in its report on the standalone financial statement of the Company and reply thereto by the management are here as under:

- i. Originally the plant of the company was setup at NSEZ, Noida which was later on shifted outside NSEZ during the FY 2017-18 and in March 2019 the company further changed its business premises from time to time and since then no manufacturing activity has been carried on. The Company is required to determine impairment in respect of fixed assets, However the Company has not done impairment testing. In the absence of any working for impairment of the fixed assets as per Ind AS 36, the impact of impairment, if any on the financial statements is not ascertainable. The depreciation has not been charged on its property, plant and equipment during the year ending 31st March, 2025.

**Reply:** As per management opinion the impairment testing of PPE requires hiring of independent professional firm to ascertain the condition of PPE, however due to delayed availability of information and financial resources the impairment testing process could not be undertaken. Depreciation has not been charged on property, plant, and equipment for the year ended 31st March 2025. This is primarily due to the cessation of manufacturing operations since March 2019. The management is in the process of evaluating the future utilization and realizable value of these assets.

- ii. Balance of debtors are outstanding from long period and are subject to confirmation and consequential effect if any on the financial statements remains uncertain. The trade receivables of the company could not be verified as the confirmation of balances have not been provided and made available to us. Trade receivables amounting to Rs 587.34lacs which are long overdue and not provided for. Allowance for expected credit loss have not been recognized on these financial assets. The company has neither carried out impairment exercises of Trade Receivables nor provided for the same and recognized the same as non-current assets since long outstanding. In the absence of recovery and confirmation from the party, we are unable to comment on the recoverability and consequential impact of reconciliation and adjustment arising there from in the results, if any, is not ascertainable.

**Reply:** The Management is trying to recover the debts hence no provision is required to be made.

- iii. The company has not followed the treatment for recognition and remeasurement of employee benefit costs as detailed in the Ind AS 19.

**Reply:** The Company has not undertaken any business activity during the year and moreover majority of the employees of the company left the company and their dues are settled full and final over the period of time. Considering this fact, the company has not followed the treatment for recognition and remeasurement of employee benefit costs as detailed in the Ind AS 19.



## Emphasis of Matter

- i. The company had already given a corporate guarantee for an amount of Rs 807.46 crores against secured loans taken by its wholly owned subsidiary, namely M/s SSA International Limited, which has been classified as nonperforming assets by the banks. The company has also received the notice u/s 13(2) of the SARFAESI Act 2002 from consortium of banks for revocation of its corporate guarantee. The company has also received a notice from IDBI Bank Ltd as to why the company along with its subsidiary SSA International Ltd (Main Borrower) and others should not be declared as willful defaulters. The consortium bankers have filed a petition against the holding company and its subsidiary M/s SSA International Limited regarding recovery of the outstanding dues, before the Debt Restructuring Tribunal-II, Delhi, and the company has received an intimation vide O.A 530/18 dated 24/05/2018. Further, IDBI Bank has declared the main borrower (M/s SSA International Ltd), its directors and Guarantors (including M/s Samtex Fashions Ltd) as willful defaulters in terms with RBI Guidelines. The updated details of proceedings against the company and its subsidiary M/s SSA International Ltd has not been made available, in absence of such details we are unable to comment on the possible impact, if any, arising out of the said matters.

**REPLY:** The Company is trying to settle down the matter after taking the necessary actions required in this regard.

- ii. We have not been provided with sufficient, appropriate audit evidence relating to physical verification of fixed assets and inventory. Pending completion of such verification, we are unable to comment on the possible impact, if any, arising out of the said matters.

**REPLY:** Fixed Assets and Inventories have been accounted for correctly in the financial statements for the year ended 31.03.2025 and been relied upon by the Auditors.

- iii. The company had given loans and advances as on 31.03.2025 which are outstanding from long time. In the absence of recovery and confirmation from the party, we are unable to comment on the recoverability and consequential impact of reconciliation and adjustment arising there from in the results, if any, is not ascertainable. Moreover, we have not been provided with justification giving said advance and sufficient, appropriate audit evidence relating to verification of the same. Pending completion of such verification/reconciliation, we are unable to comment on the possible impact, if any, arising out of the said matters.

**REPLY:** The advances are given in connection with business of the company, to restore the business operations of the company have been accounted for correctly in the financial statements.

- iv. As of 31st March 2025, inventories amounting to Rs 25.32 lacs and as no business activity has been taken out during the year, the inventories have not been used for a long period of time, the company may provide for if any inventory item is damaged or has become obsolete or if the selling price has declined.

**REPLY:** As the Company is having an Inventories amounting to Rs. 25.32 Lacs and the same have not been used for the long period of time. The above mentioned Inventory items are not damaged or have become obsolete, and the Company is taking care for the inventories.

- v. The Company has outstanding balance of amounting Rs. 132.28 Lacs of deferred tax assets upto March 31, 2025, in absence of probable certainty and convincing evidence for taxable income in future, we are unable to ascertain the extent to which these deferred tax assets can be utilized.



**REPLY:** The management is making continuous efforts to restore the business operations of the company and is hopeful of future taxable income against which the deferred tax assets so created will be utilized.

- vi. Balances of input tax credit under goods and service tax are not in confirmation with balances as appearing in the online portal.

**REPLY:** The management can provide necessary information in this regard.

- vii. The Identification and classification of trade payable dues to MSME and trade payable dues other than MSME of Micro, Small and Medium enterprises is based on the management's knowledge of their status.

**REPLY:** The Company has identified and classified trade payables to MSME and other trade payables based on the information available with the management and necessary confirmations obtained from the vendors.

- viii. Balance of trade payables are outstanding from long period and are subject to confirmation and consequential effect if any on the financial statements remains uncertain. The trade payables of the company could not be verified as the confirmation of balances have not been provided and made available to us.

**REPLY:** As per the information provided by the management the Outstanding balances of Trade payables, have been accounted for correctly in the financial statements for the year ended 31.03.2025 and have been relied upon by the Auditors.

- ix. Confirmation of balances of security deposits, balances with government authorities, bank balances, Bank FDRs have not been provided to us, we are unable to comment on the possible impact, if any, arising out of the said matters.

**REPLY:** As per the information provided by the management the balances, security deposits, balances with government authorities have been accounted for correctly in the financial statements for the year ended 31.03.2025 and have been relied upon by the Auditors.

- x. As informed to us the bank accounts of the company were put on debit freeze by EPF department and we have not been provided with detailed explanation regarding the litigation with the EPF department. Moreover, several litigations are ongoing with the Income Tax Department against which the company has also deposited Rs 118.67 lacs for different financial years under protest, however we have not been provided with details and current status of the said litigations. We are unable to comment on possible impact, if any arising out of the said matter.

**REPLY:** As per the information provided by the management, The Bank Accounts of the Company are operational now. Further, The Company is in discussion with the department to finalize the ongoing litigations.

## SECRETARIAL AUDIT

Pursuant to provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the Company has appointed M/s. DMK Associates, Company Secretaries, as Secretarial Auditor to undertake the Secretarial Audit of the Company for the FY 2024-25.



The Secretarial Audit Report for the financial year 2024-25 submitted by them in prescribed Form MR-3 has been annexed hereto marked as **ANNEXURE-I** and forms an integral part of this report. The Secretarial Auditor has made certain observations. The observations and reply thereto are as under:

## **OBSERVATIONS**

1. *Mr. Atul Mittal, Managing Director of the Company has signed the financial statements in the capacity of Managing Director and Chief financial officer of the Company which is not as per Regulation 78 of table F Schedule I of the Act.*

**REPLY:** In the absence of a suitable candidate, Mr. Atul Mittal had been designated as the Chief Financial Officer of the Company and he has signed the financial statement in that capacity pursuant to Section 134 of the Companies Act, 2013. The Company is in process of finding suitable candidate for the position of Chief Financial Officer. Once the Company finds such a person and appoint them on the aforesaid designation, the observation shall be closed.

Further, Secretarial Audit of the material unlisted subsidiary Company viz. SSA International Limited for the financial year ended March 31, 2025, as required under Regulation 24A of SEBI Listing Regulations, has been conducted by M/s. DMK Associates, Company Secretaries. The said Secretarial Audit Report is annexed herewith as **Annexure – II**. The observations and reply thereto are as under:

## **OBSERVATIONS**

1. *The Company has not appointed Internal Auditors as required under Section 138 of the Act.*

**REPLY:** The consortium member banks have transferred the assets of the Company to National Assets Reconstruction Company Limited (NARCL) and as the Company's manufacturing unit located at 67th Milestone, Samalkha District, Panipat, Haryana, has been taken over by the Bank and accordingly there is no operation and any activity in the Company from August 2017. Since in the Company there is no activity, hence the appointment of Internal Auditor was not made.

Further, the Secretarial Audit of the material unlisted subsidiary Company viz. Arlin Foods Limited for the financial year ended March 31, 2025, as required under Regulation 24A of SEBI Listing Regulations, has been conducted by M/s. Vijay Jain & Co., Company Secretaries. The said Secretarial Audit Report is annexed herewith as **Annexure – III** and it does not contain any qualification, reservation, adverse remark or disclaimer.

## **MAINTENANCE OF COST RECORDS**

Pursuant to Section 148(1) of the Companies Act, 2013 and rules made there under and with Cost Accounting Records Rules 2011, the Company is exempted to maintain Cost Records for the financial year 2023-24.



## **INTERNAL AUDIT**

Mr. Debananda Nayak, Company Secretary in Practice (C.P. No- 15188), have been appointed as the Internal Auditor for the financial year 2024-25 to review the function of Internal Control System of the Company and to report thereon.

## **BOARD EVALUATION**

The Companies Act, 2013 states that a formal annual evaluation needs to be made by the Board of its own performance and that of its committees and individual directors. Schedule IV of the Companies Act, 2013 states that the performance evaluation of independent directors shall be done by the entire Board of Directors, excluding the director being evaluated. The evaluation of all the directors and the Board as a whole was conducted based on the criteria and framework adopted by the Board and as collated by Nomination and Remuneration Committee and the Board expressed its satisfaction.

The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

## **DIRECTOR'S RESPONSIBILITY STATEMENT**

In terms of Section 134(3)(c) read with Section 134(5) of Companies Act, 2013, Your Directors state that:-

- a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year March 31, 2025 and of the loss of the company for that period;
- c. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. the directors had prepared the annual accounts on a going concern basis;
- e. the Directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively. and
- f. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.



## **WEBLINK OF ANNUAL RETURN**

In terms of Section 92(3) of the Companies Act, 2013 Annual return of the Company for the financial year ending March 31, 2025 will be available on the Company's website [www.samtexfashions.com](http://www.samtexfashions.com) under Investor Information once it's filed with the Registrar of Companies after the ensuing Annual General Meeting.

## **MATERIAL CHANGES**

No Material changes and commitments have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report, which may affect the financial position of the Company.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

Since the company has no business operations during the year, the company was not required to provide the details of conservation of energy, technology absorption, foreign exchange earnings and outgo in terms of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014.

## **STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

Your company has an elaborate Risk Management Framework, which is designed to enable risks to be identified, assessed and mitigated appropriately. A detailed exercise is being carried out to identify, evaluate, manage and monitor non-business risks. The Company through Board and Audit Committee oversees the Risk Management process including risk identification, impact assessment, effective implementation of the mitigation plans and risk reporting. Risk Management forms an integral part of the Company's planning process.

## **PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

Particulars of Employees pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is attached hereto as ANNEXURE-IV which forms part of this report.

## **PUBLIC DEPOSITS**

The Company has not invited or accepted fixed deposits from public during the financial year ended March 31, 2025, under Chapter V of the Companies Act, 2013 and the Rules made there under.

## **RELATED PARTY TRANSACTIONS**

During the year, the Company has not entered into contract, arrangement and transactions with related parties. All transactions with related parties are of previous years which were in the ordinary course of



business and on arm's length basis and none of the contract, arrangement and transactions could be considered material as covered under Section 188 (1) of the Companies Act, 2013. Accordingly, the disclosure of Related Party Transactions in Form AOC-2 is not applicable and hence does not form part of this report.

### **LOANS, GUARANTEES AND INVESTMENT**

During the financial year, company has not made any fresh investments nor have provided any new loan or Guarantee.

### **DISCLOSURE UNDER SUB-SECTION (12) OF SECTION 143 OF THE COMPANIES ACT, 2013**

No report under sub-section (12) of section 143 of the Companies Act has been filed as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report. Therefore no disclosure is required in this regard.

### **SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS/ COURTS/TRIBUNALS**

On 1.08.2018, SSA International Limited, wholly owned subsidiary of the Company, received a demand notice from State Bank of India, Stressed Assets Management Branch-I. Demand Notice stated that SBI, the Lead bank has initiated action under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 and in exercise of powers conferred under section 13(2) read Rule 3 of Security Interest (Enforcement) Rules, 2002 called upon the borrower /guarantors/ Mortgagors to repay the debt amounting to Rs. 632,05,29,655/- with in sixty days from the receipt of the notice. If SSA International Limited fails to pay the said amount in the stipulated time, the bank will take the possession of the property mortgaged as mention in the said Notice.

The said action of SBI, the lead bank initiated under SARFASSI Act 2002 to repay the debt has been challenged by SSA International Ltd, in the concerned court, and matter is still under dispute. And the Counter Claims have been filed to the claims filed by the lead bank and other member banks.

Further notices from SBI Lead bank and other Member banks for possession of Properties and declaring promoters as willful defaulters were received. The Management of SSA is approaching the banks for One Time Settlement and the same is pending for negotiations.

Furthermore, IDBI Bank has taken the possession of the property of SSA International Limited situated at Village Patti Kalyana Tehsil Samalkha District Panipat, on 12.03.2021.

### **INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY**

During the financial year, there were no manufacturing and other operations. The Internal Financial Control System is adequate and relevant to the existing operations. The Company has in all material respects an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025.



## NOMINATION & REMUNERATION POLICY

The Company has a Remuneration Policy in place encompassing the appointment and remuneration philosophy of the Company. The Policy comprises of the various elements and terms of appointment. The current policy is to have an appropriate mix of executive, non-executive and independent directors to maintain the independence of the Board and separate its functions of governance and management.

The Company has framed a Nomination and Remuneration Policy pursuant to the provisions of Section 178 of the Companies Act, 2013. The details of policy are mentioned in Corporate Governance Report. The Policy of the Company is available on Company website at [www.samtexfashions.com](http://www.samtexfashions.com)

## MANAGEMENT DISCUSSION AND ANALYSIS

As required by Regulation 34 read with Part B of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management's Discussion & Analysis Report is annexed to this Annual report.

## CORPORATE GOVERNANCE

The Company is committed to maintain the standards of Corporate Governance and adhere to the Corporate Governance requirements set out by SEBI.

As required under SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015 a separate report on Corporate Governance report along with Certificate on its compliance is annexed with this Annual Report.

## CREDIT RATING

The credit rating was suspended in the financial year 2016-17 and presently not applicable.

## INDUSTRIAL RELATIONS

The Industrial relations remained cordial during the year under review.

## SUBSIDIARIES AND ASSOCIATES

The Company has two material subsidiaries namely, **M/s SSA International Limited (SSA)** and **M/s Arlin Foods Limited (Arlin)**. During the year, the Board of Directors ('the Board') reviewed the affairs of the subsidiaries. As per Section 129(3) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, a Consolidated Financial Statement of the Company and its subsidiary has been prepared and attached to the Standalone Financial Statement of the Company.



The Consolidated Financial Statements have been prepared in accordance with the relevant accounting standards and in terms of the applicable provisions of Section 136 of the Act, Financial Statements of SSA and Arlin for the financial year ended on March 31, 2025 are available on the Company's website viz. <https://www.samtexfashions.com/info/subsidiary-companies>.

Pursuant to the provisions of the rule 8 of Companies (Accounts) Rules, 2014, Form AOC-1 annexed to this report as **ANNEXURE-V**.

The accounts of the Subsidiaries are also available for inspection for shareholders /members /investor, during the business hours at the registered office of the company.

The Company does not have any associate or joint venture company during the year under review.

### **CORPORATE SOCIAL RESPONSIBILITY COMMITTEE**

The Company was not required to constitute corporate social responsibility committee pursuant to section 135 of the Companies Act, 2013.

### **POLICIES AND WEB ADDRESS**

As per the regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 all listed entities are required to formulate certain policies. All such policies are available on our website i.e. [www.samtexfashions.com](http://www.samtexfashions.com). Key policies that have been adopted by the Board are as follows:

<b>Name of the Policy</b>	<b>Brief description</b>	<b>Web link</b>
Vigil Mechanism Policy	The Vigil (Whistle Blower) Mechanism aims to provide a channel to the Directors and employees to report genuine concerns about unethical behavior, actual or suspected fraud or violation of the Codes of Conduct or policy. No person has been denied the direct access to the Board in this regard.	<a href="https://www.samtexfashions.com/info/policiescodes-related-documents">https://www.samtexfashions.com/info/policiescodes-related-documents</a>
Board Diversity	To ensure a transparent Board nomination process with the diversity of thoughts, experience, knowledge, perspective and gender in the Board	<a href="https://www.samtexfashions.com/info/policiescodes-related-documents">https://www.samtexfashions.com/info/policiescodes-related-documents</a>
Policy on Preservation of Documents	This policy deals with the retention and archival of corporate records of the Company	<a href="https://www.samtexfashions.com/info/policiescodes-related-documents">https://www.samtexfashions.com/info/policiescodes-related-documents</a>



Policy- Dealing with Related Parties	This policy regulates all the transactions between the Company and its related parties	<a href="https://www.samtexfashions.com/info/policiescodes-related-documents">https://www.samtexfashions.com/info/policiescodes-related-documents</a>
Policy on Material Subsidiary	This policy deals with determination of Material Subsidiaries of Samtex Fashions Limited in terms of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (SEBI LODR)	<a href="https://www.samtexfashions.com/info/policiescodes-related-documents">https://www.samtexfashions.com/info/policiescodes-related-documents</a>
Materiality of Events	The objective of the policy is to determine materiality of events or information of the Company and to ensure that such information is adequately disseminated in pursuance with the Regulations and to provide an overall governance framework for such determination of materiality.	<a href="https://www.samtexfashions.com/info/policiescodes-related-documents">https://www.samtexfashions.com/info/policiescodes-related-documents</a>
Risk Management Policy	The objective of Risk Management Policy at Samtex Fashions Limited is to create and protect shareholder value by minimizing threats or losses, and identifying and maximizing opportunities.	<a href="https://www.samtexfashions.com/info/policiescodes-related-documents">https://www.samtexfashions.com/info/policiescodes-related-documents</a>
Archival Policy	The objective of the this policy is to cover all events or Information which has to be disclosed to Stock Exchange(s)	<a href="https://www.samtexfashions.com/info/policiescodes-related-documents">https://www.samtexfashions.com/info/policiescodes-related-documents</a>

## COMPLIANCE OF SECRETARIAL STANDARD

The Company has complied with all applicable provisions of Secretarial Standards 1 and 2 as issued by the Institute of Company Secretaries of India and notified by the Central Government.

## CODE OF CONDUCT

In compliance with Regulation 26(3) of the **SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015** and the Companies Act, 2013, the Company has framed and adopted a code of conduct. The code is applicable to the members of the Board and all employees of the Company.

The Board Members have affirmed compliance with the Code of Conduct for the period ended March 31, 2025.



## DEMATERIALIZATION OF SHARES AND DEPOSITORY SYSTEM

Your Company's shares are participating both with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL). The ISIN number of the Company is **INE931D01020**.

## STOCK EXCHANGE LISTING

The Equity shares of your Company are listed at: The BSE Limited (BSE), Mumbai.

## GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- Issue of equity shares with differential rights as to dividend, voting or otherwise.
- Issue of shares (including sweat equity shares) to employees of the company under any scheme.
- The company does not have any scheme of provision of money for the purchase of its own shares by employees or by trustees for the benefit of employees.
- No transfer was made to the investor education and protection fund against the unclaimed dividend or shares during the year.
- No application has been made or proceeding is pending against the company under the insolvency and bankruptcy code, 2016 during the year.
- There are no details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the banks or financial institutions along with the reasons thereof.

## STATEMENT REGARDING OPINION OF THE BOARD WITH REGARD TO INTEGRITY, EXPERTISE AND EXPERIENCE (INCLUDING THE PROFICIENCY) OF THE INDEPENDENT DIRECTORS APPOINTED DURING THE YEAR

Mrs. Pankila and Ms. Shweta Gautam were appointed as an Independent Director of the Company w.e.f. 31<sup>st</sup> August, 2024. Statement regarding opinion of the Board with regard to integrity, expertise and experience (including the proficiency) was obtained from the Board.

## DETAILS OF SEXUAL HARRASMENT

- i. number of complaints of sexual harassment received in the year: NIL
- ii. number of complaints disposed off during the year: NIL
- iii. number of cases pending for more than ninety days: NIL

## STATEMENT BY THE COMPANY WITH RESPECT TO THE COMPLIANCE OF THE PROVISIONS RELATING TO THE MATERNITY BENEFIT ACT 1961

Not Applicable for this current year.



## **ACKNOWLEDGEMENTS**

Your Directors wish to place on record their gratitude to members, business associates, various agencies of the Government, Financial Institutions and Banks for all the help and Cooperation extended by them to the Company.

They also acknowledge with appreciation the devoted services rendered by the workers, staff and Executives at all levels of the Company. The Directors appreciate and value the contribution made by every member of the Samtex family.

**For and on behalf of the Board of Directors  
For SAMTEX FASHIONS LIMITED**

**Date: 29.08.2025**

**Place: New Delhi**

**SD/-  
Atul Mittal  
Chairman & Managing Director  
DIN: 00223366**



**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED MARCH 31, 2025**

[Pursuant to Section 204(1) of the Companies Act, 2013 read with Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

**To,**  
**THE MEMBERS,**  
**SAMTEX FASHIONS LIMITED**  
**CIN: L17112UP1993PLC022479**  
**Khasra No 62 D 1/3 Industrial Area,**  
**Rajarampur Sikandrabad, Bulandshahr,**  
**UP 203205 IN**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SAMTEX FASHIONS LIMITED** (hereinafter called "**the Company**"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on March 31, 2025 ("**Audit Period**") complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter along with **Annexure 1** attached to this report:-:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2025 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment (ODI) and External Commercial Borrowings (ECB); (**No FDI and ECB was taken and no ODI was given by the company during the Audit Period**)
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') as amended from time to time:-



- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not applicable to the Company during the Audit Period);**
- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2021 ; **(Not applicable to the Company during the Audit Period)**
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2021 ; **(Not applicable to the Company during the Audit Period);**
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **(Not applicable as the Company is not registered as Registrar to an issue and Share Transfer Agent during the Audit Period);**
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 **(Not applicable to the Company during the Audit Period);** and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **(Not applicable to the Company during the Audit Period)**

## VI. OTHER LAWS SPECIFICALLY APPLICABLE TO THE COMPANY

As per the information provided, there is no specific law applicable to the Company during the audit period.

We have also examined compliance with the applicable clauses of the following:

- a) Secretarial Standards issued by The Institute of Company Secretaries of India (SS-1 and SS-2);
- b) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**SEBI LODR**") as amended from time to time and the Listing Agreements entered into by the Company with BSE Limited ("**BSE**").

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, and Guidelines to the extent applicable, Standards, etc. mentioned above subject to following observations:

1. *Mr. Atul Mittal, Managing Director of the Company has signed the financial statements in the capacity of Managing Director and Chief financial officer of the Company which is not as per Regulation 78 of table F Schedule I of the Act.*



Based on the information received and records maintained, we further report that:

1. The Board of Directors of the Company is duly constituted with proper balance of Executive, Non-Executive, women and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
2. Adequate notices of Meetings were given to all the Directors to schedule the Board Meetings including Committee Meetings along with agenda and detailed notes on agenda and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting in compliance of the Act.
3. All decisions at Board Meetings including Committee Meetings were carried out with requisite majority and recorded in the minutes of the Meetings. Further as informed, no dissent was given by any Director in respect of resolutions passed in the Board meetings including Committee Meetings.

Based on the compliance mechanism established by the company and on the basis of the Compliance Certificate (s) placed and taken on record by the Board of Directors at their meeting(s), we **further report that** there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report** that during the audit period the company has not incurred any specific event/action that can have major bearing on the company's affairs in pursuance of above referred laws, rules, regulations; guidelines, standards etc.

**For DMK ASSOCIATES  
COMPANY SECRETARIES**

**Date: 29/08/2025  
Place: New Delhi  
UDIN: A036232G001105729**

**(SHIVANI AGARWAL)  
PARTNER  
ACS 36232, C P 18282  
Peer Review No. 6896/2025**



To,  
THE MEMBERS,  
SAMTEX FASHIONS LIMITED  
CIN: L17112UP1993PLC022479  
Khasra No 62 D 1/3 Industrial Area,  
Rajarampur Sikandrabad, Bulandshahr,  
UP 203205 IN

**Sub: Our Secretarial Audit Report for the Audit period is to be read along with this letter.**

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our Audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. We believe that the processes and practices, we followed provide a reasonable basis to our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules, and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of the procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.
7. As per the information provided by the company, there are certain cases filed by or against the company, which are currently lying pending with the various Courts. However as informed the financial impact can't be ascertained during the pendency of those cases.

**For DMK ASSOCIATES  
COMPANY SECRETARIES**

**Date: 29/08/2025  
Place: New Delhi  
UDIN: A036232G001105729**

**(SHIVANI AGARWAL)  
PARTNER  
ACS 36232, C P 18282  
Peer Review No. 6896/2025**



Form No. MR-3

## SECRETARIAL AUDIT REPORT

**FOR THE FINANCIAL YEAR ENDED 31.03.2025**

*[Pursuant to Section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]*

To,

**The Members,  
S S A International LTD  
Unit No.137, DLF Prime Tower,  
F-Block, Okhla Phase- 1,  
Delhi-110020**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SSA INTERNATIONAL LTD** (hereinafter called the company). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of the secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on March 31, 2025 (**Audit Period**) complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter along with **Annexure 1** attached to this report:-

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2025 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; (**Not applicable to the Company during the Audit Period**)
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment(OD) and External Commercial Borrowings(ECB); (**No FDI, ODI and ECB was taken by the Company during the Audit Period**)
- V. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') as amended from time to time.



- a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR”); **(Applicable only to the extent)**
- b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **(Not applicable to the Company during the Audit Period);**
- c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 **(Applicable only to the extent) \*;**
- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 **(Not applicable to the Company during the Audit Period);**
- e) The Securities and Exchange Board of India (Share Based Employee Benefits & Sweat Equity) Regulations, 2021, **(Not applicable to the Company during the Audit Period);**
- f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client **(Not applicable as the Company is not registered as Registrar to an Issue and Share Transfer Agent);**
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021, **(Not applicable to the Company during the Audit Period); and**
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018, **(Not applicable to the Company during the Audit Period);**

\*The Company being a material subsidiary of Samtex Fashion Limited, directors and employees of the Company have been categorized as Designated Persons and are covered by the Code of Conduct under The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, of Samtex Fashions Limited.

Since the manufacturing units of the company were closed in the previous years and the Company’s Manufacturing units are under the possession of State Bank of India in pursuance to the notice issued 13(4) of the SARFASEI Act and as informed by management no sector specific laws are applicable on the Company.

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India (SS-1 & SS-2).
- (ii) The Listing Agreements entered into by the Company with the BSE Limited (“BSE”) and National Stock Exchange of India (“NSE”), if any.; **(Not applicable to the Company during the Audit Period as the company’s shares are not listed on any stock exchange(s))**

During the Audit period, the Company has complied with the provisions of the Act, Rules, Regulations and Guidelines to the extent applicable, Standards, etc. as mentioned above subject to following:

- 2. *The Company has not appointed Internal Auditors as required under Section 138 of the Act.*

Based on the information received and records maintained, we further report that:



1. The Board of Directors of the Company was duly constituted during the Audit Period. The changes in the composition of the Board of Directors that took place during the Audit Period were carried out in compliance with the provisions of the Act.
2. Adequate notices of Meetings were given to all the Directors to schedule the Board Meetings along with agenda and detailed notes on agenda and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting in compliance of the Act.
3. All decisions at Board Meetings were carried out with requisite majority and recorded in the minutes of the Meetings. Further as informed, no dissent was given by any Director in respect of resolutions passed in the Board meetings.

**We further report that** there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period the company has not incurred any specific event / action that can have major bearing on the company's affairs in pursuance of above referred laws, rules, regulations, guidelines, standards etc.

**FOR DMK ASSOCIATES  
COMPANY SECRETARIES**

**Date: 28/08/2025  
Place: New Delhi  
UDIN: A036232G001095697**

**(SHIVANI AGARWAL)  
ACS  
PARTNER  
ACS 36232, C P 18282  
Peer Review No. 6896/2025**



To,  
The Members,  
S S A International LTD  
Unit No.137, DLF Prime Tower,  
F-Block, Okhla Phase- 1,  
Delhi-110020

**Sub: Our Secretarial Audit Report for the Financial Year ended March 31, 2025 is to be read along with this letter**

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our Audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. We believe that the processes and practices, we followed provide a reasonable basis our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules, and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of the procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.
7. As per the information provided by the Company, there are certain disputes cases filed by or against the Company, which are currently lying pending with the various Courts/authorities.

**FOR DMK ASSOCIATES  
COMPANY SECRETARIES**

**Date: 28/08/2025  
Place: New Delhi  
UDIN: A036232G001095697**

**(SHIVANI AGARWAL)  
ACS  
PARTNER  
ACS 36232, C P 18282  
Peer Review No. 6896/2025**



**FORM NO. MR-3  
SECRETARIAL AUDIT REPORT  
FOR THE FINANCIAL YEAR ENDED 31.03.2025**

[Pursuant to Section 204(1) of the Companies Act, 2013 read with Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

**To,  
The Members,  
Arlin Foods Limited  
CIN: U15209DL2008PLC173566  
Unit No.137, DLF Prime Tower F- Block,  
Okhla Phase-1, New Delhi-110020**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **ARLIN FOODS LIMITED** (hereinafter called “**the Company**”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2025 (**Audit Period**) complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter along with **Annexure 1** attached to this report:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2025 according to the provisions of:

- (i) The Companies Act, 2013 and the rules made thereunder(**the Act**);
- (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder; (**Not applicable to the Company during the Audit Period**)
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; (**Not applicable to the Company during the Audit Period**)
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment(ODI) and External Commercial Borrowings(ECB); (**No FDI and ECB was taken and no ODI was given by the Company during the Audit Period**)
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’), as amended from time to time:-



- a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR”); **(Applicable only to the extent)**
  - b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **(Not applicable to the Company during the Audit Period);**
  - c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 **(Not applicable to the Company during the Audit Period);**
  - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 **(Not applicable to the Company during the Audit Period);**
  - e) The Securities and Exchange Board of India (Share Based Employee Benefits & Sweat Equity) Regulations, 2021, **(Not applicable to the Company during the Audit Period);**
  - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client **(Not applicable as the Company is not registered as Registrar to an Issue and Share Transfer Agent);**
  - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021, **(Not applicable to the Company during the Audit Period);** and
  - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018, **(Not applicable to the Company during the Audit Period);**
- (vi) The Company has not undertaken any business activity during the year and earlier years and as informed by the management, no sector specific laws applicable to the Company.

We have also examined compliance with the applicable clauses of the following:

- (iii) Secretarial Standards on meeting of Board of Directors (SS-1) and on General Meeting (SS-2) issued by the Institute of Company Secretaries of India.
- (iv) The Listing Agreements entered into by the Company with Stock Exchange(s), if applicable; **(Not applicable to the Company during the Audit Period)**

During the Audit Period the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, and Standards etc. as mentioned above.

Based on the information received and records maintained, We further report that;

1. The Board of Directors of the Company is duly constituted. During the year, the changes in the Constitution of Board of Directors were carried out in accordance with the provisions of the Act.
2. Adequate notice of at least seven days was given to all directors to schedule the Board Meetings along with agenda and detailed notes on agenda and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting in compliance of the Act.
3. All decisions at Board Meetings are carried out unanimously and recorded in the minutes of the Board Meetings. Further as informed, no dissent was given by any director in respect of resolutions passed in the Board Meetings.

Based on the compliance mechanism established by the Company, **we further report that** there are



adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report** that during the audit period the company has not undertaken any event / action which may be construed as major in pursuance of above referred laws, rules, regulations, guidelines, standards etc.

**Date** : 28.08.2025  
**Place** : New Delhi  
**UDIN No.:** F013701G001101678

**For Vijay Jain & Co.  
Company Secretaries**

**CS Vijay Jain  
Proprietor  
ACS, MBA, B. Com.  
ACS No.: 50242  
C. P. No.: 18230  
Peer Review No.: 2241/2022**



To,  
The Members,  
Arlin Foods Limited  
CIN: U15209DL2008PLC173566  
Unit No.137, DLF Prime Tower F- Block,  
Okhla Phase-1, New Delhi-110020

**Sub: Our report for audit period is to be read along with this letter.**

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our Audit.
2. We have followed the audit practices and processes as are appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. We believe that the processes and practices, we followed provide a reasonable basis my opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained Management Representation about the compliance of laws, rules, and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of the procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.
7. As per the information provided by the Company, there are certain disputes cases filed by or against the Company, which are currently lying pending with the various Courts. However, as informed, these cases will not have major impact on the Company.

**Date** : 28.08.2025  
**Place** : New Delhi  
**UDIN No.:** F013701G001101678

**For Vijay Jain & Co.  
Company Secretaries**

**CS Vijay Jain  
Proprietor  
ACS, MBA, B. Com.  
ACS No.: 50242  
C. P. No.: 18230  
Peer Review No.: 2241/2022**



## ANNEXURE-IV

### Particulars of employees pursuant to section 197(12) of the Companies Act, 2013 read with rule 5 (1) of the Companies (Appointment and Remuneration of managerial Personnel) Rules, 2014

- The Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2024-25 are as under:

S. No.	Name of Director, KMP & Designation	Remuneration of Director/ KMP for FY 2024-25 (in Rs.)	Remuneration of Director/ KMP for FY 2023-24 (in Rs.)	% increase in Remuneration In the FY 2024-25	Ratio of remuneration of each Director/to median remuneration of employees (times)
1.	Atul Mittal Chairman & Managing Director	NIL	NIL	NIL	-
2.	Mr. Surendra Kumar Gupta Independent Director (up to 29.09.2024)	NIL			
3.	Mr. Raman Ohri Independent Director (up to 29.09.2024)				
4.	Mrs. Preeti Saxena Independent Director	NIL	NIL	NIL	-
5.	Mrs. Pankila Independent Director	NIL	NIL	NIL	-
6.	Ms. Shweta Gautam Independent Director	NIL	NIL	NIL	-
7.	Ms. Rinki Rani Company Secretary (w.e.f 20.06.2024)	5,88,000	2,11,667	20%	-

- The percentage increase in remuneration during the financial year 2024-25:

Each Director	-
Chief Financial Officer	-
Company Secretary	20%

- The percentage increase in the median remuneration of employees in the financial year: **NIL**
- Number of Permanent Employees on the rolls of Company as on 31.03.2025: **One**



5. The average percentile increase/decrease in the salaries of the employees (other than Managerial Personnel) for FY 2024-25 was nil whereas the average percentile increase in the managerial remuneration for the FY 2024-25 is 20%. The Company's variable compensation philosophy for its managerial personnel is to ensure its competitive in the global markets in which it operates, for attracting & retaining the best talent. It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.
6. The remuneration is as per the remuneration policy of the company.

## Statement pursuant to Rule 5(2) of the Companies (Appointment and Remuneration of managerial Personnel) Rules, 2014

1. The details of Employees who were employed throughout the FY- 2024-25 and were in receipt of minimum aggregate Remuneration of Rs.1.02 Cr.: **Nil**
2. The details of Employees who were employed for the part of FY 2024-25 and for that part they received minimum aggregate remuneration of Rs. 8.5 lakh per month: **Nil**
3. The details of Employees who were employed during FY 2024-25 (whether for full year or part thereof) and were drawing remuneration which is in excess of the remuneration drawn by MD or WTD or Manager and along with this, he is holding minimum 2% of the equity shares of the company together with his wife & dependent children: **Nil**

## PARTICULARS OF REMUNERATION (RELATIVE) EMPLOYEES –NIL

### Detail of top employees (having less than 10 employees for period under report) in terms of remuneration drawn:-

S. No.	Name	Designation	Salary Received (till 31.03.2025) in Rs.	Permanent	D.O.B, Age	D.O.J	Qualification	Last Employment before Joining the company	Equity Share held by the Employee	Relation with Director
1	Ms. Rinki Rani*	Company Secretary	5,88,000	On Roll	04.09.1990, 34 years	20.06.2024	Company Secretary	Corpnext Solutions LLP	Nil	No



\*Ms. Rinki Rani resigned as the Company Secretary and Compliance Officer w.e.f March 31, 2024 and later joined back w.e.f 20th June 2024.

**For and on behalf of the Board of Directors  
For SAMTEX FASHIONS LIMITED**

**Date: 29.08.2025**

**Place: New Delhi**

**SD/-  
Atul Mittal  
Chairman & Managing Director  
DIN: 00223366**



### FORM AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

### Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

#### Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs. in Lakhs)

Sl. No.	Particulars	Details	
		1	2
1.	Sl. No.	1	2
2.	Name of the subsidiary	SSA International limited	Arlin Foods Limited (Formerly known as Sam Buildcon Limited)
3.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA	NA
4.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA	NA
5.	Share capital	3,720.00	150.01
6.	Reserves & surplus	-27,853.07	5.95
7.	Total assets	34,227.53	311.39
8.	Total Liabilities	58,360.6	155.44
9.	Investments	259.86	NIL
10.	Turnover	0	0
11.	Profit before taxation	-10.27	0.29
12.	Provision for taxation	NIL	NIL
13.	Profit after taxation	-10.27	0.29
14.	Proposed Dividend	-	-
15.	Extent of shareholding (In percentage)	100	100



**Notes:** The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations- NIL
2. Names of subsidiaries which have been liquidated or sold during the year-NIL

## Part "B": Associates and Joint Ventures

**Statement Pursuant to section 129(3) of the Companies Act, 2013 related to Associates Companies and Joint Ventures:**

This is not applicable as there is no associate companies/joint ventures of the Company as on March 31, 2025.

1. Names of associates and joint ventures which are yet to commence operations- NA
2. Names of associates and joint ventures which have been liquidated or sold during the year. - NA

**For Samtex Fashion Limited**

**Place: New Delhi**

**Date: 29.08.2025**

**ATUL MITTAL**  
**(Managing Director & CFO)**  
**DIN-00223366**

**PREETI SAXENA**  
**(Director)**  
**DIN: 07597269**

**Rinki Rani**  
**(Company Secretary)**  
**M. No. A51516**



## MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

### Overview

#### Company Background

The Company was incorporated on 26th April, 1993 and having its Registered Office at Khasra No. 62 D 1/3 Industrial Area Rajarampur Sikandrabad, Bulandshahr UP-203205, engaged in the business of manufacturing and selling of Ready Made Garments.

Its Corporate Office is located at Unit No. 137, DLF Prime tower, F Block, Okhla Phase –I, New Delhi -110020. The Trading Office in USA in the city of New York is not operational during the year under report.

#### Company Management

The Board of Directors of the Company presently at the time of preparation of this Report comprised of four Directors headed by Mr. Atul Mittal, Chairman & Managing Director of the Company. The Board has a combination of Executive and non-Executive Directors comprising of one Executive Director- namely Mr. Atul Mittal, Managing Director and three Non-Executive Independent Directors.

The Board of Directors should meet regularly at least 4 times in a year. In the year 2024-2025, 6 (Six) such meetings were held, the details of the attendance of Directors in the Board Meetings have been given in the Report of Corporate Governance. The Board has also constituted Committees namely, (a) Audit Committee (b) Nomination and Remuneration Committee (c) Stake holders Relationship Committee. The committee members' meet regularly from time to time to dispose of the work assigned to them respectively.

#### Product and Services

The Company is engaged in the business of manufacturing and selling of Ready Made Garments. In March 2019, the Company changed the business premises to setup the manufacturing facilities, however, there no manufacturing activities have been carried on. Further, in January 2021, the Company further changed the Registered Office to Khasra No 62, D 1/3 Industrial Area, Rajarampur, Sikandrabad, Bulandshahr, UP 203205. As regards the



commencement of manufacturing activities at the new premises the company is not able to setup and start in absence of orders.

## **Industry Structure and Development**

The Indian Textile Industry especially Garment Sector is export oriented and is one of the leading textile industry in the world, having an overwhelming presence in the Indian Economy. The international trade in clothing and textile plays a vital role through its contribution to industrial output, employment generation and export earnings for the country. The Industry is targeting towards modernization and expansions being encouraged by the prevailing textile strategies and policies.

The Indian clothing and textile industry has attracted huge investments and is moving towards economic growth. Restructuring its system and operations to match the international levels of technology, quality and standards. As a result, the capacity has expanded to meet the future requirements as the demands are growing but with slow speed. The business environment is very challenging.

## **Opportunities and Threats**

The modern technology, improvements in infrastructure and regulations, all are playing significant role among the different sectors of the Industry.

The textile and clothing industry is also facing increase in input prices as well as increase in conversion cost. The inflationary pressure both within the country and globally have bearing on the outlook of the textile and clothing industry.

## **Segment Wise Performance**

During the current financial year the reportable segment did not exceed the quantitative threshold limits as per the applicable accounting standard, Hence segment wise performance is not evaluated.

## **Outlook**

The Indian economy remains optimistic supported by strong fundamentals such as political stability, heightened government focus on public capital expenditure, a gradual rise in private



capital expenditure and growing credit demand. India's growth trajectory is expected to surpass other economies in the foreseeable future. Accordingly, the company has an optimistic approach.

## **Risk and Concerns**

The company has no operational activities during the year so there was no operational risks. However, the company intends to revive the business and to look forward. Considering the same, various risks and concern connected to the Industry and other operational environment may be faced by the Company and the management will ensure adequate risk management policy accordingly.

## **Internal control systems and their adequacy**

During the current financial year, there was no manufacturing and other operations so no internal audit was conducted. However, the Company has appointed the Internal Auditor and the Internal Financial Control System is adequate relevant to the existing operations.

## **Discussion on financial performance with respect to operational performance.**

The commencement of manufacturing activities at the new premises of the company is not able to setup and start in due to absence of orders in the reporting year.

## **Material developments in Human Resources/Industrial Relations front, including number of people employed.**

The Company was not carrying any business operation throughout the year, hence not applicable.

## **Disclosure of Accounting Treatment:**

The financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act. The



accounting policies are applied consistently to all the periods presented in the financial Statements.

**For and on behalf of the Board of Directors  
For SAMTEX FASHIONS LIMITED**

**Date: 29.08.2025**

**Place: New Delhi**

**Sd/-  
Atul Mittal  
Chairman & Managing Director  
DIN: 00223366**

**CORPORATE GOVERNANCE REPORT****1. Company's philosophy**

Samtex Fashions Limited (hereafter referred as "SFL"). SFL's philosophy on corporate governance envisages to attain Transparency, Accountability, Fairness, Integrity and Social Responsibility in all facets of its operations. The corporate governance enables us to have our system in place and gives us sufficient freedom to operate within the framework of accountability. The company has a firm belief that the Code of Corporate Governance provides the structure by which the rights and responsibilities are mentioned and distributed amongst the different members of the organization.

**2. I) Board of Directors****a) Composition and Category of Directors**

During the financial year, the Board of Directors has an optimum combination of Executive Director, Non-Executive and Women Director, which comprised of Four Directors – One Executive Director and Three Non- Executive Independent Women Directors.

**b) Other Directorships and Committee Memberships**

The composition of Board of Directors, their category and other directorships as on 31st March, 2025 given as under:-

Sl. No	Name Of the Director	Designation	Category	No. of Directorship and Committee Membership/Chairpersonship		
				Other Directorship	Committee Membership	Committee Chairperson
1.	Mr. Atul Mittal	Chairperson & Managing Director	Promoter & Executive	1	2	-



2	Mrs. Preeti Saxena	Director	Independent Non-executive	3	3	-
3	Mrs. Pankila	Director	Independent Non-executive	1	3	3
4	Ms. Shweta Gautam	Director	Independent Non-executive	3	3	-

## Retiring Directors

Mr. Atul Mittal, Chairperson & Managing Director is retiring by rotation in the ensuing Annual General Meeting and, being eligible, offer himself for re-appointment.

Mr. Atul Mittal is a graduate, belonging to an industrial family and is having experience of 25 years. He possesses command in his field of operations and managing the affairs of the Company.

## c) Meetings of Board of Directors:

During the year, 6 (Six) Meetings of the Board were held on 29.05.2024, 20.06.2024, 12.08.2024, 31.08.2024, 14.11.2024 and 10.02.2025.

## d) Attendance record of each Director:

The table given below gives the attendance record of all the Directors at the 6 (Six) Board Meetings held during 2024-25, as well as at the last Annual General Meeting held on 28.09.2024.

Sl. No.	Name of Director	No. of Board Meeting attended	Attendance at the last AGM
1	Mr. Atul Mittal	6	Yes
2	Ms. Preeti Saxena	6	Yes
3	Mrs. Pankila	2	Yes
4	Ms. Shweta Gautam	2	Yes
5	Mr. S.K. Gupta	4	No
6	Mr. Raman Ohri	1	No

**e) Disclosure of Relationship of Directors Inter-se:**

Directors of the Company are not related to each other.

**f) Shareholding of Directors:**

The Shareholding of Directors (In individual capacity) as on 31 March 2025 is given below:

Sr. No.	Name of Director	No. of Shares Held	% to total Shares
1.	Mr. Atul Mittal	26,00,000	3.49%

The Independent Non-Executive Directors of the Company are not holding any shares/convertible instruments in the Company as on 31 March 2025.

**g) Familiarization Programme for Directors**

The company conduct familiarization programs for the Directors to enable them to familiarize with the Company. Web- link <https://www.samtexfashions.com/info/policiescodes-related-documents>.

**II) Independent Directors Meeting**

- a) As required under the Companies Act, 2013 and Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 a separate meeting of Independent Directors of the Company were held on 10.02.2025 during 2024-25.
- b) In terms of requirement of Schedule V of SEBI Listing Regulations, the Board has identified the following core skills/expertise/ competencies of the Directors in the context of the Company's business for effective functioning as given below:

Skills and its description	Atul Mittal	Mrs. Preeti Saxena	Mrs. Pankila Bhardwaj	Ms. Shweta Gautam
Administrative Expertise	YES	YES	YES	-
Industry Knowledge	YES	YES	-	YES



<b>Technology and Digitization perspective</b>	<b>YES</b>	-	-	<b>YES</b>
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**C) Detailed Reasons for resignation of an Independent Director:**

No Independent Directors has resigned during the year under review.

**3. AUDIT COMMITTEE**

**a) The Constitution of the Audit Committee as on 31.03.2025 is as follows:-**

1. Mrs. Pankila - Chairperson
2. Ms. Shweta Gautam - Member
3. Mr. Atul Mittal - Member
4. Mrs. Preeti Saxena - Member

The meetings were scheduled well in advance. In addition to the members of the audit committee, these meetings were attended by the head of the Statutory Auditors of the Company.

The terms of reference of Audit committee are extensive and include all that is mandated in Regulation 18 of SEBI (LODR) Regulations 2015 and Corresponding section 177 of the Companies Act, 2013.

The Company Secretary of the Company act as the Secretary to the Committee. The Minutes of the Audit Committee Meetings are noted by the Board of Directors at the subsequent Board Meetings.

**b) Meetings and Attendance:**

<b>S. No.</b>	<b>Date of Meeting</b>	<b>Strength</b>	<b>No. of Members Present</b>
1	29.05.2024	4	4
2	12.08.2024	4	3
3	31.08.2024	4	3
4	14.11.2024	4	4
5	10.02.2025	4	4



**The Attendance of the Members of the Committee is given below:-**

<b>Member</b>	<b>No. of Meetings attended</b>	<b>Category</b>
Mrs. Pankila (w.e.f. 31.08.2024)	2	Member & Chairperson
Ms. Shweta Gautam (w.e.f. 31.08.2024)	2	Member
Mr. Atul Mittal	5	Member
Mrs. Preeti Saxena	5	Member
Mr. S.K. Gupta (up to 28.09.2024)	3	Member & Chairperson
Mr. Raman Ohri (up to 28.09.2024)	1	Member

**Mr. S.K. Gupta** Chaired the Meeting of Audit Committee held on 29<sup>th</sup> May, 2025 for reviewing and approving the Final Financial Statement for the period ended 31st March, 2025.

**c) Terms of reference**

The Audit Committee has the powers as provided under section 177 of the Companies Act, 2013 as well as requirements under Listing Agreement/ Securities and Exchange Board of India (Listing Obligation & Disclosure Requirements) Regulations, 2015 pertaining to Audit Committee, which include amongst others:

- Overseeing of the Company's financial reporting process and the disclosures of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending the appointment and removal of auditor, fixation of audit fee and also approval for payment for any other services.
- Reviewing with management the annual financial statements and audit report before submission to the Board.
- Reviewing with management, performance of statutory and internal auditors and adequacy of internal control systems.



- Reviewing with management the quarterly Financial Statements before submission to Board of Directors for approval.
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority, reporting structure coverage and frequency of internal audit.
- Review and functioning of Whistle Blower/Vigil Mechanism.

The Committee reviews the Management Discussion and Analysis of the financial condition, results of operations and statements of significant Related Party Transactions, internal control and any other matter which may be a part of its terms of reference or referred to by the Board of Directors.

In the year under reference, the Audit committee comprised of four (4) Directors out of which three(3) of them are Non-Executive Independent Directors. All these Directors possessed good knowledge of Corporate Finance, Accounts and Company Law.

**d) Internal Audit**

Debananda Nayak, Company Secretary in Practice (C.P. No- 15188), have been appointed for the financial year 2024-25 as the Internal Auditor of the Company to review the Internal Control System of the Company, and to report thereon.

**4. NOMINATION AND REMUNERATION COMMITTEE:**

**a) The Constitution of the committee as on 31.03.2025 is as follows:**

1. Mrs. Pankila - Chairperson
2. Ms. Shweta Gautam - Member
3. Mrs. Preeti Saxena - Member

**b) Meetings and Attendance:**

S. No.	Date of Meeting	Strength	No. of Member Present
1	20.06.2024	3	2



2	23.08.2024	3	2
3	31.08.2024	3	2

**The Attendance of the Members of the Committee is given below:-**

<b>Member</b>	<b>No. of Meetings attended</b>	<b>Category</b>
Mrs. Pankila (w.e.f 31.08.2024)	NA	NA
Ms. Shweta Gautam (w.e.f 31.08.2024)	NA	NA
Mrs. Preeti Saxena	3	Member
Mr. S.K. Gupta (up to 28.09.2024)	3	Member & Chairperson
Mr. Raman Ohri (up to 28.09.2024)	0	Member

The Nomination and Remuneration committee presently comprises of Three (3) Directors, all are Non- Executive Independent Directors.

**c) Terms of reference**

The terms of reference are in line with the requirement of Code of Corporate Governance. The Nomination and Remuneration Committee has the powers as provided under section 178 of the Companies Act, 2013 as well as requirements under Regulation 19 of Securities and Exchange Board of India (Listing Obligation & Disclosure Requirements) Regulations, 2015 pertaining to Nomination & Remuneration Committee, which include amongst others:

- Formulate the criteria for determining qualifications, positive attributes and independence of a Director.
- Recommend to the Board a policy relating to the remuneration for the directors, Key managerial Personnel and Senior Management.
- Fixation of salary, perquisites etc. of all Executives Directors of the company at the time of their appointment/re-appointment.



- Deciding commission payable to executive directors.  
Identify persons who qualify to become Directors and who may be appointed in senior management in accordance with criteria laid down and recommend to the Board their appointment and removal.

**d) Performance evaluation criteria for independent directors.**

The Nomination and Remuneration Committee in its meeting held on 24.11.2023, has laid down the criteria for performance evaluation of Board of the Company, its Committees and the individual Board Members, including Independent Directors. The performance evaluation of Independent Directors was done by the entire Board of Directors excluding the Directors being evaluated.

## **5. DIRECTOR'S REMUNERATION**

**a) Managing Director/Executive Directors:**

The Company follows its remuneration policy in terms of paying remuneration to the Managing Director / Executive Directors and as recommended by the Remuneration Committee and the Board of Directors of the Company. It has also been approved by the Members of the company in their General Meeting.

Since the Company is under Financial Stress during the Financial Year, Chairperson and Managing Director decided not to receive any Salary during the Year.

**b) Non-Executive Directors:**

Non-Executive Directors have not been paid any remuneration.

## **6. STAKE HOLDERS RELATIONSHIP COMMITTEE**

- a) Stake Holders Relationship Committee meets regularly and during the year 3 meetings were held. To expedite the process of Share Transfers the powers are delegated to the Company Secretary and one executive Director, and the delegated authority attends to Share Transfer formalities once in a fortnight. In case of any difference of opinion or there being a dispute among the claimants the matter is forwarded to the Stake holders Relationship Committee for their Approval. The Committee comprises of Four (4)



Directors, one of whom is Executive Director. The Chairperson, Mrs. Pankila, is a Non-Executive Director.

**The Constitution of the committee as on 31.03.2025 is as follows:**

1. Mrs. Pankila - Chairperson
2. Ms. Shweta Gautam - Member
3. Mr. Atul Mittal - Member
4. Mrs. Preeti Saxena - Member

- There was no share Transfer/Demat cases, or Complaints pending for more than 30 days, as on 31st March, 2025.

- b) **Compliance Officer:** As on March 31, 2025, Ms. Rinki Rani, Company Secretary is the Compliance officer of the company.

**Address:** - Unit No. 137, DLF Prime Tower, F- Block, Okhla Phase –I, New Delhi-110020.  
Ph. No. 011- 49025972, Email ID: [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com)

- c) **Details of Shareholders Complaints during the FY 2024-25:-**

<b>Investors Compliant</b>	<b>SEBI</b>	<b>BSE</b>	<b>Investor</b>
Number of complaints pending at the beginning of year	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
Number of complaints Received	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
Number of complaints resolved	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
Number of complaints pending complaints at the end of year	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>

- d) **Senior Management**

List of Senior Management of the Company as on 31.03.2025:

<b>S. No.</b>	<b>Name</b>	<b>Designation</b>
1.	Mr. Atul Mittal	Chief Financial Officer
2.	Ms. Rinki Rani	Company Secretary & Compliance Officer

**e) Code of Conduct**

Code of Conduct as adopted by the Board of Directors, is applicable to all Directors, Senior Management and Employees of the Company. The Code of Conduct of the Company covers substantial development, disclosure of material information, integrity of financial reporting, continuous improvement of the internal control system and sound investor relations.

**Declaration as required under Regulation 26(3) and Schedule V of SEBI (LODR) Regulations, 2015**

All Directors and Senior Management of the Company have affirmed Compliance with the Samtex Code of Conduct for the financial year ended 31st March, 2025.

**Sd/-**  
**Atul Mittal**  
**Chairperson & Managing Director**  
**DIN: 00223366**

Place: New Delhi  
Date: 29.08.2025

**7. GENERAL BODY MEETING**

a) The details of last three Annual General Meetings are given as follows:-

<b>Annual General Meeting/Year</b>	<b>Day, Date &amp; Time of the AGM</b>	<b>Venue</b>
29 <sup>th</sup> AGM 2021-22	Friday, 30 <sup>th</sup> September, 2022, Through Video Conferencing or Other Audio Visual (VC/OAVM) at 01:00 P.M.	Through (VC/OAVM) and the deemed venue shall be the Registered Office of the Company i.e. Khasra No 62,D 1/3 Industrial



		Area, Rajarampur, Sikandrabad, Bulandshahr UP 203205
30 <sup>th</sup> AGM 2022-23	Saturday, 30 <sup>th</sup> September, 2023, Through Video Conferencing or Other Audio Visual (VC/OAVM) at 01:00 P.M.	Through (VC/OAVM) and the deemed venue shall be the Registered Office of the Company i.e. Khasra No 62,D 1/3 Industrial Area, Rajarampur, Sikandrabad, Bulandshahr UP 203205
31 <sup>st</sup> AGM 2023-24	Saturday, 28 <sup>th</sup> September, 2024, Through Video Conferencing or Other Audio Visual (VC/OAVM) at 01:00 P.M.	Through (VC/OAVM) and the deemed venue shall be the Registered Office of the Company i.e. Khasra No 62,D 1/3 Industrial Area, Rajarampur, Sikandrabad, Bulandshahr UP 203205

## b) Details of Special Resolutions:

1.	29 <sup>th</sup> AGM	<ol style="list-style-type: none"> <li>1. Regularization of Mrs. Preeti Saxena as an Independent Director (Non- Executive) of the Company, for term of 5 years.</li> <li>2. Re- appointment of Mr. Atul Mittal as Chairperson &amp; Managing Director of the Company for the period of 3 years.</li> </ol>
2.	30 <sup>th</sup> AGM	No Special Resolution was passed.
3.	31 <sup>st</sup> AGM	<ol style="list-style-type: none"> <li>1. Appointment of Mrs. Pankila (DIN: 10752243) as a Non-Executive, Independent Director of the Company.</li> <li>2. Appointment of Ms. Shweta Gautam (DIN: 10679234) as a Non-Executive, Independent Director of the Company.</li> </ol>



## c) Postal Ballot

During the year under review no resolution was passed through Postal Ballot. Currently there is no Special Resolution is proposed to be passed through Postal Ballot.

## d) Subsidiary Companies

The Company has two materially unlisted wholly owned subsidiary companies, namely M/s SSA International Limited and M/s Arlin Foods Limited (earlier name Sam Buildcon Limited). The requirements of Regulation 24 of SEBI (LODR) Regulations 2015 with regard to subsidiary companies have been complied with, to the extent applicable.

## 8. Means of Communications

- a) **Results:** Unaudited Standalone, as well as Consolidated Quarterly as well as Annual Audited Financial Results of the Company, are approved and taken on record by the Board of Directors of the Company within 45 days (for I, II, III quarter)/ 60 days (for IV quarter) from the end of the quarter. The Approved Results are communicated to Stock Exchanges where Company is listed and also published within 48 hours in Financial Express i.e. English Newspaper and Hari Bhoomi i.e. Hindi Newspaper.
- b) **Website:** The Company's website ([www.samtexfashions.com](http://www.samtexfashions.com)), provides comprehensive information on Company's profile its business lines, Management, Corporate Governance etc. An exclusive section is dedicated to Investors, where all information related to quarterly/yearly results, Annual Report; Quarterly Transfer Details to IEPF etc. are pasted from time to time. It provides all the information as prescribed under Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
- c) **Intimation to the Stock Exchanges:** All Price Sensitive information and material events are disclosed to the Stock Exchange(s), in accordance with its Materiality Policy on disclosure of material events. The objective of the Materiality Policy is to ensure timely and adequate disclosure of material events and price-sensitive information under Regulations 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 by the Company. All such disclosures are signed



by the Managing Director, or Compliance of information is also pasted on the website of the Company.

## 9. GENERAL SHAREHOLDER INFORMATION

### a) Registered office & Works:

#### **Samtex Fashions Ltd.**

Khasra No. 60, D1/3, Industrial Area,  
Rajarampur, Sikandrabad, Bulandshahr,  
UP- 203205

### b) Company's Corporate Office:

Unit No. 137, DLF Prime Tower,  
F- Block, Okhla Phase –I, New Delhi -110020  
Ph. No. 011-49025972  
Email ID: [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com)

### c) Registrars and Share Transfer Agents:

Beetal Financial & Computer Services (P) Ltd  
Registrars and Transfer Agents  
Beetal House, 3rd Floor  
99, Madangir, BH- Local Shopping Center  
New Delhi-110062  
Ph.: 011-29961281, 29961282 Fax: 011-29961284

### d) Investors Correspondence:

In case of any delay in attending to transfer of shares, non-receipt of Annual Report or any other related matter the following official of Samtex Fashions Ltd. may be contacted.

Mr. Atul Mittal, Chairperson & Managing Director.

Email: [samtex.compliance@gmail.com](mailto:samtex.compliance@gmail.com)

### e) Annual General Meeting for the financial Year ended 31st March, 2025.

32<sup>nd</sup> Annual General Meeting:-

Date: **29<sup>th</sup> September, 2025**

Time: 1:00 P.M

Means: Through Video Conferencing (VC) / other Audio Visual Means (OAVM)

Venue: Deemed to be Registered Office of the Company.



Book closure Details: 23th September 2025 to 29th September, 2025

f) **Dividend Payment Details:** - N.A

g) **Financial Calendar (2025-2026 Tentative)**

Last Quarter Results of FY 24-25: 29<sup>th</sup> May, 2025

First quarter results: August, 2024

Second quarter results: November, 2024

Third quarter results: February, 2025

Fourth quarter results: May, 2025

Annual results: May, 2025

AGM for the year ended 31.03.2025: September, 2025

h) **Listing and Stock code :** The company's Equity shares are listed on  
The BSE Limited (BSE),  
Phiroze Towers, Dalal Street Mumbai- 400023

i) **Stock Market Data : (Scrip Code- 521206)**

Year (Month)	2024-25 The Stock Exchange, Mumbai		
	Highest	Lowest	Closing
April- 2024	2.60	2.01	2.36
May – 2024	2.59	2.16	2.31
June -2024	3.06	2.17	2.64
July – 2024	3.16	2.45	2.72
August – 2024	4.24	2.46	3.33
September – 2024	3.59	2.56	2.81
October – 2024	3.32	2.52	3.04
November -2024	3.15	2.83	3.05
December -2024	3.94	2.80	2.89
January – 2025	3.05	2.32	2.91
February – 2025	3.30	2.37	2.52
March- 2025	2.90	2.26	2.40



j) **Share Price Performance In Comparison To Broad Based Indices**

MONTH	SAMTEX FASHIONS HIGH	BSE SENSEX HIGH
24-Apr	2.60	75,124.28
24-May	2.59	76,009.68
24-Jun	3.06	79,671.58
24-Jul	3.16	81,908.43
24-Aug	4.24	82,637.03
24-Sep	3.59	85,978.25
24-Oct	3.32	84,648.40
24-Nov	3.15	80,569.73
24-Dec	3.94	82,317.74
25-Jan	3.05	80,072.99
25-Feb	3.30	78,735.41
25-Mar	2.90	78,741.69

*Base 100 is taken for BSE Sensex*

MONTH	SAMTEX FASHIONS LOW	BSE SENSEX LOW
24-Apr	2.01	71,816.46
24-May	2.16	71,866.01
24-Jun	2.17	70,234.43
24-Jul	2.45	78,971.79
24-Aug	2.46	78,295.86
24-Sep	2.56	80,895.05
24-Oct	2.52	79,137.98
24-Nov	2.83	76,802.73
24-Dec	2.80	77,560.79
25-Jan	2.32	75,267.59
25-Feb	2.37	73,141.27
25-Mar	2.26	72,633.54

*Base 100 is taken for BSE Sensex*

k) **Listing Fees:**

The company has paid the annual listing fees to the Stock Exchange for the year 2024-25.



l) Shareholding Pattern of the Company as on 31<sup>st</sup> March, 2025:

Category of Shareholders	No of shares	Percentage
Promoter's Holding	3,65,87,692	49.11
Mutual Funds/UTI	53,000	0.07
Banks/Financial institution (Central /State Govt. Inst./Non Govt. inst.)	---	---
Corporate Bodies	86,80,164	11.65
NRI/OCBs	58,00,646	7.79
Others (Trust , HUF and Clearing Members)	6,50,224	0.87
Indian Public	2,27,28,274	30.51
<b>Total</b>	<b>7,45,00,000</b>	<b>100.00</b>

m) Distribution of Shareholding as at 31<sup>st</sup> March, 2025:

Share Holding of Nominal value of Rs. 2 each	No	% of Total Folio Nos.	Shares in Nos.	% of Total
Up to 5000	13726	92.232	5218193	7.0043
5001 – 10000	540	3.629	2102945	2.8227
10001 – 20000	288	1.935	2182783	2.9299
20001 – 30000	114	0.766	1423530	1.9108
30001 – 40000	53	0.356	959959	1.2885
40001 – 50000	36	0.242	835258	1.1212
50001 – 100000	48	0.323	1774612	2.3820
100001 and above	77	0.517	60002720	80.5406
<b>Total</b>	<b>14882</b>	<b>100.00</b>	<b>74500000</b>	<b>100.00</b>

The company has not issued any GDRS/ADRS/ Share Warrants or any convertible instruments during the year.



n) **Plant Location**

Khasra No. 60, D1/3, Industrial Area,  
Rajarampur, Sikandrabad, Bulandshahr,  
UP- 203205

o) **Share Transfer System:**

Share Transfers in physical form are registered and share certificates are returned to the respective transferees within a period ranging from fifteen days to one month, provided the documents lodged with the Registrar/Company are clear and complete in all respects.

p) **Dematerialization of Shares:**

Trading in Samtex Fashions Ltd. Share is permitted in Dematerialized Form w.e.f 8th October, 2001 as per notifications issued by the SEBI. The company has entered in to Agreement with Depositories NSDL and CDSL, where the investors have the options to De-Materialize/Re-Materialize their shares with either of the Depositories.

**The Company's ISIN number is INE931D01020.**

**Shares Dematerialized Record:**

As on the date of closure of Financial Year 7,10,29,190 Equity Shares comprising 95.342% of the total shares were held in Dematerialized Form.

## 10. OTHER DISCLOSURES

a) **Related Party Transactions as required :**

Related Party Transactions: Pursuant to the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2015, omnibus approvals for transactions with Related Parties were obtained from the Audit Committee, and the Board, during the financial year 2024-25, However there was no material Related Party Transaction during the year ended March 31, 2025.



**b) Disclosures on materially significant Related Party Transactions that may have potential conflict with the interest of the Company at large:**

The disclosures with regard to transactions with Related Parties are given in the Notes to Accounts of the Audited Financial statements for the financial year ended with March 31, 2025. These transactions are not in the Company's interest. There was no material Related Party Transaction during the year ended March 31, 2025.

**c) Penalties Imposed :**

During the year under consideration, no penalties were imposed on the Company.

**d) DISCLOSURE OF ACCOUNTING TREATMENT IN PREPARATION OF FINANCIAL STATEMENTS**

The Company has complied with the Indian Accounting Standards (Ind AS) as laid down by the Institute of Chartered Accountants of India (ICAI) and notified by the Ministry of Corporate Affairs in preparation of its Financial Statements. The Basis of preparation, measurement and significant accounting policies are disclosed in the Notes to the Financial Statements.

**e) Description and Web link of Various Policy**

The details of various other policies applicable to the Company are available in the Finance Section under the financial Reports on the Company's website i.e. [www.samtexfashions.com](http://www.samtexfashions.com).

<b>Name of the Policy</b>	<b>Brief description</b>	<b>Web link</b>
Vigil Mechanism Policy	The Vigil (Whistle Blower) Mechanism aims to provide a channel to the Directors and employees to report genuine concerns about unethical behavior, actual or suspected fraud or violation of the Codes of Conduct or policy. No personnel has been denied access to the Audit Committee.	<a href="https://www.samtexfashions.com/info/policiescodes-related-documents">https://www.samtexfashions.com/info/policiescodes-related-documents</a>



Board Diversity	To ensure a transparent Board nomination process with the diversity of thoughts, experience, knowledge, perspective and gender in the Board	<a href="https://www.samtextfashions.com/info/policiescodes-related-documents">https://www.samtextfashions.com/info/policiescodes-related-documents</a>
Policy on Preservation of Documents	This policy deals with the retention and archival of corporate records of the Company	<a href="https://www.samtextfashions.com/info/policiescodes-related-documents">https://www.samtextfashions.com/info/policiescodes-related-documents</a>
Policy-Dealing with Related Parties	This policy regulates all the transactions between the Company and its related parties	<a href="https://www.samtextfashions.com/info/policiescodes-related-documents">https://www.samtextfashions.com/info/policiescodes-related-documents</a>
Policy on Material Subsidiary	This policy deals with determination of Material Subsidiaries of Samtex Fashions Limited in terms of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (SEBI LODR)	<a href="https://www.samtextfashions.com/info/policiescodes-related-documents">https://www.samtextfashions.com/info/policiescodes-related-documents</a>
Materiality of Events	The objective of the policy is to determine materiality of events or information of the Company and to ensure that such information is adequately disseminated in pursuance with the Regulations and to provide an overall governance framework for such determination of materiality.	<a href="https://www.samtextfashions.com/info/policiescodes-related-documents">https://www.samtextfashions.com/info/policiescodes-related-documents</a>
Risk Management Policy	The objective of Risk Management Policy at Samtex Fashions Limited is to create and protect shareholder value by minimizing threats or losses, and identifying and maximizing opportunities.	<a href="https://www.samtextfashions.com/info/policiescodes-related-documents">https://www.samtextfashions.com/info/policiescodes-related-documents</a>
Archival Policy	The objective of the this policy is to cover all events or Information which has to be disclosed to Stock Exchange(s)	<a href="https://www.samtextfashions.com/info/policiescodes-related-documents">https://www.samtextfashions.com/info/policiescodes-related-documents</a>



f) **Mandatory Requirements-**

The Company is compliant with the mandatory requirements, as per Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 formulated by the Securities and Exchange Board of India. Further, the Company is not required to make disclosure under Part II of Schedule V of the Companies Act, 2013 as the Company is not paying any remuneration to any of its director.

e) **Non- mandatory Requirements – NONE**

**11. CERTIFICATE PURSUANT TO THE REGULATION 34 AND SCHEDULE V (C)(10)(I) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) READ WITH SECTION 164 OF COMPANIES ACT, 2013 REGARDING QUALIFICATION/DISQUALIFICATION TO ACT AS DIRECTOR**

The Company has received the certificate from CS Ankit Tiwari, Proprietor M/s Ankit Tiwari & Co., Practicing Company Secretaries, Membership Number A65026, CP Number 24431, that none of the Directors on the Board of the company has been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such Statutory Authority. The same is attached to this report as **Annexure A**.

**12. AUDITORS REMUNERATION**

**The Company has appointed M/s Kapil Kumar & Co. Chartered Accountants (Firm Registration No. 006241N) as the Statutory Auditors**

The particulars of payment to Statutory Auditors by the Company during the financial year 2024-25 are as below:

<b>Particulars</b>	<b>Amount Rs. in lakhs</b>
Statutory Audit Fee	1.00



## **13. CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING AND CODE OF PRACTICE AND PROCEDURE FOR FAIR DISCLOSURE OF UNPUBLISHED PRICE SENSITIVE INFORMATION**

Pursuant to the Regulation 9 of SEBI (Prohibition of Insider Trading) Regulations, 2015, read with SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018 and SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2019, company is having the Code of Conduct to Regulate, Monitor and Report Trading by Insiders. The Company has also adopted a Code of Practices and Procedure for Fair Disclosure of Unpublished Price Sensitive Information in adherence to the principles set out in Schedule A to the said Regulations.

## **14. DECLARATION BY INDEPENDENT DIRECTORS**

All Independent Directors of the Company have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI Listing Regulations.

In the opinion of the Board, the Independent Directors, fulfill the conditions of independence specified in Section 149(6) of Companies Act, 2013 and Regulation 16(1)(b) of the SEBI Listing Regulations and are independent of the Management.

## **15. RECONCILIATION OF SHARE CAPITAL AUDIT**

Mr. Ankit Tiwari, Membership Number- A65026, CP Number- 24431 Company Secretary in Practice carries out the Reconciliation of share Capital Audit for the all 4 quarters of the Financial Year 2024-2025 as mandated by SEBI and reports on the Reconciliation of Total Issued and Listed Capital with that of total share capital admitted/ held in Dematerialized form with NSDL and CDSL and those held in physical form. This audit is carried out on quarterly basis and the report thereof as required pursuant to Circular No. D&CC/FITTC/CIR-16/2002 31 December 2002, issued by the SEBI and Regulation 76 of SEBI (Depositories and Participants) Regulations, 2018 (as amended) is submitted to the Stock Exchanges on quarterly basis and is also placed before the Stakeholders Relationship Committee Members and Board of Directors of the Company for noting, comments and advise.

## **16. MANAGEMENT DISCUSSION AND ANALYSIS**



A detailed section on 'Management Discussion and Analysis' forms part of this report.

## 17. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

Not applicable during the year.

## 18. PRACTICING COMPANY SECRETARY CERTIFICATE ON CORPORATE GOVERNANCE

As stipulated in Regulation 17 to 27 clauses (b) to (i) and (t) of sub regulation (2) of regulation 46 and paragraph C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 ("Listing Regulations"), the Company has obtained Certificate on Corporate Governance from CS Ankit Tiwari, Proprietor M/s Ankit Tiwari & Co, Membership No. A65026 & COP: 24431, Company Secretary in Practice. The same is attached to this report as **Annexure B**.

## 19. CEO/CFO CERTIFICATION

Mr. Atul Mittal, CFO of the company have given an annual certification on financial reporting and the internal controls to the Board in terms of provisions of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 at its meeting held on 29.05.2025.

## 20. DETAILS OF DEMAT/ UNCLAIMED SUSPENSE ACCOUNT

The Company does not have any shares in the demat suspense account or unclaimed suspense account.

## 21. DETAILS OF MATERIAL SUBSIDIARIES

The Company has two material wholly-owned subsidiary Company viz. Arlin Foods Limited (Arlin) and SSA International Limited (SSA). Arlin has its registered office in the state of Delhi and it was incorporated on February 5, 2008 and Kapil Kumar & Co., Chartered Accountants, [Firm Registration No. 006241N] were appointed as Statutory Auditor of Arlin w.e.f. September 29, 2022. SSA has its registered office in the state of Delhi and it was incorporated on May 3, 1995 and Kapil Kumar & Co., Chartered Accountants, [Firm Registration No. 006241N] were appointed as Statutory Auditor of Arlin w.e.f. September 30, 2022. Both the Companies are managed by the Board of



Directors, which is entrusted with the responsibility to manage the affairs in the best interest of stakeholders.

The Company has formulated the “Policy for determining Material Subsidiary(ies)” in compliance of SEBI Listing Regulations, which is available on the Company’s website viz <https://www.samtexfashions.com/info/policiescodes-related-documents>.

## 22. **DISCLOSURE ON LOANS OR ADVANCES**

During the Year, there have been no loans or advances extended by the Company or its subsidiaries, which bear resemblance to loans, to any firms or companies where the Directors of the Company hold an interest.

However, On 1.08.2018, SSA International Limited, wholly owned subsidiary of the company, received a demand notice from State Bank of India, Stressed Assets Management Branch-I. Demand Notice stated that SBI, the Lead bank has initiated action under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 and in exercise of powers conferred under section 13(2) read Rule 3 of Security Interest (Enforcement) Rules, 2002 called upon the borrower /guarantors/ Mortgagors to repay the debt amounting to Rs. 632,05,29,655/- with in sixty days from the receipt of the notice. If SSA International Limited fails to pay the said amount in the stipulated time, the bank will take the possession of the property mortgaged as mention in the said Notice.

The said action of SBI, the lead bank initiated under SARFASSI Act 2002 to repay the debt has been challenged by SSA International Ltd, in the concerned court, and matter is still under dispute. And the Counter Claims have been filed to the claims filed by the lead bank and other member banks.

Further notices from SBI Lead bank and other Member banks for possession of properties and declaring promoters as willful defaulters were received. The Management of SSA is approaching the banks for One Time Settlement and the same is pending for negotiations.

Furthermore, IDBI Bank has taken the possession of the property of SSA International Limited situated at Village Patti Kalyana Tehsil Samalkha District Panipat, on 12.03.2021.



The Company ("Samtex Fashions Limited") had given corporate guarantee in respect of this loan to SSA international Limited. Further the Company did not receive any other order passed by any Court or Tribunal or Regulator.

**23. DISCLOSURE OF CERTAIN TYPES OF AGREEMENTS BINDING LISTED ENTITIES.**

With reference to clause 5A of paragraph A of Part A of Schedule III of SEBI LODR, the Company has not entered into any such agreements.

**24. During the year under review, the Board has accepted the recommendations made by the various Board Committees constituted.**

**25. Details of utilization of funds raised through preferential allotment or qualified Institutions placement as specified under Regulation 32(7A):**

These provisions are not applicable to the Company.

**For and on behalf of the Board of Directors  
For SAMTEX FASHIONS LIMITED**

**Date: 29.08.2025**

**Place: New Delhi**

**Sd/-  
Atul Mittal  
Chairperson & Managing Director  
DIN: 00223366**

**Annexure-A****CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the Securities and Exchanges Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

**The Members**

**SAMTEX FASHIONS LIMITED**

**CIN: L17112UP1993PLC022479**

Khasra No 62 D 1/3 Industrial Area Rajarampur Sikandrabad,  
Bulandshahr, U.P.- 203205.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **SAMTEX FASHIONS LIMITED** (hereinafter referred to as '**the Company**'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal ([www.mca.gov.in](http://www.mca.gov.in)) and explanations furnished to me / us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2025 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

<b>Sr. No.</b>	<b>Name of Director</b>	<b>DIN</b>	<b>*Date of Appointment</b>
1.	Mr. Atul Mittal	00223366	01.09.2016
2.	Mr. Shweta Gautam	10679234	31.08.2024
3.	Mrs. Pankila	10752243	31.08.2024
4.	Mrs. Preeti Saxena	07597269	30.08.2022

\* The date of appointment as per the Master data of the Company on MCA portal.

Ensuring the eligibility for the appointment / continuity of every Director on the Board, is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For ANKIT TIWARI & CO.**  
**Company Secretaries**

**Date : 29.08.2025**

**Place : New Delhi**

**UDIN No.: A065026G001105604**

**CS ANKIT TIWARI**  
**Proprietor**

**ACS, MBA, B. Com.**

**ACS No.: 65026**

**C. P. No.: 24431**

**Peer Review No.: 5686/2024**

**PRACTICING COMPANY SECRETARIES' CERTIFICATE ON  
CORPORATE GOVERNANCE**

(Pursuant to Paragraph E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To

**The Members**

**SAMTEX FASHIONS LIMITED**

**CIN-L17112UP1993PLC022479**

**Khasra No 62 D 1/3 Industrial Area**

**Rajarampur Sikandrabad,**

**Bulandshahr, U.P.- 203205.**

We have examined the compliance of the conditions of Corporate Governance by Samtex Fashions Limited – ('the Company ') for the year ended on 31 March 2025, as stipulated under Regulations 17 to 27, clauses (b) to (i) and (t) of sub regulation (2) of Regulation 46 and paragraph C and D of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

The compliance of the conditions of Corporate Governance is the responsibility of the Management of the Company. Our examination was limited to the review of procedures and implementation thereof, as adopted by the Company for ensuring compliance with conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended on 31 March 2025.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

**For ANKIT TIWARI & CO.  
Company Secretaries**

**Date : 29.08.2025**

**Place : New Delhi**

**UDIN No.: A065026G001105494**

**CS ANKIT TIWARI  
Proprietor**

**ACS, MBA, B. Com.**

**ACS No.: 65026**

**C. P. No.: 24431**

**Peer Review No.: 5686/2024**



**MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION**  
**(Under Regulation 17(8) of SEBI (Listing Obligation & Disclosure**  
**Requirement) Regulations, 2015**

**To,**  
**The Board of Directors,**  
**Samtex Fashions Limited.**

I, the undersigned, in my respective capacities as Managing Director and Chief Financial Officer of Samtex Fashions Limited, to the best of my knowledge and belief, certify that:

1. I have reviewed financial statements and the cash flow statement for the year ended on 31st March, 2025 on standalone basis and that to the best of my knowledge and belief:
  - a. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - b. these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accountings standards, applicable laws and regulations.
2. There are, to the best of my knowledge and belief, no transactions entered into by the listed entity during the year, which are fraudulent, illegal or violative of the Company's code of conduct.
3. I am responsible for establishing and maintaining internal controls for financial reporting and I have evaluated the effectiveness of internal control system of the Company pertaining to financial reporting and I have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps taken or propose to take to rectify these deficiencies.
4. I have disclosed to the Auditors and the Audit committee
  - (a) Significant changes, if any, in internal control over financial reporting during the Year;
  - (b) Significant changes, if any, in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - (c) Instances of significant fraud of which we are aware and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

**Date: 29.08.2025**

**Place: New Delhi**

**Sd/-**  
**Atul Mittal**  
**Chairman & Managing Director & CFO**  
**DIN: 00223366**



## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF

SAMTEX FASHIONS LIMITED

### Report on Audit of the Financial Statements

#### Qualified Opinion

We have audited the accompanying standalone financial statements of SAMTEX FASHIONS LIMITED, which comprise the Balance Sheet as at 31st March 2025, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Cash Flow Statement 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 (subject to the matters of Basis of Qualified Opinion and emphasis mentioned below) in conformity with the Ind AS and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2025, and its profit/loss, total comprehensive income/ loss, its cash flows and the changes in equity for the year ended on that date.

#### Basis for Qualified Opinion

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

- i. Originally the plant of the company was setup at NSEZ, Noida which was later on shifted outside NSEZ during the FY 2017-18 and in March 2019 the company further changed its business premises from time to time and since then no manufacturing activity has been carried on. The Company is required to determine impairment in respect of fixed assets, However the Company has not done impairment testing. In the absence of any working for impairment of the fixed assets as per Ind AS 36, the impact of impairment, if any on the financial statements is not ascertainable. The depreciation has not been charged on its property, plant and equipment during the year ending 31<sup>st</sup> March, 2025.
- ii. Balance of debtors are outstanding from long period and are subject to confirmation and consequential effect if any on the financial statements remains uncertain. The trade receivables of



the company could not be verified as the confirmation of balances have not been provided and made available to us. Trade receivables amounting to Rs 587.34 lacs which are long overdue and not provided for. Allowance for expected credit loss have not been recognized on these financial assets. The company has neither carried out impairment exercises of Trade Receivables nor provided for the same and recognized the same as non-current assets since long outstanding. In the absence of recovery and confirmation from the party, we are unable to comment on the recoverability and consequential impact of reconciliation and adjustment arising there from in the results, if any, is not ascertainable.

- iii. The company has not followed the treatment for recognition and remeasurement of employee benefit costs as detailed in the Ind AS 19.

### **Material Uncertainty Related to Going Concern**

The company has accumulated losses and net worth of the company is continuously eroding. The company has incurred a net loss during the current and previous year(s) and the current liabilities exceeds its current assets. Moreover, no business activity has been undertaken throughout the year. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. However, the financial statements of the company have been prepared on a going concern basis.

These conditions indicate the existence of a material uncertainty that may cast significant doubt on the group's ability to continue as going concern and therefore the group may be unable to realize its assets and discharge its liabilities in the normal course of business. As a result of ongoing matters, we are unable to determine as to whether any adjustment that would have been necessary and required to be made in respect of trade receivable, trade payables, borrowings, current liabilities, loans and advances and contingent liabilities as at 31st March, 2025 and in respect of the corresponding possible impact of such items and associated elements on the statement for the year ended on that date, should the group be unable to continue as a going concern. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying consolidated financial statements. However, the financial statements of the group have been prepared on a going concern basis.

### **Emphasis of Matter**

- i. The company had already given a corporate guarantee for an amount of Rs 807.46 crores against secured loans taken by its wholly owned subsidiary, namely M/s SSA International Limited, which has been classified as nonperforming assets by the banks. The company has also received the notice u/s 13(2) of the SARFAESI Act 2002 from consortium of banks for revocation of its corporate guarantee. The company has also received a notice from IDBI Bank Ltd as to why the company along with its subsidiary SSA International Ltd (Main Borrower) and others should not be declared as wilful defaulters. The consortium bankers have filed a petition against the holding company and its subsidiary M/s SSA International Limited regarding recovery of the outstanding dues, before the Debt Restructuring Tribunal-II, Delhi, and the company has received an intimation vide O.A 530/18 dated 24/05/2018. Further, IDBI Bank has declared the main borrower (M/s SSA International Ltd), its directors and Guarantors (including M/s Samtex Fashions Ltd) as willful defaulters in terms with RBI Guidelines. The updated details of proceedings against the company and its subsidiary M/s SSA



International Ltd has not been made available, in absence of such details we are unable to comment on the possible impact, it any, arising out of the said matters.

- ii. We have not been provided with sufficient, appropriate audit evidence relating to physical verification of fixed assets and inventory. Pending completion of such verification, we are unable to comment on the possible impact, it any, arising out of the said matters.
- iii. The company had given loans and advances as on 31.03.2025 which are outstanding from long time. In the absence of recovery and confirmation from the party, we are unable to comment on the recoverability and consequential impact of reconciliation and adjustment arising there from in the results, if any, is not ascertainable. Moreover, we have not been provided with justification giving said advance and sufficient, appropriate audit evidence relating to verification of the same. Pending completion of such verification/ reconciliation, we are unable to comment on the possible impact, it any, arising out of the said matters.
- iv. As of 31<sup>st</sup> March 2025, inventories amounting to Rs 25.32 lacs and as no business activity has been taken out during the year, the inventories have not been used for a long period of time, the company may provide for if any inventory item is damaged or has become obsolete or if the selling price has declined.
- v. The Company has outstanding balance of amounting Rs. 132.28 Lacs of deferred tax assets upto March 31, 2025, in absence of probable certainty and convincing evidence for taxable income in future, we are unable to ascertain the extent to which these deferred tax assets can be utilized.
- vi. Balances of input tax credit under goods and service tax are not in confirmation with balances as appearing in the online portal.
- vii. The Identification and classification of trade payable dues to MSME and trade payable dues other than MSME of Micro, Small and Medium enterprises is based on the management's knowledge of their status.
- viii. Balance of trade payables are outstanding from long period and are subject to confirmation and consequential effect if any on the financial statements remains uncertain. The trade payables of the company could not be verified as the confirmation of balances have not been provided and made available to us.
- ix. Confirmation of balances of security deposits, balances with government authorities, bank balances, Bank FDRs have not been provided to us, we are unable to comment on the possible impact, it any, arising out of the said matters.
- x. As informed to us the bank accounts of the company were put on debit freeze by EPF department and we have not been provided with detailed explanation regarding the litigation with the EPF department. Moreover, several litigations are ongoing with the Income Tax Department against which the company has also deposited Rs 118.67 lacs for different financial years under protest, however we have not been provided with details and current status of the said litigations. We are unable to comment on possible impact, if any arising out of the said matter.

Our report is not modified in respect of the above matter stated

## **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our



audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

## **Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

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

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

## **Responsibilities of Management and those charged with governance for the financial statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with relevant rule there under and other accounting principles generally accepted in India in compliance with Regulation 33 of the Listing Regulations.. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls- that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management 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.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.



## Auditor's Responsibilities for the Audit of financial statement

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 scepticism 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. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to Financial Statements 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.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. 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.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Results.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.



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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

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

1. As required by the Companies (Auditor's Report) Order, 2020 (the 'Order') issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of the branch auditors and other auditors on the separate financial statements/ financial information of the branches and joint operations, referred to in the Other Matters paragraph above we report, to the extent applicable 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 of the aforesaid standalone Ind AS financial statements.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid standalone Ind AS financial statements have been kept so far as it appears from our examination of those books.
  - c) The standalone Balance Sheet, the standalone Statement of Profit and Loss, the standalone Statement of Changes in Equity and the standalone Statement of Cash Flow dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the standalone Ind AS financial statements.
  - d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors of the Company, as on 31 March 2025 and taken on record by the Board of Directors of respective companies, none of the directors of the Group companies incorporated in India is disqualified from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses a qualified / adverse opinion on the operating effectiveness of the Company's internal financial controls over financial reporting.



- i. 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- ii. The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS financial statements refer note no. 22(a).
- iii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iv. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- v. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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;
- vi. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("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
- vii. Based on our examination which included test checks, management does not provide us sufficient audit evidences which give us assurance that the company has enabled audit trail feature in its accounting software, hence we are unable to comment on audit trail feature of the said software.

**FOR KAPIL KUMAR & CO  
CHARTERED ACCOUNTANTS  
FIRM REGISTRATION NO: 006241N**

**MOHIT KAKKAR  
(PARTNER)  
MEMBERSHIP NUMBER: 538844  
New Delhi  
28<sup>th</sup> May, 2025  
UDIN: 25538844BMIWOO8380**



## Annexure A to the Independent Auditors' Report

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

- (i) a) A) The Company has not updated its records showing full particulars, including quantitative details and, situation of fixed assets.  
 B) According to the information and explanations given to us, the Company does not have any intangible assets hence clause 3(i)(a)(B) not applicable to the Company.
- b) As explained to us, the company's fixed assets have not been physically verified by the management during the year. However, we are unable to comment on any difference in physical verification and books as we have not been provided with sufficient appropriate audit evidence relating to physical verification of fixed assets and fixed assets register was not produced before us for verification.
- c) According to the information and explanations given to us, the title deeds of immovable properties are held in the name of the Company.
- d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment (including Right of Use assets) and its intangible assets. Accordingly, the requirements under paragraph 3(i)(d) of the Order are not applicable to the Company.
- e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder. Accordingly, the provisions stated in paragraph 3(i) (e) of the Order are not applicable to the Company.
- (ii) a) According to the information and explanations given to us the inventory has been physically verified during the year by the management, but stock records were not produced before us for verification and we have relied upon the information provided to us by the management. Due to lack of adequate information, we are unable to comment upon their coverage and procedure adopted by the management. According to the information and explanations given to us, no discrepancies in aggregate of 10% or more in each class of inventory were noticed.  
 b) According to the information and explanations given to us the Company has not been sanctioned any working capital limits in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- (iii) According to the information and explanations given to us the Company has not granted any fresh loans to parties covered in the register maintained under section 189 of the Companies Act, 2013 during the year. However the company has advanced loan to wholly owned subsidiary M/s Arlin Foods Ltd during the earlier years and the outstanding balance of the said loan as on 31.03.2025 is Rs 16.23 lacs. The said loan is unsecured and free of interest and schedule of repayment of the principal has not been stipulated.
- (A) The details of such loans or advances and guarantees or security to subsidiaries, Joint Ventures and Associates are as follows:

Particulars	Guarantees	Loans/Advances	Investment
Aggregate amount granted/provided during the year	-	-	-

# SAMTEX FASHIONS LIMITED



<ul style="list-style-type: none"> <li>- Subsidiaries</li> <li>- Joint Ventures</li> <li>- Associates</li> <li>- Others</li> </ul>	-	-	-
<p><b>Balance Outstanding as at balance sheet date in respect of above cases</b></p> <ul style="list-style-type: none"> <li>- Subsidiaries</li> <li>- Joint Ventures</li> <li>- Associates</li> </ul>	<p>The company had already given a corporate guarantee for an amount of Rs 807.46 crores against secured loans taken by its wholly owned subsidiary, namely M/s SSA International Limited, which has been classified as nonperforming assets by the banks. The company has also received the notice u/s 13(2) of the SARFAESI Act 2002 from consortium of banks for revocation of its corporate guarantee. The consortium bankers have filed a petition against the company and its subsidiary M/s SSA International Limited regarding recovery of the outstanding dues, before the Debt Restructuring Tribunal-II, Delhi, and the company has received an intimation vide O.A 530/18 dated 24/05/2018.</p>	<p>The company had already advanced loan to wholly owned subsidiary M/s Arlin Foods Ltd and the outstanding balance of the said loan as on 31.03.2025 is Rs 16.23 lacs. The said loan is unsecured and free of interest and schedule of repayment of the principal has not been stipulated.</p>	<p>Company had already made an investment amounting to Rs 1.5 Cr in wholly owned subsidiary in M/S Arlin Foods Limited in earlier years and has also investment amounting Rs 37.20 Crore in wholly owned subsidiary M/S SSA International in earlier years. The said investment done in SSA international has been fully impaired during earlier years.</p>
<ul style="list-style-type: none"> <li>- Others</li> </ul>		<p>The company had already given advances in earlier years to other parties balance standing amounting Rs 32.74 lacs as on 31.03.2025.</p>	



(B) According to the information explanation provided to us, the Company has granted loans/advances in the nature of loans repayable on demand or without specifying any terms or period of repayment. The details of the same are as follows:

	All Parties/Others	Promoters	Related Parties
Aggregate amount of loans/ advances in nature of loans - Repayable on demand (A)	-	-	-
- Agreement does not specify any terms or period of repayment (B)	Rs 22.00 lacs	-	Rs 16.23 lacs
Total (A+B)	Rs 22.00 lacs	-	Rs 16.23 lacs
Percentage of loans/ advances in nature of loans to the total loans	57.54%	-	42.45%

- (iv) According to the information and explanations given to us, the company has complied with the provisions of section 185 & 186 of the act in respect of investments, guarantees & securities provided by it during the year, however we have not been provided with necessary documents to verify the compliance of said provisions.
- (v) In our opinion & according to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of provisions of Sections 73 to 76 of the Act or any other relevant provisions of the Act & the rules framed thereunder.
- (vi) According to the information and explanations given to us, Maintenance of Cost records as prescribed by the Central Government under Section 148(1)(d) of the Companies Act 2013 is not applicable to the company for the year.
- (vii) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, goods and service tax ,cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.
- According to the information and explanations given to us, undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, goods and service tax, cess and other material statutory dues were not in arrears for a period of more than six



months from the date they became payable.

b) According to information and explanation given to us, the disputed statutory dues i.e Income Tax aggregating to Rs 166.29 lakhs that have not been provided for in the books of accounts on account of matters pending before concerned appellate authorities. The company had paid a sum amounting to Rs118.68 lakhs as duty under protest against these demands. No further details / explanations have been provided to us on these matters.

As per the data available online Income Tax account of the company, there are certain liabilities to the tune of Rs. 6.21 lacs related to TDS defaults related to earlier years have been uploaded on TRACES website. The said demands being disputed, the company is in process of filing necessary rectifications u/s 154 of the income tax act with the income tax department.

The company has received order under section 8 of the employee's provident fund and miscellaneous provisions act dated 03/03/2020 and as per the said order the company has defaulted in payment of provident fund dues/damages, etc. under the said act amounting to the tune of Rs 7.07 Lacs. No further details / explanations have been provided to us on these matters. As informed to us the bank accounts of the company were put on debit freeze by EPF department and we have not been provided with detailed explanation regarding the litigation with the EPF department.

(viii) According to the information and explanations given to us, there are no transactions which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Tax Assessment of the Company. Also, there are no previously unrecorded income which has been now recorded in the books of account. Hence, the provision stated in paragraph 3(viii) of the Order is not applicable to the Company.

(ix) a) Based on our audit procedures and according to the information and the explanations given to us, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions, banks, Government or to debenture holders.

b) According to the information and explanation given to us the company had already given a corporate guarantee for an amount of Rs 807.46 crores against secured loans taken by its wholly owned subsidiary, namely M/s SSA International Limited, which has been classified as nonperforming assets by the banks. The company has also received the notice u/s 13(2) of the SARFAESI Act 2002 from consortium of banks for revocation of its corporate guarantee. The consortium bankers have filed a petition against the holding company and its subsidiary M/s SSA International Limited regarding recovery of the outstanding dues, before the Debt Restructuring Tribunal-II, Delhi. IDBI Bank has declared the main borrower (M/s SSA International Ltd), its directors and Guarantors (including M/s Samtex Fashions Ltd) as willful defaulters in terms with RBI Guidelines.

c) Based upon the audit procedures performed and according to the information and the explanations given to us by the management, no the term loans were taken during the year. Accordingly, the provision stated in paragraph 3(ix)(c) of the Order is not applicable to the Company



- d) In our opinion and according to the information and explanation given to us, no funds raised on short term basis by the Company hence the provision stated in paragraph 3(ix)(d) of the Order is not applicable to the Company.
- e) According to the information and explanation given to us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates, or joint ventures.
- f) According to the information and explanation given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures, or associate companies.
- (x) (a) According to the information and explanation given to us the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year and hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) a) According to the information and explanations given to us, no material fraud on the company by its officers or employees has been noticed or reported during the year. However, IDBI Bank has declared the main borrower (M/s SSA International Ltd), its directors and Guarantors (including M/s Samtex Fashions Ltd) as willful defaulters in terms with RBI Guidelines.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- c) In our opinion and according to the information and explanations given to us ,no whistleblowers complaints were received during the year by the company and hence not considered
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, the provisions stated in paragraph 3(xii) (a) to (c) of the Order are not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us and on the basis of examination of books and records of the company carried out by us, all the transactions with the related parties are in compliance with provisions of section 177 and 188 of the act, where applicable. The details there on has been disclosed in the financial statements as required under the applicable Accounting Standards.
- (xiv) a) According to the information and explanations given to us the company does not have an adequate internal audit system as the company is not in operations since past many years.
- b) We were unable to obtain the internal audit reports of the company, hence the internal audit reports have not been considered by us.
- (xv) According to the information and explanations given to us and based on our examination of the records



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

- (xvi) (a) In our opinion and according to the information and explanations given to us the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. 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.
- (xvii) The Company has incurred cash losses amounting Rs. 29.57 lacs during the financial year covered by our audit and Rs. 25.51 lacs during immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Hence, the provisions stated in paragraph clause 3 (xviii) of the Order are not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, there exist material uncertainty as on the date of the audit report 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.
- (xx) (a) According to the information and explanations given to us, the provisions of section 135 of the Act are not applicable to the Company. Hence, the provisions of paragraph (xx)(a) to (b) of the Order are not applicable to the Company.

**FOR KAPIL KUMAR & CO**  
**CHARTERED ACCOUNTANTS**  
**FIRM REGISTRATION NO: 006241N**

**MOHIT KAKKAR**  
**(PARTNER)**  
**MEMBERSHIP NUMBER: 538844**  
**28<sup>th</sup> May, 2025**  
**New Delhi**  
**UDIN: 25538844BMIWOO8380**



## **Annexure - B to the Auditors' Report**

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

We have audited the internal financial controls over financial reporting of Samtex Fashions Limited ("the Company") as of 31 March 2025 in conjunction with our 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

#### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial



statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (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 Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion and according to information and explanations given to us, the company does not have an adequate internal financial control system commensurate with the size of company and nature of its business.

**FOR KAPIL KUMAR & CO  
CHARTERED ACCOUNTANTS  
FIRM REGISTRATION NO: 006241N**

**MOHIT KAKKAR  
(PARTNER)  
MEMBERSHIP NUMBER: 538844  
28<sup>th</sup> May, 2025  
New Delhi  
UDIN: 25538844BMIWOO8380**

Particulars		Note No.	As at March 31, 2025	As at March 31, 2024
<b>A</b>	<b>ASSETS</b>			
1	<b>Non-current assets</b>			
	(a) Property, plant and equipment	1	266.69	266.69
	(b) Capital work-in-progress			
	(c) Intangible assets			
	(d) Financial assets			
	(i) Investments	2	150.01	150.01
	(ii) Trade Receivables	2	587.34	607.09
	(iii) Other financial assets	2	7.42	7.42
	(e) Deferred tax assets (net)		132.28	132.28
	(f) Other non-current assets	3	118.68	118.68
	<b>Total Non - Current Assets</b>		<b>1,262.41</b>	<b>1,282.16</b>
2	<b>Current assets</b>			
	(a) Inventories	4	25.32	25.32
	(b) Financial assets			
	(i) Trade receivables	5	-	-
	(ii) Cash and cash equivalents	6	1.13	1.43
	(iii) Bank balances other than (ii) above	6	12.07	11.78
	(iv) Other financial assets	2	0.60	0.74
	(c) Current Tax Assets (Net)		26.72	26.63
	(d) Other current assets	6	91.78	92.77
	<b>Total Current Assets</b>		<b>157.60</b>	<b>158.68</b>
	<b>Total Assets (1+2)</b>		<b>1,420.02</b>	<b>1,440.84</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>			
1	<b>Equity</b>			
	(a) Equity share capital	7	1,491.80	1,491.80
	(b) Other equity	8	(1,490.56)	(1,461.34)
	<b>Total equity</b>		<b>1.24</b>	<b>30.46</b>
	<b>LIABILITIES</b>			
2	<b>Non-current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	9	630.56	630.56
	(b) Provisions	10	11.84	15.84
	<b>Total Non - Current Liabilities</b>		<b>642.40</b>	<b>646.40</b>
3	<b>Current liabilities</b>			
	(a) Financial liabilities			
	(i) Borrowings	11		
	(ii) Trade payables dues to MSME		2.80	2.80
	(ii) Trade payables dues to other than MSME	12	759.82	760.08
	(b) Provisions	10		
	(c) Current Tax Liabilities (Net)			
	(d) Other current liabilities	13	13.77	1.10
	<b>Total Current Liabilities</b>		<b>776.38</b>	<b>763.98</b>
	<b>Total Equity and Liabilities (1+2+3)</b>		<b>1,420.02</b>	<b>1,440.84</b>

See accompanying notes to the Ind AS financial statements

In terms of our report attached.

For KAPIL KUMAR & CO  
Chartered Accountants  
FRN NO 006241N

For and on behalf of the Board of Directors  
SAMTEX FASHIONS LTD

ATUL MITTAL  
(Managing Director & CFO)  
DIN NO-00223366

Preeti Saxena  
(Director)  
DIN NO-07597269

(MOHIT KAKKAR)  
Partner  
M NO-538844

Rinki Rani  
Company Secretary  
Mem. No.-A51516

UDIN:25538844BMIW008380  
Place : NEW DELHI  
Date: 28-05-2025

## Statement of Profit and Loss for the year ended March 31, 2025

(In Lacs)

Particulars		Note No.	As at March 31, 2025	As at March 31, 2024
I	Revenue from operations	14		
	Add: Transfer to New York			
II	Other Income	15	0.22	0.76
<b>III</b>	<b>Total Revenue (I + II)</b>		<b>0.22</b>	<b>0.76</b>
<b>IV</b>	<b>EXPENSES</b>			
	(a) Cost of materials consumed	16		
	(b) Purchase of Stock-in-Trade			
	Add: Transfer from India			
	(c) Changes in stock of finished goods and work-in-progress	17		
	(d) Employee benefit expense	18	10.80	7.66
	(e) Finance costs	19	0.03	0.11
	(f) Depreciation and amortisation expense	20	-	3.47
	(g) Other expenses	21	18.97	21.51
	<b>Total Expenses (V)</b>		<b>29.80</b>	<b>32.75</b>
<b>VI</b>	<b>Profit/(loss) before exceptional items and tax (I- IV)</b>			
	Exceptional Item Expenses			
	Exceptional Item Expenses			
<b>VII</b>	<b>Profit/(loss) before tax (V - III)</b>		<b>(29.57)</b>	<b>(31.99)</b>
<b>VIII</b>	<b>Tax Expense</b>			
	(1) Current tax			
	(2) Deferred tax			
	<b>Total tax expense</b>		<b>0</b>	<b>0</b>
<b>IX</b>	<b>Profit/(loss) for the year (VI - VII)</b>		<b>(29.57)</b>	<b>(31.99)</b>
<b>X</b>	<b>Other comprehensive income(Net)</b>		0.34	0.05
			0.34	0.05
<b>X</b>	<b>Total comprehensive income/(loss) for the year (VIII + IX)</b>		<b>(29.23)</b>	<b>(31.94)</b>
<b>XII</b>	<b>Earnings per equity share (of Rs 10 each):</b>			
	(1) Basic		(0.04)	(0.04)
	(2) Diluted		(0.04)	(0.04)

See accompanying notes to the Ind AS financial statements

In terms of our report attached.  
For KAPIL KUMAR & CO  
Chartered Accountants  
FRN NO 006241N

For and on behalf of the Board of Directors  
SAMTEX FASHIONS LTD

ATUL MITTAL  
(Managing Director & CFO)  
DIN NO-00223366

Preeti Saxena  
(Director)  
DIN NO-07597269

(MOHIT KAKKAR)  
Partner  
M NO-538844

Rinki Rani  
Company Secretary  
Mem. No.-A51516

UDIN:25538844BMIW008380  
Place : DELHI  
Date: 28-05-2025

**SAMTEX FASHIONS LIMITED**  
Cash flow statement for the year ended 31st March 2025

(In Lacs)

Particulars	Year ended	Year ended
	March 31, 2025	March 31, 2024
<b>A. Cash flow from operating activities</b>		
<b>Profit for the year</b>	<b>(29.57)</b>	<b>(31.99)</b>
Adjustments for:		
Income tax expense		
Amounts Charged directly to Other Comprehensive Income	0.34	0.05
Depreciation and amortisation	0.00	3.47
Loss/(Gain) on disposal of property, plant and equipment		
Interest income recognised in profit or loss	(0.22)	(0.76)
Finance cost recognised in profit or loss	0.03	0.11
Fixed assets written off		
Net unrealised exchange (Gain)/Loss		
Net (gain)/loss recognised for derivatives		
<b>Movements in working capital:</b>		
(Increase) /decrease in trade and other receivables	19.75	31.95
(Increase) /decrease in other financial assets	0.14	0.63
(Increase) /decrease in other current assets	0.99	(4.51)
(Increase) /decrease in other non-current assets		
(Increase) /decrease in inventories		
Increase/ (decrease) in trade payables	(0.26)	1.25
Increase/ (decrease) in provisions	(4.00)	
Increase/ (decrease) in other current liabilities	12.66	0.11
Increase/ (decrease) in other financial liabilities		
<b>Cash generated from operations</b>	<b>(0.14)</b>	<b>0.32</b>
Income taxes paid (net of refund, if any)	0.08	0.08
<b>Net cash generated from operations</b>	<b>(0.22)</b>	<b>0.24</b>
<b>B. Cash flow from investing activities</b>		
Payments for property, plant and equipment		
Proceeds from disposal of property, plant and equipment		
Interest received	0.22	0.76
(Increase) /decrease in other bank balances	(0.28)	(1.32)
<b>Net cash generated from / (used in) investing activities</b>	<b>(0.06)</b>	<b>(0.56)</b>
<b>C. Cash flow from financing activities</b>		
Net Increase /(Decrease) in long term borrowing		
Net Increase /(Decrease) in short term borrowing		
Interest Paid	(0.03)	(0.11)
<b>Net cash used in financing activities</b>	<b>(0.03)</b>	<b>(0.11)</b>
<b>Net change in cash and cash equivalents</b>	<b>(0.31)</b>	<b>(0.42)</b>
Cash and cash equivalents as at the beginning of the Year	1.43	1.86
Cash and cash equivalents as at the end of the Year	1.13	1.43
Reconciliation of Cash and cash equivalents with the Balance Sheet: Cash and cash equivalents[Refer Note 10]	<b>1.13</b>	<b>1.43</b>

In terms of our report attached.  
**For KAPIL KUMAR & CO**  
Chartered Accountants  
FRN NO 006241N

**For and on behalf of the Board of Directors**  
**SAMTEX FASHIONS LTD**

ATUL MITTAL  
(Managing Director & CFO)  
DIN NO-00223366

Preeti Saxena  
(Director)  
DIN NO-07597269

(MOHIT KAKKAR)  
Partner

Rinki Rani  
Company Secretatory  
Mem. No.-A51516

UDIN:25538844BIMIWO08380  
Place : NEW DELHI  
Date: 28-05-2025

**SAMTEX FASHIONS LTD**  
**Statement of changes in equity for the year ended 31 March 2025**

(In Lacs)

	Equity Share Capital		Share Warrant	
	Number of shares	Amount (Rs)	Number of shares	Amount (Rs)
<b>a. Equity share capital</b>				
<b>Balance as at March 31, 2022</b>	745.00	1,490.00	1.00	1.80
Change in equity share capital during the year				
<b>Balance as at March 31, 2023</b>	745.00	1,490.00	1.00	1.80
Change in equity share capital during the year				
<b>Balance as at March 31, 2024</b>	745.00	1,490.00	1.00	1.80
Change in equity share capital during the year				
<b>Balance as at March 31, 2025</b>	745.00	1,490.00	1.00	1.80
<b>b. Other equity</b>	<u>Capital Reserves</u>	<u>Security Premium</u>	<u>Reserves &amp; Surplus</u>	<u>Total</u>
<b>Balance as at March 31, 2021</b>	<b>10.00</b>	<b>1,140.00</b>	<b>(2,475.44)</b>	<b>(1,325.44)</b>
(a) Loss for the year			(75.25)	(75.25)
(b) Other Comprehensive income of the year, net of income tax			0.09	0.09
- Remeasurement of the defined benefit plans				
Total comprehensive income/(loss) for the year			<b>(75.16)</b>	<b>(75.16)</b>
<b>Balance as at March 31, 2022</b>	<b>10.00</b>	<b>1,140.00</b>	<b>(2,550.60)</b>	<b>(1,400.60)</b>
(a) Loss for the year			(28.99)	(28.99)
(b) Other Comprehensive income of the year, net of income tax			0.20	0.20
- Remeasurement of the defined benefit plans				
Total comprehensive income/(loss) for the year			<b>(28.80)</b>	<b>(28.80)</b>
<b>Balance as at March 31, 2023</b>	<b>10.00</b>	<b>1,140.00</b>	<b>(2,579.40)</b>	<b>(1,429.40)</b>
(a) Loss for the year			(31.99)	(31.99)
(b) Other Comprehensive income of the year, net of income tax			0.05	0.05
- Remeasurement of the defined benefit plans				
Total comprehensive income/(loss) for the year			<b>(31.94)</b>	<b>(31.94)</b>
<b>Balance as at March 31, 2024</b>	<b>10.00</b>	<b>1,140.00</b>	<b>(2,611.34)</b>	<b>(1,461.34)</b>
(a) Loss for the year			(29.57)	(29.57)
(b) Other Comprehensive income of the year, net of income tax			0.34	0.34
- Remeasurement of the defined benefit plans				
Total comprehensive income/(loss) for the year			<b>(29.23)</b>	<b>(29.23)</b>
<b>Balance as at March 31, 2025</b>	<b>10.00</b>	<b>1,140.00</b>	<b>(2,640.56)</b>	<b>(1,490.56)</b>

In terms of our report attached.  
For KAPIL KUMAR & CO  
Chartered Accountants  
FRN NO 006241N

For and on behalf of the Board of Directors  
SAMTEX FASHIONS LTD

(MOHIT KAKKAR)  
Partner  
M NO-538844

UDIN:25538844BMIW008380  
Place : NEW DELHI  
Date: 28-05-2025

ATUL MITTAL  
(Managing Director & CFO)  
DIN NO-00223366

Preeti Saxena  
(Director)  
DIN NO-0759721

Rinki Rani  
Company Secretary  
Mem. No.-A51516

**SAMTEX FASHIONS LIMITED**  
**Notes to the financial statements for the year ended March 31, 2025**

**Note No. 1 - Property, plant and equipment**

(In Lacs)

Description of Assets	Plant and Equipmen	Furniture and	Vehicles	Office Equipmen	Building	Electrical Fittings	Mobiles	Housing Project	Total
<b>Cost or deemed cost</b>									
<b>Balance as at March 31 2023</b>	<b>447.96</b>	<b>0.22</b>	<b>0.07</b>	<b>8.69</b>	<b>-</b>	<b>-</b>	<b>3.38</b>	<b>121.23</b>	<b>581.55</b>
Additions during the year									
Deletions during the year									
<b>Balance as at March 31 2024</b>	<b>447.96</b>	<b>0.22</b>	<b>0.07</b>	<b>8.69</b>	<b>-</b>	<b>-</b>	<b>3.38</b>	<b>121.23</b>	<b>581.55</b>
Additions during the year									
Deletions during the year									
<b>Balance as at March 31 2025</b>	<b>447.96</b>	<b>0.22</b>	<b>0.07</b>	<b>8.69</b>	<b>-</b>	<b>-</b>	<b>3.38</b>	<b>121.23</b>	<b>581.55</b>
<b>Accumulated Depreciation and impairment</b>									
<b>Balance as at March 31 2023</b>	<b>304.39</b>	<b>0.09</b>	<b>0.02</b>	<b>3.78</b>	<b>-</b>	<b>-</b>	<b>3.10</b>	<b>-</b>	<b>311.39</b>
Depreciation / amortisation expense	<b>3.47</b>	<b>-</b>	<b>-</b>	<b>-</b>			<b>-</b>	<b>-</b>	<b>3.47</b>
Eliminated on disposal of assets									
<b>Balance as at March 31 2024</b>	<b>307.86</b>	<b>0.09</b>	<b>0.02</b>	<b>3.78</b>	<b>-</b>	<b>-</b>	<b>3.10</b>	<b>-</b>	<b>314.86</b>
Depreciation / amortisation expense									
Eliminated on disposal of assets									
<b>Balance as at March 31 2025</b>	<b>307.86</b>	<b>0.09</b>	<b>0.02</b>	<b>3.78</b>	<b>-</b>	<b>-</b>	<b>3.10</b>	<b>-</b>	<b>314.86</b>
<b>Net Carrying Amount</b>									
<b>Balance as at March 31 2023</b>	<b>143.57</b>	<b>0.13</b>	<b>0.04</b>	<b>4.91</b>	<b>-</b>	<b>-</b>	<b>0.28</b>	<b>121.23</b>	<b>270.16</b>
<b>Balance as at March 31 2024</b>	<b>140.09</b>	<b>0.13</b>	<b>0.04</b>	<b>4.91</b>	<b>-</b>	<b>-</b>	<b>0.28</b>	<b>121.23</b>	<b>266.69</b>
<b>Balance as at March 31 2025</b>	<b>140.09</b>	<b>0.13</b>	<b>0.04</b>	<b>4.91</b>	<b>-</b>	<b>-</b>	<b>0.28</b>	<b>121.23</b>	<b>266.69</b>

The Company has availed the deemed cost exemption in relation to the property, plant and equipment on the date of transition and hence the net block carrying amount has been considered as the gross block carrying amount on that date.

**SAMTEX FASHIONS  
LIMITED**

Notes to the financial statements for the year ended March 31, 2025

(In Lacs)

**Note No. 2 - Other financial assets [unsecured and considered good, unless otherwise stated]**

Particulars							As at March 31, 2025	As at March 31, 2024
<b>Non-current</b>								
<b>Financial assets at amortised cost</b>								
<b>Investments</b>								
<b>Unquoted Equity Investments</b>								
a) Investment in Arlin Foods Limited 15,00,070 Equity Shares (Previous Year 15,00,070) of Rs 10/- Each							150.01	150.01
b) Investment in SSA International Limited. 3,72,00,000 Equity Shares (Previous Year 3,72,00,000) of Rs 10/- Each Fully Paid-up							3,720.00	3,720.00
c) Investment in Yogendra Worsted Limited 6,00,000 Equity Shares							60.00	60.00
<b>Total</b>							<b>3,930.01</b>	<b>3,930.01</b>
Less: Impairment in Value of Investments								
SSA International Limited							3,720.00	3,720.00
Yogendra Worsted Limited							60.00	60.00
<b>Net Value of Investments</b>							<b>150.01</b>	<b>150.01</b>
<b>Trade Receivable</b>								
Undisputed Trade Receivables- Considered Good							587.34	607.09
Undisputed Trade Receivables- Considered Doubtful								
Disputed Trade Receivables- Considered Good								
Disputed Trade Receivables- Considered Doubtful								
Others								
	<b>LESS THAN 6 MONTHS</b>	<b>6 MONTHS- 1 YEAR</b>	<b>1-2 YEARS</b>	<b>2-3 YEARS</b>	<b>MORE THAN 3 YEARS</b>	<b>TOTAL</b>		
31.03.2025	0	0	0	0	587.34	<b>587.34</b>		
31.03.2024	0	0	0	0	607.09	<b>607.09</b>		
<b>Other Financial Assets</b>								
d) Security Deposits							7.42	7.42
<b>TOTAL [I]</b>							<b>7.42</b>	<b>7.42</b>
<b>Current</b>								
<b>Financial assets at amortised cost</b>								
a) Interest accrued on bank deposits							0.60	0.74
<b>TOTAL [II]</b>							<b>0.60</b>	<b>0.74</b>
<b>TOTAL [I + II]</b>							<b>8.02</b>	<b>8.16</b>
<b>Note No.3- Other assets [unsecured and good, unless otherwise stated]</b>								
<b>Particulars</b>							<b>As at March 31, 2025</b>	<b>As at March 31, 2024</b>
<b>Non Current</b>								
(a) Duty paid under protest							118.68	118.68
<b>Total [I]</b>							<b>118.68</b>	<b>118.68</b>
<b>Current</b>								
(a) Prepaid expenses							44.43	48.97
(b) Other advances							47.35	43.81
(c) Balance with Government authorities								
<b>Total [II]</b>							<b>91.78</b>	<b>92.77</b>
<b>TOTAL [I+II]</b>							<b>210.46</b>	<b>211.45</b>

**Note - 4: Inventories [lower of cost and net realisable value]**

Particulars	As at March 31, 2025	As at March 31, 2024
(a) Raw materials		
(b) Work-in-progress		
(c) Finished goods	25.32	25.32
(d) Stores and spares		
(e) Scrap		
<b>Total Inventories at the lower of cost and net realisable value</b>	<b>25.32</b>	<b>25.32</b>

**Note No. 5 - Trade receivables**

<b>Particulars</b>	<b>As at March 31, 2025</b>	<b>As at March 31, 2024</b>
Current (a) Unsecured, considered good		
<b>TOTAL</b>		

**Note - 6 Cash and bank balances**

<b>Particulars</b>	<b>As at March 31, 2025</b>	<b>As at March 31, 2024</b>
<b>1. Cash and cash equivalents:</b>		
a) Cash on hand	0.23	0.23
b) Balance with banks		
(i) In current accounts	0.89	1.20
(ii) In other deposit accounts		
<b>Total-Cash and cash equivalents [A]</b>	<b>1.13</b>	<b>1.43</b>
<b>2. Other bank balances</b>		
a) Balance with banks		
(i) In other deposit accounts (maturity in excess of 3 Months)	12.07	11.78
<b>Total-Other bank balances [B]</b>	<b>12.07</b>	<b>11.78</b>
<b>TOTAL [A+B]</b>	<b>13.19</b>	<b>13.21</b>

**Note No.7 - Share Capital**

Particulars	As at March 31, 2025		As at March 31, 2024	
	NO. OF SHARES	AMOUNT	NO. OF SHARES	AMOUNT
<b>AUTHORIZED SHARES</b> Equity Shares of Rs 2/- Each	800.00	1,600.00	800.00	1,600.00
<b>ISSUED, SUBSCRIBED AND PAID UP SHARES</b> Equity Shares of Rs 2/- Each Fully Paid Up	745.00	1,490.00	745.00	1,490.00
<b>FORFEITED SHARES</b> Amount Originally Paid up on 1,00,000 Zero Coupon Warrant @ 1.80 per Warrant	1.00	1.80	1.00	1.80
<b>TOTAL</b>	<b>746.00</b>	<b>1,491.80</b>	<b>746.00</b>	<b>1,491.80</b>

(a) Reconciliation of Shares outstanding at the beginning and at the end of the year

Particulars	As at March 31, 2025		As at March 31, 2024	
	NO. OF SHARES	AMOUNT	NO. OF SHARES	AMOUNT
<b>EQUITY SHARES</b> At the beginning of the year	745.00	1,490.00	745.00	1,490.00
Issued during the year as fully paid up	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>745.00</b>	<b>1,490.00</b>	<b>745.00</b>	<b>1,490.00</b>

(b) Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule III to the Companies Act, 2013 (if more than 5%)

Particulars	As at March 31, 2025		As at March 31, 2024	
	NO. OF SHARES	AMOUNT	NO. OF SHARES	% of Holding
Anil Kumar Goel	32.00	4.30	42.50	5.70

(c) Shares held by promoter

Particulars	As at March 31, 2025		As at March 31, 2024	
	NO. OF SHARES	AMOUNT	NO. OF SHARES	% of Holding
Atul Mittal	26.00	3.49	26.00	3.49

(d) The Company has only one class of equity shares having a par value of ` 2/- per share. The equity shareholders of the Company have voting rights and are subject to the preferential rights as prescribed under law, if any. The equity shares are also subject to restriction as prescribed under the Companies Act, 2013. 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.

During the year ended 31st March 2024, no dividend is declared by Board of Directors. (Previous year - Nil)

(e) Shares held by Holding / Ultimate holding company and/or their subsidiaries/associates: Nil (Previous year -Nil)

**Note - 9: Non Current Borrowings**

<b>Particulars</b>	<b>As at March 31, 2025</b>	<b>As at March 31, 2024</b>
Unsecured Borrowings - at amortised Cost		
(i) Unsecured Borrowings from advances & related parties	630.56	630.56
<b>Total Borrowings carried at Amortised Cost</b>	<b>630.56</b>	<b>630.56</b>

**Note - 10: Provisions [Current and Non-current]**

<b>Particulars</b>	<b>As at March 31, 2025</b>	<b>As at March 31, 2024</b>
<b>Non Current</b>		
(a) Provision for employee benefits		
a. Provision for leave encashment	6.70	10.70
b. Provision for gratuity	5.14	5.14
<b>Total [I]</b>	<b>11.84</b>	<b>15.84</b>
<b>Current</b>		
(a) Provision for employee benefits		
a. Provision for leave encashment		
b. Provision for gratuity		
<b>Total [II]</b>	<b>-</b>	<b>-</b>
<b>Total Provisions [I+II]</b>	<b>11.84</b>	<b>15.84</b>

**Note - 11: Trade Payables**

<b>Particulars</b>	<b>As at March 31, 2025</b>	<b>As at March 31, 2024</b>
Trade payables dues to MSME	2.80	2.80
Trade payables dues to other than MSME	759.82	760.08
Disputed Dues -MSME		
Disputed Dues -Others		
<b>Total</b>	<b>762.62</b>	<b>762.88</b>

<b>Other Than MSME Creditor</b>	<b>Ageing of Trade Payable as at</b>				
	<b>Less than 1 Year</b>	<b>1-2 Years</b>	<b>2-3 Years</b>	<b>More than 3 Years</b>	<b>TOTAL</b>
As at 31.03.2025	12.36	1.69	2.19	759.00	775.24
As at 31.03.2024	1.69	2.19		759.00	762.88

**Note - 12: Other Liabilities**

<b>Particulars</b>	<b>As at March 31, 2025</b>	<b>As at March 31, 2024</b>
<b>Current</b>		
a) Other Payable	1.05	0.95
b) Statutory dues payable	0.09	0.15
c) Advance From Customer	12.62	
<b>Total other liabilities</b>	<b>13.77</b>	<b>1.10</b>

**Note - 13: Revenue from operations**

Particulars	As at March 31, 2025	As at March 31, 2024
(a) Sale of products		
<b>Total Revenue from operations</b>		

**Note - 14: Other Income**

Particulars	As at March 31, 2025	As at March 31, 2024
(a) Interest income	0.22	0.76
(b) Rent Income		
<b>Total other income</b>	<b>0.22</b>	<b>0.76</b>

**Note - 15: - Cost of material consumed**

Particulars	As at March 31, 2025	As at March 31, 2024
Opening stock		
Add: Purchases		
Less: Closing stock		
<b>Total cost of material consumed</b>		

**Note - 16: - Changes In Inventories of Stock-In-Trade**

Particulars	As at March 31, 2025	As at March 31, 2024
Inventories at the beginning of the year:		
Finished goods	25.32	25.32
Finished goods in transit		
Work-in-progress		
Scrap Material		
	<b>25.32</b>	<b>25.32</b>
Inventories at the end of the year:		
Finished goods	25.32	25.32
Finished goods in transit		
Work-in-progress		
Scrap Material		
	<b>25.32</b>	<b>25.32</b>
<b>Net (increase) / decrease</b>	-	-

**SAMTEX FASHIONS LIMITED**  
**Notes to the financial statements for the year ended March 31, 2025**

**Note - 17: Employee benefit expenses**

(In Lacs)

Particulars	As at 31 March , 2025	As at 31 March , 2024
Salaries and waqes	7.44	7.66
Security Expenses	3.36	-
<b>Total Employee benefit expenses</b>	<b>10.80</b>	<b>7.66</b>

**Note - 18: Finance cost**

Particulars	As at 31 March , 2025	As at 31 March , 2024
Interest expense on:		
(i) Interest on working capital facilities		
Bank Charges	0.03	0.11
<b>Total Finance cost</b>	<b>0.03</b>	<b>0.11</b>

**Note - 19: Depreciation and amortisation expense**

Particulars	As at 31 March , 2025	As at 31 March , 2024
(i) Property, plant and equipment	-	3.47
<b>Total Depreciation</b>	<b>-</b>	<b>3.47</b>

**Note - 20: Other expenses**

Particulars	As at 31 March , 2025	As at 31 March , 2024
Auditor's Remuneration	1.00	1.00
Designing Charges	0.10	
Rent Expenses	8.06	7.34
Legal and Professional Charges	3.32	6.97
Rates and Taxes	5.69	5.60
Security Expense		-
Postage, Telegram and Telephone Expenses	0.07	0.05
General Expenses	-	-
Advertisement Expenses	0.73	0.55
<b>Total other expenses</b>	<b>18.97</b>	<b>21.51</b>

**Note 21. Categories of Financial Instruments**

(In Lacs)

PARTICULARS	As at March 31, 2025	As at March 31, 2024
	(Rs)	(Rs)
<b>Financial assets</b>		
Measured at Amortised cost		
a) Trade Receivables	587.34	607.09
b) Loans	630.56	630.56
c) Cash & Cash Equivalents	1.13	1.43
d) Other Bank Balances	12.07	11.78
e) Other Financial Assets	8.02	8.16
<b>Total Financial assets</b>	<b>1,239.11</b>	<b>1,259.02</b>

<b>Financial liabilities</b>		
Measured at Amortised cost		
a) Borrowings	630.56	630.56
b) Trade Payables	759.82	760.08
<b>Total Financial liabilities</b>	<b>1,390.38</b>	<b>1,390.64</b>

<b>Financial Assets as at FVTPL</b>		
a) Investments	150.01	150.01

**Note 22 - CONTINGENT LIABILITIES**

(a) No provision has been made in the books of accounts by the company for a sum of Rs.59.02 lacs, Rs. 60.66 lacs Rs.5.80 lacs & Rs.40.80 lacs for which the demand has been raised by the Income Tax Department for the A.Y. 2000-01, A.Y. 2001-02, A.Y.2003-04 & A.Y.2007-08, respectively. Appeal before High Court for A.Y. 2000-01 & 2001-02 have been dismissed, hence, the company is in the process of filing Special Leave Petition (SLP) before Supreme Court. The liabilities for A.Y. 2003-04 & A.Y. 2007-08 stands before the Appellate Authority.

b) **Guarantees** :-The company has guaranteed a sum of Rs. 80,746 Lacs (Previous Year Rs. 80,746 Lacs) against secured Loans taken by SSA International Ltd. from financial institutions; these are wholly owned subsidiaries of the Company. The accounts of the wholly owned subsidiary SSA International Ltd has been classified as Non performing assets by the banks. The company has also received the notice u/s 13(2) of SARFESI Act from consortium of banks for revocation of its corporate guarantee.

**Note 23 - SEGMENT REPORTING**

During the current year the reportable segment did not exceed the quantitative threshold limits as per the applicable accounting standard. Hence necessary disclosures under this Act have not been given. In earlier years the company has identified a reportable segment viz M/S Samtex Fashions Ltd. New York. Segments and necessary disclosures were made. The accounting policies adopted for segment reporting are in line with the Accounting Policy of the Company. Except the Accounting period which is for the Segment is calendar year.

**Note 24 - EARNINGS PER EQUITY SHARE**

Particulars	As at 31.03.2025	As at 31.03.2024
	Amount	Amount
<b>Earnings Per Equity Share:</b>		
Net Profit after tax	-29.23	-31.94
Equity Shares outstanding	745.00	745.00
Weighted Average Equity Shares	745.00	745.00
Nominal Value of Equity Share	2.00	2.00
Basic Earnings per Share	-0.04	-0.04
Diluted Earnings per Share	-0.04	-0.04

**Note 25 - PAYMENTS TO AUDITOR**

Particulars	As at 31.03.2025	As at 31.03.2024
	Amount	Amount
(a) Statutory Audit Fee	1.00	1.00
(b) Other Services		
(i) For certification		
(ii) For Income Tax		
	<b>1.00</b>	<b>1.00</b>

**Note 26 - TRANSACTION WITH MICRO, SMALL AND MEDIUM ENTERPRISES**

The Company has not received information from vendors regarding their status and status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence necessary disclosures under this Act have not been given.

**Note 27 -Additional Regulatory Information****1.No transactions to report against the following disclosure requirements as notified by MCA**

- a) Crypto Currency or Virtual Currency
- b) Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
- c) Registration of charges or satisfaction with Registrar of Companies
- d) Related to borrowed funds
  - ii. Utilization of borrowed funds & share premium.
  - iii. Borrowings obtained on the basis of security of current assets.
  - iv. Discrepancy in utilization of borrowings.
  - v. Current maturity of long-term borrowings.
- e) Revaluation of Assets
- f) Capital-work in progress
- g) Intangible Assets under development.
- h) The Company did not have any material transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of companies Act,1956 during the Financial Year.
- i) The company did not undertake any transactions with regards to any scheme of arrangement in terms of section 230 to 237 of the companies act 2013.
- j) Title deeds of immovable property are held in the name of company.

**2. Others**

Where Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are:

- a)
  - i) repayable on demand or
  - ii) without specifying any terms or period of repayment

Type of Borrower	Amount of loan and Advance in the nature of Loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters		
Directors		
KMPs		
Related Parties	16.23	42.45%

### 3. RATIOS

Ratios	Numerator	Denominator	Current Reporting Period	Previous Reporting Period
Current Ratio	Current Assets	Current Liabilities	0.20	0.21
Debt Equity Ratio	Debt Capital ( Current and previous year is NIL,therefore the ratio is not calculated)	Shareholder's Equity	-	-
Debt Service coverage ratio	EBITDA-CAPEX	Debt Service ( Current and previous year is NIL,therefore the ratio is not calculated)	-	-
Return on Equity Ratio	Profit for the year ( Current and previous year is NIL,therefore the ratio is not calculated)	Shareholder's Equity	-	-
Inventory Turnover Ratio	COGS( Current and previous year is NIL,therefore the ratio is not calculated)	Average Inventory	-	-
Trade Receivables turnover ratio	Net Sales( Current and previous year is NIL,therefore the ratio is not calculated)	Average trade receivables	-	-
Trade payables turnover ratio	Total Purchases ( Current and previous year is NIL,therefore the ratio is not calculated)	Closing Trade Payables	-	-
Net capital turnover ratio	Sales( Current and previous year is NIL,therefore the ratio is not calculated)	Working capital (CA-CL)	-	-
Net profit ratio	Net Profit	Sales( Current and previous year is NIL,therefore the ratio is not calculated)	-	-
Return on Capital employed	Earnings before interest and tax( Current and previous year is NIL,therefore the ratio is not calculated)	Capital Employed	-	-
Return on investment	Net Profit	Investment	-	-

**Note 28-Others**

(i) Confirmation of balances of trade debtors, loans and advances, trade payables, security deposits, balances with government authorities have not been provided to us, we are unable to comment on the possible impact, if any, arising out of the said matters.

(ii) Investment of Rs 3720 Lakh in SSA International Limited & Rs 60 Lakh in Yogendra Worsted Limited, for which provision for diminution in value of Investment has been booked during the earlier year, as the company has incurred heavy losses due to which networth of the company has been eroded.

(iii) The wholly owned Subsidiary of the company, namely, M/S SSA International Ltd has been declared Non Performing Assets (NPAs) by the banks. The company has also received the notice u/s 13(2) of the SARFAESI Act, 2002 from consortium of banks for revocation of its Corporate Guarantee. . The consortium bankers have filed a petition against the holding company and its subsidiary M/s SSA International Limited regarding recovery of the outstanding dues, before the Debt Restructuring Tribunal-II, Delhi, and the company has received an intimation vide O.A 530/18 dated 24/05/2018. Further, IDBI Bank has declared the main borrower (M/s SSA International Ltd), its directors and Guarantors (including M/s Samtex Fashions Ltd) as willful defaulters in terms with RBI Guidelines.

(v) The Company has regrouped/reclassified the previous year figures to make them comparable with

In terms of our report attache

For Kapil Kumar & Co  
Chartered Accountants  
Firm's Regn No. 006241N

**For and on behalf of the Board of Directors**

**SAMTEX FASHIONS LTD**

ATUL MITTAL  
**(Managing Director & CFO)**  
DIN NO-00223366

Preeti Saxena  
(Director)  
DIN NO-07597269

(Mohit Kakkar)

Partner  
M.No. 538844

Rinki Rani  
Company Secretatory  
**Mem. No.-A51516**

**UDIN:25538844BMIWOO8380**  
**Place : NEW DELHI**  
**Date: 28-05-2025**

**SAMTEX FASHIONS LIMITED (Standalone)**

**RELATED PARTY TRANSACTIONS FROM 01.04.2024 TO 31.03.2025**

**I. Related Parties with Whom Transactions have been Taken Place and Relationships.**

S. No.	Name of Related Parties	
1	SSA International Limited	Wholly owned Subsidiary company
2	Arlin Foods Limited	Wholly owned Subsidiary company
3	Bloomingdale Vendors Pvt Ltd	Enterprises under control of KMP/ Relative
4	Atul Mittal	Director

**II. Related Parties with Whom Transactions have been Taken Place and Nature of Transactions**

Nature of Transaction	SSA International Limited		Arlin Foods LTD		Bloomingdale Vendors Pvt Ltd		Atul Mittal	
	As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024
<b>A. Investments</b>								
Opening Balance			150.01	150.01				
Investment made during earlier years	3,720.00	3,720.00						
Impairment during earlier years	3,720.00	3,720.00						
Closing Balance	-	-	150.01	150.01				
<b>B. Borrowings</b>								
Opening Balance							274.80	274.80
Amount paid During the Year								
Amount Received during the year								
Closing Balance							274.80	274.80
<b>C. Loan &amp; Advances</b>								
Opening Balance								
Amount paid During the Year								
Amount Received during the year								
Expenses paid directly								
Closing Balance								
<b>D. Debtor/ Creditors</b>								
Opening Balance (debit)			16.23	16.23	0.18	3.27		
Amount Received during the year						3.09		
Amount Paid during the year								
Expenses directly incurred								
Closing Balance			16.23	16.23	0.18	0.18		-



## **SAMTEX FASHIONS LIMITED**

### **NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2025**

#### **COMPANY OVERVIEW**

Samtex Fashions Limited (“the Company” hereinafter) was incorporated on 26.04.1993. The company is engaged primarily in the business of manufacture of ready-made garments and also in trading activity of food grains. Originally the plant of the company was setup at NSEZ, Noida which was later on shifted outside NSEZ during the FY 2017-18 and in March 2019 the company further changed its business premises from time to time and since then no manufacturing activity has been carried on.

#### **2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

##### **a) Basis of preparation and compliance with Ind AS**

i) These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act. The accounting policies are applied consistently to all the periods presented in the financial statements. These financial statements were approved for issue by the Board of Directors on 28<sup>th</sup> MAY 2025.

The Company's financial statements are reported in Indian Rupees, which is also the Company's functional currency, and all values are rounded to the nearest Lac (INR 00,000), except when otherwise indicated.

**b) Basis of measurement**

The financial statements have been prepared on a historical cost convention and on an accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:

- i) Certain financial assets and financial liabilities measured at fair values (as required by the relevant Ind AS)
- ii) Defined benefit and other long-term employee benefits have been measured at actuarial valuation as required by relevant Ind As.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions, regardless of whether that price is directly observable or estimated using another valuation technique. In determining the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

**Functional and Presentation Currency**

The financial statements are presented in Indian Rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates.

**c) Property, Plant and Equipment (PPE)**

The initial cost of PPE 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 relevant borrowing costs and any expected costs of decommissioning. Expenditure incurred after the PPE have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the period in which the costs are incurred.



Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Items of Property, plant and equipment that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realizable value and are shown separately in the financial statements. Any expected loss is recognized immediately in the Statement of Profit and Loss. Losses arising from the retirement of, and gains or losses arising from disposal of Property, plant and equipment which are carried at cost are recognized in the Statement of Profit and Loss.

Ind AS 101 permits a first time adopter to elect to continue with the carrying value of all of its property, plant and equipment as recognized in the financial statements as at the date of transition of Ind AS, measured as per previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for decommission liabilities, if any. This exemption can also be used for intangible assets covered by Ind AS 28 Intangible asset. The Company has elected to measure all of its property, plant and equipment's and intangible assets at their previous GAAP carrying value.

Originally the plant of the company was setup at NSEZ, Noida which was later on shifted outside NSEZ during the FY 2017-18 and in march 2019 the company further changed its business premises from time to time and since then no manufacturing activity has been carried on. The Company is required to determine impairment in respect of fixed assets, However the impairment testing has not been done during the year.

**d) Depreciation:**

Depreciation is the systematic allocation of the depreciable amount of PPE over its useful life and is provided on straight line method over the useful lives as prescribed in Schedule II to the Act or as per technical assessment. Depreciable amount for PPE is the cost of PPE less its estimated residual value. The useful life of PPE is the period over which PPE is expected to be available for use by the Company, or the number of production or similar units expected to be obtained from the asset by the Company. Depreciation on additions is provided on a pro-rata basis from the month of installation or acquisition and in case of Projects from the date of commencement of commercial



production. Depreciation on deductions/disposals is provided on a pro-rata basis up to the month of deduction/disposal.

<b>S no</b>	<b>Asset Classification</b>	<b>Useful Life</b>
1	Factory Building	30 Years
2	Furniture & Fixture	10 Years
3	Office Equipment	5 Years
4	Vehicles	3 Years
5	Mobile	3 Years
6	Electrical Fittings	10 Years
7	Plant	15 Years

#### **e) Impairment of Tangible and Intangible Assets**

No business activity has been carried on by the company during the year and production facilities has not been used for a long period of time The company is required to determine impairment in respect of fixed assets, However the company has not done impairment testing.

#### **f) Inventories:**

Inventories are valued as follows:

Raw materials, stores& accessories are valued at lower of cost and net realizable value (NRV). However, these items are considered to be realizable at cost, if the finished products, in which they will be used, are expected to be sold at or above cost. Cost is determined on FIFO basis. The cost of inventory comprises its purchase price, including non-refundable purchase taxes, and any directly attributable costs related to the inventories.

Finished goods, stock-in-trade are valued at lower of cost and NRV. Cost of Finished goods and WIP includes cost of raw materials, direct labour, other direct costs and related production overheads upto the relevant stage of completion. Cost of inventories is computed on FIFO basis.



## **g) Borrowing Costs:**

General and specific borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of such asset till such time the asset is ready for its intended use and borrowing costs are being incurred. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

Borrowing cost includes interest expense, amortization of discounts, hedge related cost incurred in connection with foreign currency borrowings, ancillary costs incurred in connection with borrowing of funds and exchange difference arising from foreign currency borrowings to the extent they are regarded as an adjustment to the Interest cost.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

## **h) Provisions, Contingent Liabilities and Contingent Assets:**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event 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 Statement of Profit and Loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non -occurrence of one or more uncertain future events not wholly within the control of the Company.



Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. However, when the realization of income is virtually certain, then the related asset is not a contingent asset and is recognized.

**i) Revenue Recognition:**

Revenue is measured at the fair value of the consideration received or receivable, net of discounts, volume rebates, outgoing sales taxes and other indirect taxes excluding excise duty/GST.

Revenue from sales is recognised when all significant risks and rewards of ownership of the commodity sold are transferred to the customer which generally coincides with delivery. Revenues from sale of byproducts are included in revenue.

Export benefits are accounted on recognition of export sales.

**j) Employee benefits:**

- i. The company has not undertaken any business activity during the year and moreover majority of the employees of the company left the company and their dues are settled full and final over the period of time. Considering this fact, the company has not followed the treatment for recognition and remeasurement of employee benefit costs as detailed in the Ind AS 19.

However, for brought forward defined benefit plans recognized and remeasured during earlier years, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), was reflected immediately in the Balance Sheet with a charge or credit recognized in Other Comprehensive Income (OCI) in the period in which they occur. Re-measurement recognized in OCI was reflected immediately in retained earnings and will not be reclassified to Statement of Profit and Loss. Past service cost was recognized in the Statement of Profit and Loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

**k) Income Tax:**

Income Tax expenses comprise current tax and deferred tax charge or credit. Current Tax is measured on the basis of estimated taxable income for the current accounting period in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961 and other applicable tax laws. Deferred tax is provided, on all temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax assets and liabilities are measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted at the reporting date. Tax relating to items recognized directly in equity or OCI is recognized in equity or OCI and not in the Statement Profit and Loss. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority. A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable. Deferred tax asset if any is created on the temporary difference attributable to Property and Equipment and expense allowable on actual payment basis and in case of accumulated losses and unabsorbed depreciation deferred tax asset is only created to the extent of deferred tax liability, considering the certainty of future profits.

**l) Earnings Per Share:**

The basic Earnings Per Share (“EPS”) is computed by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit/(loss) after tax for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**m) Foreign Currency Transactions:**

In the financial statements of the Company, transactions in currencies other than the functional currency are translated into the functional currency at the exchange rates ruling at the date of the transaction. Monetary assets and liabilities denominated in other currencies are translated into the functional currency at exchange rates prevailing on the reporting date. Non-monetary assets and liabilities denominated in other currencies and measured at historical cost or fair value are translated at the exchange rates prevailing on the dates on which such values were determined. All exchange differences are included in the statement of profit and loss except any exchange differences on monetary items designated as an effective hedging instrument of the currency risk of designated forecasted sales or purchases, which are recognized in the other comprehensive income. The Company has applied paragraph 46A of AS 11 under Indian GAAP. Ind AS 101 gives an option, which has been exercised by the Company, whereby a first time adopter can continue its Indian GAAP policy for accounting for exchange differences arising from translation of long-term foreign currency monetary items recognized in the Indian GAAP financial statements for the period ending immediately before the beginning of the first Ind AS financial reporting period.

**n) Segment reporting**

The Company has two reportable segments based on geographic locations India & New York. Segments have been identified as reportable segments by the Company's chief operating decision maker ("CODM"). Segment profit amounts are evaluated regularly by the Board, which has been identified as the CODM, in deciding how to allocate resources and in assessing performance. Segment Revenue, Results, Assets and Liabilities include the respective amounts identifiable to each of the segments and amount allocated on a reasonable basis. Unallocated expenditure consists of common expenditure incurred for all the segments and expenses incurred at corporate level. The assets and liabilities that cannot be allocated between the segments are shown as unallocated corporate assets and liabilities respectively.

The accounting policies of the reportable segments are the same as the Company's accounting policies described in Note 3. Segment profit (Earnings before interest, depreciation and amortization, and tax) amounts are evaluated regularly by the Board that has been identified as its



CODM in deciding how to allocate resources and in assessing performance. The Company's financing (including finance costs and finance income) and income taxes are reviewed on an overall basis and are not allocated to operating segments. Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

However, during the current year the reportable segment did not exceed the quantitative threshold limits as per the applicable accounting standard.

## **o) Financial Instruments:**

Financial assets and financial liabilities are recognized when a Company becomes a party to the contractual provisions of the instruments Initial Recognition. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss and ancillary costs related to borrowings) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and Loss.

### **Classification and Subsequent Measurement: Financial Assets**

The Company classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income

- the entity's business model for managing the financial assets and
- the contractual cash flow characteristics of the financial asset.

### **Amortized Cost:**

A financial asset shall be classified and measured at amortized cost if both of the following conditions are met

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



- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal

## **Fair Value through OCI:**

A financial asset shall be classified and measured at fair value through OCI if both of the following conditions are met:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal

## **Fair Value through Profit or Loss:**

A financial asset shall be classified and measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through OCI. All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

## **Classification and Subsequent Measurement: Financial liabilities**

Financial liabilities are classified as either financial liabilities at FVTPL or 'other financial liabilities'.

### **Financial Liabilities at FVTPL:**

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL: Gains or Losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

### **Other Financial Liabilities:**

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortized cost using the effective interest method.



## **Impairment of financial assets:**

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at the end of each reporting period.

Trade receivables amounting to Rs 671.07 lacs which are long overdue and not provided for allowance for expected credit loss have not been recognized on these financial assets. The company has neither carried out impairment exercises of Trade Receivables nor provided for the same and recognized the same as non-current assets since long outstanding.

## **Derecognition of financial assets:**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. 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. On de recognition of a financial asset, other than investments classified as FVOCI, in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

## **p) Financial Instruments**

### **Classification as debt or equity**

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.



## **Equity instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a Company are recognized at the proceeds received.

### **g) Cash and cash equivalents:**

Cash and cash equivalents in the Balance Sheet comprise cash at bank, Cheques and Cash in hand and short-term deposits with banks that are readily convertible into cash which are subject to insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

### **r) Use of Estimates and Judgments**

The preparation of the financial statements in conformity with Ind AS requires management to make judgments, 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 recognized in the period in which the estimate is revised and future periods affected.

**FOR KAPIL KUMAR & CO  
CHARTERED ACCOUNTANTS  
FIRM REGISTRATION NO: 006241N**

**MOHIT KAKKAR  
(PARTNER)  
MEMBERSHIP NUMBER: 538844  
28<sup>th</sup> May, 2025  
New Delhi  
UDIN: 25538844BMIWOO8380**

**INDEPENDENT AUDITORS' REPORT****TO THE MEMBERS OF****SAMTEX FASHIONS LIMITED****Report on Audit of the Consolidated Financial Statements****Qualified Opinion**

We have audited the accompanying consolidated financial statements of SAMTEX FASHIONS LIMITED, ("the Parent") and its subsidiary (the Company and its subsidiary together referred to as "the Group") which comprise the Balance Sheet as at 31st March 2025, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Cash Flow Statement 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 (subject to the matters of Basis of Qualified Opinion and emphasis mentioned below) in conformity with the Ind AS and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2025, and its profit/loss, total comprehensive income/ loss, its cash flows and the changes in equity for the year ended on that date.

**Basis for Qualified Opinion**

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

- i. The wholly owned subsidiary M/s SSA International Ltd has defaulted in repayment obligations towards banking institutions. The subsidiary company M/s SSA International had not made provision of Interest on Cash credit/Term loan charged by banks/financial institutions during the current year and earlier years on various loans taken from Bank / Financial Institutions in the Financial Statements. Had the company made such Interest provision in the Statement of



Profit and loss, the loss for the year and the accumulated would have been higher. The non-recognition of interest expenses is not in accordance with Ind AS on borrowing costs requirement.

- ii. Originally the plant of the holding company was setup at NSEZ, Noida which was later on shifted outside NSEZ during the FY 2017-18 and in March 2019, the company further changed its business premises from time to time and since then no manufacturing activity has been carried on. The group is required to determine impairment in respect of fixed assets, however the group has not done impairment testing. In the absence of any working for impairment of the fixed assets as per Ind AS 36, the impact of impairment, if any on the financial statements is not ascertainable.

The holding company includes subsidiaries namely M/s Arlin Foods Ltd and M/s SSA International Ltd (along with its wholly owned subsidiary M/s Lina Global INC) has not charged any depreciation on its property, plant and equipment during the year ending 31<sup>st</sup> March, 2025.

- iii. Balance of debtors are outstanding from long period and are subject to confirmation and consequential effect if any on the financial statements remains uncertain. The trade receivables of the company could not be verified as the confirmation of balances have not been provided and made available to us. Trade receivables amounting to Rs 28470.64 lacs which are long overdue and not provided for. Allowance for expected credit loss have not been recognized on these financial assets. The company has neither carried out impairment exercises of Trade Receivables nor provided for the same and recognized the same as non-current assets since long outstanding. In the absence of recovery and confirmation from the party, we are unable to comment on the recoverability and consequential impact of reconciliation and adjustment arising there from in the results, if any, is not ascertainable.
- i. The wholly owned subsidiary M/s SSA International Ltd had informed us in prior periods that it had received various notices of sale of its assets, including the asset situated at Samalkha, District Panipat, Haryana, and other assets at different locations, from consortium member banks. It had also come to the Company's knowledge through newspaper advertisements that auction sales of its Samalkha plant assets had been executed by the consortium bankers, and notices of sale of assets situated at Industrial Plot No. 11, Mandideep Industrial Area, Phase-II, Village Mandideep, Tehsil-Goharganj, District Raisen, Madhya Pradesh were received from consortium member banks and National Asset Reconstruction Company Ltd. ("NARCL"). However, in the absence of details of assets sold, the value at which such sale transactions were undertaken, and the utilization of sale proceeds, the Company has neither recognized the effects of such transactions in its financial statements for the year ended 31 March 2025 nor in earlier years. Had the Company recorded these transactions, the carrying value of property, plant and equipment and corresponding depreciation would reduce, borrowings would decrease, and there would be a consequential recognition of gain or loss on sale of assets, along with corresponding tax



implications, impacting the current year's and prior years' profit or loss and accumulated losses.

Further, it has come to our knowledge that certain assets of directors/guarantors mortgaged to consortium lenders have also been auctioned in prior years, and the sale proceeds adjusted against the borrowings of the Company; however, these have also not been reflected in the books of the Company.

Subsequent to our communications with the bankers, we received confirmation from State bank of India that the Company's loan account has been closed in the books of the lending bank pursuant to assignment of debt to NARCL, and that all securities charged to the bank have been transferred in favour of NARCL. However, the Company has not provided us with the Assignment Agreement or other supporting details, nor have we been provided with information on the accounting treatment adopted by NARCL or details of subsequent transactions involving these assets.

In view of the lack of complete and reliable information from the Company, the bankers, and NARCL regarding the disposal of assets, valuation, adjustment of sale proceeds, and accounting for the assignment of debt, we are unable to comment on the consequential adjustments, if any, required to the carrying values of assets and liabilities, or their impact on the Company's financial position and results of operations for the current and prior periods.

- iv. The group has not followed the treatment for recognition and remeasurement of employee benefit costs as detailed in the Ind AS 19.

### **Material Uncertainty to Going Concern:**

The Group has made losses during the current year and the preceding year. As a result of the losses, the liquidity position of the group has been substantially affected, the net worth of group has fully eroded and group's current liabilities exceeded its current assets as at the balance sheet date, adversely affecting the operations of the group. Moreover, no business activity has been undertaken throughout the year, indicating the existence of uncertainty about the ability of the group to continue as a going concern.

These conditions indicate the existence of a material uncertainty that may cast significant doubt on the group's ability to continue as going concern and therefore the group may be unable to realize its assets and discharge its liabilities in the normal course of business. As a result of ongoing matters, we are unable to determine as to whether any adjustment that would have been necessary and required to be made in respect of trade receivable, trade payables, borrowings, current liabilities, loans and advances and contingent liabilities as at 31st March, 2025 and in respect of the corresponding possible impact of such items and associated elements on the statement for the year ended on that date, should the group be unable to continue as a going concern. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying consolidated financial statements. However, the financial statements of the group have been prepared on a going concern basis.



## Emphasis of Matter

- i. The group has not under taken any business activity during the year.
- ii. The holding company had already given a corporate guarantee for an amount of Rs 807.46 crores against secured loans taken by its wholly owned subsidiary, namely M/s SSA International Limited, which has been classified as nonperforming assets by the banks. The company has also received the notice u/s 13(2) of the SARFAESI Act 2002 from consortium of banks for revocation of its corporate guarantee. The consortium bankers have filed a petition against the holding company and its subsidiary M/s SSA International Limited regarding recovery of the outstanding dues, before the Debt Restructuring Tribunal-II, Delhi, and the company has received an intimation vide O.A 530/18 dated 24/05/2018. Further, IDBI Bank has declared the main borrower (M/s SSA International Ltd), its directors and Guarantors (including M/s Samtex Fashions Ltd) as willful defaulters in terms with RBI Guidelines and further the IDBI Bank pursuant to provisions of SARFAESI Act 2002 has taken over the possession of premises of M/s SSA International Ltd at Village Patti Kalyan Tehsil Samalkha District Panipat, Haryana. The updated details of proceedings against the company and its subsidiary M/s SSA International Ltd has not been made available, in absence of such details we are unable to comment on the possible impact, it any, arising out of the said matters.
- iii. Confirmation of balances are not available for Trade payables, security deposits, balances with government authorities, bank balances, FDR's along with interest thereon and bank loans as at March 31, 2025. That is why the transactions made by the banks in the accounts of the company could not be reconciled in the absence of information from banks regarding transactions in bank accounts. Moreover, there are several bank current accounts having balances amounting to Rs 51.65 lacs as on 31.03.2025 as per books of accounts of the subsidiary company M/s SSA International Ltd, no transactions have been made in these accounts during the year and we have not been provided with the bank account statements of these accounts to confirm the balances. In absence of such details, we are unable to comment on the possible impact, if any, arising out of the said matters.
- iv. The group had given loans and advances as on 31.03.2025, majority of which are outstanding from long time. In the absence of recovery and confirmation from the party, we are unable to comment on the recoverability and consequential impact of reconciliation and adjustment arising there from in the results, if any, is not ascertainable. Moreover, we have not been provided with justification giving said advance and sufficient, appropriate audit evidence relating to verification of the same. Pending completion of such verification/ reconciliation, we are unable to comment on the possible impact, it any, arising out of the said matters.
- v. We have not been provided with sufficient, appropriate audit evidence relating to physical verification of fixed assets and inventory. Pending completion of such verification we are unable to comment on the possible impact, if any, arising out of the said matters.



- vi. As of 31<sup>st</sup> March 2025, the holding company's inventory amounting to Rs 25.32 lacs and as no business activity has been taken out during the year, the inventories have not been used for a long period of time, the company may provide for if any inventory item is damaged or has become obsolete or if the selling price has declined.
- vii. Balances of input tax credit under goods and service tax are not in confirmation with balances as appearing in the online portal.
- viii. We have not been provided with sufficient, appropriate audit evidence relating to classification of trade payable dues to MSME and trade payable dues other than MSME. Pending completion of such verification/ reconciliation, we are unable to comment on the possible impact, if any, arising out of the said matters.
- ix. The holding company continued to recognize deferred tax assets up to March 31, 2025, in absence of probable certainty and convincing evidence for taxable income in future, we are unable to ascertain the extent to which these deferred tax assets can be utilized.
- x. As informed to us the bank accounts of the holding company were put on debit freeze by EPF department and we have not been provided with detailed explanation regarding the litigation with the EPF department. Moreover, several litigations are ongoing with the Income Tax Department against which the holding company has also deposited Rs 118.67 lacs for different financial years under protest, however we have not been provided with details and current status of the said litigations. We are unable to comment on possible impact, if any arising out of the said matter.

Our report is not modified in respect of the above matter stated.

### **Key Audit Matters**

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

### **Information Other than the Financial Statements and Auditor's Report Thereon**

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.



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

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

## **Responsibilities of Management and those charged with governance for the financial statements**

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the group in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with relevant rule there under and other accounting principles generally accepted in India in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the group and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls- that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the group'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 group or to cease operations, or has no realistic alternative but to do so.

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

## **Auditor's Responsibilities for the Audit of financial statement**

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 scepticism 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. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to Financial Statements 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.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the listing Regulations.
- 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 group'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 group 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.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the group to express an opinion on the Financial Results.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.



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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

## **Other Matters**

1. The consolidated financial results include the unaudited financial statements/ financial information of M/s Lina Global Inc (wholly owned subsidiary of M/s SSA International Ltd) whose Ind AS Financial Statements reflect total assets of Rs. 358.67 crores as at 31st March, 2025, revenue from operations of Rs. Nil for the year ended on that date. This financial statements/ financial information is unaudited and have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiary is based solely on such unaudited financial statements/financial information. We are not in a position to comment on the consequential impact, if any, arising out of subsequent audit of these entities, on the consolidated Ind AS financial statements. Our opinion on the consolidated Ind AS financial statement is modified in respect of our reliance on the Ind AS financial statements / financial information certified by the Management of the company.

## **Annexure 'A' Report on Other Legal and Regulatory Requirements**

1. With respect to matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the 'Order') issued by the Central Government of India in terms of Section 143(11) of the Act to be included in the Auditor's report, according to the information and explanations given to us , and based on the CARO report issued by the respective auditors of the companies included in consolidated financial statements of the Company , to which reporting under CARO is applicable ,we report as under:
- 2.



Sr No.	Name of the Entity	CIN	Holding Company/Subsidiary Company	Clause number of the CARO report which is qualified or adverse.
1	SSA International Limited	U15122DL1995PLC068186	Wholly owned subsidiary	Clause3(1)(a)(A),3(1)(c),3(ii)(b),3(ix)(a)&(b),3(xiv),3(xvii).
2	Arlin Foods Limited	U15209DL2008PLC173566	Subsidiary Company.	Clause3(1)(a)(A),3(xiv).

3. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of the branch auditors and other auditors on the separate financial statements/ financial information of the branches and joint operations, referred to in the Other Matters paragraph above we report, to the extent applicable that:
- 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 of the aforesaid consolidated Ind AS financial statements.
  - In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books.
  - The consolidated Balance Sheet, the consolidated Statement of Profit and Loss, the consolidated Statement of Changes in Equity and the consolidated Statement of Cash Flow dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.
  - In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
  - On the basis of the written representations received from the directors of the holding Company, as on 31 March 2025 and taken on record by the Board of Directors of respective companies, none of the directors of the Group companies incorporated in India is disqualified from being appointed as a director in terms of Section 164(2) of the Act.
  - With respect to the adequacy of the internal financial controls over financial reporting of the group and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report



expresses a qualified / adverse opinion on the operating effectiveness of the group's internal financial controls over financial reporting.

- g) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The group has disclosed the impact of pending litigations on its financial position in its consolidated Ind AS financial statements refer note no. 24.
  - ii. The group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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;
  - v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("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



- vi. Based on our examination which included test checks, management does not provide us sufficient audit evidences which give us assurance that the company has enabled audit trail feature in its accounting software, hence we are unable to comment on audit trail feature of the said software.

**FOR KAPIL KUMAR & CO**

**CHARTERED ACCOUNTANTS**

**FIRM REGISTRATION NO: 006241N**

**MOHIT KAKKAR**

**(PARTNER)**

**MEMBERSHIP NUMBER: 538844**

**UDIN: 25538844BMIWOP5759**

**28<sup>th</sup> MAY, 2025**

**New Delhi**



## **Annexure - B to the Auditors' Report**

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31st March, 2025, we have audited the internal financial controls over financial reporting of Samtex Fashions Limited ("the Holding Company"), and that of its subsidiary company (the Holding Company and its subsidiary constitute "the Group").

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

The Holding Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the group considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to groups's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the holding company's and its subsidiaries internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



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

## **Meaning of Internal Financial Controls over Financial Reporting**

A group'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 group's internal financial control over financial 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 groups'; (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 group are being made only in accordance with authorizations of management and directors of the holding company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the group's assets that could have a material effect on the financial statements

## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion and according to information and explanations given to us, the Holding Company and its Subsidiary Companies, which are companies incorporated in India, does not have an adequate internal financial control system commensurate with the size of group and nature of its business.

**FOR KAPIL KUMAR & CO**  
**CHARTERED ACCOUNTANTS**  
**FIRM REGISTRATION NO: 006241N**

**MOHIT KAKKAR**  
**(PARTNER)**  
**MEMBERSHIP NUMBER: 538844**  
**UDIN: 25538844BMIWOP5759**  
**28<sup>th</sup> MAY, 2025**  
**New Delhi**

**SAMTEX FASHIONS LIMITED**  
**Consolidated Balance Sheet as at March 31, 2025**

(In Lakhs)

CIN:-U15122DL1995PLC068186

Particulars		Note No.	As at March 31, 2025	As at March 31, 2024
A	<b>ASSETS</b>			
1	<b>Non-current assets</b>			
	(a) Property, plant and equipment	1	6,083.32	6,083.32
	(b) Capital work-in-progress		170.34	170.34
	(c) Intangible assets	2	0.59	0.59
	(d) Financial assets			
	(i) Investments			
	(ii) Trade Receivables	3	28,470.64	28,479.09
	(iii) Other financial assets	3	366.42	366.42
	(e) Deferred tax assets (net)		92.53	92.53
	(f) Other non-current assets	4	216.85	216.85
	<b>Total Non - Current Assets</b>		<b>35,400.69</b>	<b>35,409.14</b>
2	<b>Current assets</b>			
	(a) Inventories	17	25.32	25.32
	(b) Financial assets			
	(i) Trade receivables	5	-	-
	(ii) Cash and cash equivalents	6	57.45	59.24
	(iii) Bank balances other than (ii) above	6	40.43	39.88
	(iv) Other financial assets	3	4.25	4.20
	(c) Current Tax Assets (Net)		60.39	60.08
	(d) Other current assets	4	278.64	279.55
	<b>Total Current Assets</b>		<b>466.47</b>	<b>468.27</b>
	<b>Total Assets (1+2)</b>		<b>35,867.16</b>	<b>35,877.41</b>
B	<b>EQUITY AND LIABILITIES</b>			
1	<b>Equity</b>			
	(a) Equity share capital	7	1,491.80	1,491.80
	(b) Other equity	8	(25,455.57)	(25,427.49)
	<b>Total equity</b>		<b>(23,963.77)</b>	<b>(23,935.69)</b>
	<b>LIABILITIES</b>			
2	<b>Non-current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	9	686.06	675.56
	(b) Provisions	10	11.84	15.84
	(c) Deffered tax Liabilities			
	<b>Total Non - Current Liabilities</b>		<b>697.90</b>	<b>691.40</b>
3	<b>Current liabilities</b>			
	(a) Financial liabilities			
	(i) Borrowings	11	55,608.79	55,610.86
	(ii) Trade payables dues to MSME	13	2.80	2.80
	(ii) Trade payables dues to other than MSME		836.44	836.29
	(iii) Other financial liabilities		2,633.45	2,633.45
	(b) Provisions	10	-	-
	(c) Current Tax Liabilities (Net)			
	(d) Other current liabilities	14	51.56	38.31
	<b>Total Current Liabilities</b>		<b>59,133.04</b>	<b>59,121.70</b>
	<b>Total Equity and Liabilities (1+2+3)</b>		<b>35,867.16</b>	<b>35,877.41</b>

See accompanying notes to the Ind AS financial statements

In terms of our report attached.

For KAPIL KUMAR & CO  
Chartered Accountants  
FRN NO-006241N

For and on behalf of the Board of Directors  
SAMTEX FASHIONS LTD

ATUL MITTAL  
(Managing Director & CFO)  
DIN NO-00223366

PREETI SAXENA  
( Director)  
(DIN: 07597269)

( MOHIT KAKKAR)  
Partner

UDIN:25538844BMIWOP5759  
PLACE: NEW DELHI  
DATE: 28.05.2025

Rinki Rani  
( Company Secretary)  
(M No. A51516)

**SAMTEX FASHIONS LIMITED**
**Statement of Consolidated Profit and Loss for the year ended March 31, 2025**
**(In Lakhs)**

Particulars	Note No.	Year ended 31 March 2025	Year ended 31 March 2024
I Revenue from operations	15		
II Other Income	16	3.13	4.01
<b>III Total Revenue (I + II)</b>		<b>3.13</b>	<b>4.01</b>
<b>IV EXPENSES</b>			
(a) Cost of materials consumed	17		
(b) Purchase of Stock-in-Trade			
(c) Changes in stock of finished goods and work-in-progress	18		
(d) Employee benefit expense	19	15.60	9.14
(e) Finance costs	20	0.05	0.12
(f) Depreciation and amortisation expense	21	-	435.07
(g) Other expenses	22	27.04	36.41
<b>Total Expenses (V)</b>		<b>42.68</b>	<b>480.74</b>
<b>VI Profit/(loss) before prior period items (I- IV)</b>		<b>(39.56)</b>	<b>(476.73)</b>
Prior Period Item Expenses			
<b>VI Profit/(loss) before exceptional items and tax (I- IV)</b>		<b>(39.56)</b>	<b>(476.73)</b>
<b>VII Profit/(loss) before tax (V - III)</b>		<b>(39.56)</b>	<b>(476.73)</b>
<b>VIII Tax Expense</b>			
(1) Current tax			
(2) Deferred tax			
<b>Total tax expense</b>		-	-
<b>IX Profit/(loss) for the year (VI - VII)</b>		<b>(39.56)</b>	<b>(476.73)</b>
<b>X Other comprehensive income</b>			
<b>A (i) Items that will not be reclassified to profit or loss</b>			
(a) Remeasurements of the defined benefit liabilities		11.47	8.08
		11.47	8.08
<b>X Total comprehensive income/(loss) for the year (VIII + IX)</b>		<b>(28.08)</b>	<b>(468.65)</b>
<b>XII Earnings per equity share (of Rs 2 each):</b>			
(1) Basic		(0.04)	(0.63)
(2) Diluted		(0.04)	(0.63)

See accompanying notes to the Ind AS financial statements

In terms of our report attached.

**For KAPIL KUMAR & CO**  
 Chartered Accountants  
 FRN NO-006241N

**( MOHIT KAKKAR )**  
 Partner  
 UDIN:25538844BMIWOP5759

 Place : DELHI  
 DATE: 28.05.2025

**ATUL MITTAL**  
 (Managing Director & CFO)  
 DIN NO-00223366

**For and on behalf of the Board of Directors**  
**SAMTEX FASHIONS LTD**
**PREETI SAXENA**  
 ( Director )  
 (DIN: 07597269)

**Rinki Rani**  
 ( Company Secretary )  
 (M No. A51516)

**SAMTEX FASHIONS LIMITED**  
**Cash flow statement for the year ended March 31, 2025**

(In Lakhs)

Particulars	Year ended	Year ended
	3/31/2025	3/31/2024
<b>A. Cash flow from operating activities</b>		
<b>Profit for the year</b>	<b>(39.56)</b>	<b>(476.73)</b>
Adjustments for:		
Income tax expense		-
Amounts Charged directly to Other Comprehensive Income	11.47	8.08
Depreciation and amortisation	-	435.07
Loss/(Gain) on disposal of property, plant and equipment		
Interest income recognised in profit or loss	(3.13)	(4.01)
Finance cost recognised in profit or loss	0.05	0.12
Capital Investment Subsidy		
Net unrealised exchange (Gain)/Loss		
Net (gain)/loss recognised for derivatives		
<b>Movements in working capital:</b>		
(Increase) /decrease in trade and other receivables	8.45	23.80
(Increase) /decrease in other financial assets	(0.04)	0.17
(Increase) /decrease in other current assets	0.92	3.29
(Increase) /decrease in other non-current assets		
(Increase) /decrease in inventories		
Increase/ (decrease) in trade payables	0.16	1.92
Increase/ (decrease) in current tax asset/liabilities		
Increase/ (decrease) in provisions	(4.00)	
Increase/ (decrease) in other current liabilities	13.25	(0.19)
Increase/ (decrease) in other financial liabilities		
<b>Cash generated from operations</b>	<b>(12.43)</b>	<b>(8.47)</b>
Income taxes paid (net of refund, if any)	(0.31)	(0.35)
<b>Net cash generated from operations</b>	<b>(12.75)</b>	<b>(8.82)</b>
<b>B. Cash flow from investing activities</b>		
Payments for property, plant and equipment		
Proceeds from disposal of property, plant and equipment		
Interest received	3.13	4.01
(Increase) /decrease in other bank balances	(0.55)	(1.32)
<b>Net cash generated from / (used in) investing activities</b>	<b>2.58</b>	<b>2.69</b>
<b>C. Cash flow from financing activities</b>		
Net Increase /(Decrease) in long term borrowing	10.50	9.00
Net Increase /(Decrease) in short term borrowing	(2.07)	(2.31)
Interest Paid	(0.05)	(0.12)
<b>Net cash used in financing activities</b>	<b>8.38</b>	<b>6.57</b>
<b>Net change in cash and cash equivalents</b>	<b>(1.79)</b>	<b>0.44</b>
Cash and cash equivalents as at the beginning of the Year	59.24	58.79
Cash and cash equivalents as at the end of the Year	57.45	59.24
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and cash equivalents[Refer Note 10]	57.45	59.24

**In terms of our report attached.**  
**For KAPIL KUMAR & CO**  
**Chartered Accountants**  
**FRN NO 006241N**

**For and on behalf of the Board of Directors**  
**SAMTEX FASHIONS LTD**

**ATUL MITTAL**  
**(Managing Director &**  
**CFO)**  
**DIN NO-00223366**

**PREETI SAXENA**  
**( Director)**  
**(DIN: 00223035)**

**(MOHIT KAKKAR)**  
**Partner**  
**UDIN:25538844BMIWOP5759**  
**PLACE: NEW DELHI**  
**DATE: 28.05.2025**

**Rinki Rani**  
**( Company Secretary)**  
**(M No. A51516)**

**SAMTEX FASHIONS LIMITED**  
Notes to the financial statements for the year ended March 31, 2025

**Note No. 1 - Property, plant and equipment**

(In Lakhs)

Description of Assets	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipment	Building	Electrical Fittings	Mobiles	Housing Project	Land (freehold)	Land (Leasehold)	Roads	Total
<b>Cost or deemed cost</b>												
<b>Balance as at March 31 2023</b>	<b>8,285.98</b>	<b>34.05</b>	<b>124.76</b>	<b>29.45</b>	<b>2,846.45</b>	<b>69.02</b>	<b>3.38</b>	<b>121.23</b>	<b>98.78</b>	<b>266.03</b>	<b>404.06</b>	<b>12,283.19</b>
Additions during the year												
Deletions during the year												
<b>Balance as at March 31 2024</b>	<b>8,285.98</b>	<b>34.05</b>	<b>124.76</b>	<b>29.45</b>	<b>2,846.45</b>	<b>69.02</b>	<b>3.38</b>	<b>121.23</b>	<b>98.78</b>	<b>266.03</b>	<b>404.06</b>	<b>12,283.19</b>
Additions during the year												
Deletions during the year												
<b>Balance as at March 31, 2025</b>	<b>8,285.98</b>	<b>34.05</b>	<b>124.76</b>	<b>29.45</b>	<b>2,846.45</b>	<b>69.02</b>	<b>3.38</b>	<b>121.23</b>	<b>98.78</b>	<b>266.03</b>	<b>404.06</b>	<b>12,283.19</b>
<b>Accumulated Depreciation and impairment</b>												
<b>Balance as at March 31 2023</b>	<b>4,335.07</b>	<b>29.98</b>	<b>108.55</b>	<b>16.70</b>	<b>898.11</b>	-	<b>3.10</b>	-	-	<b>78.65</b>	<b>294.61</b>	<b>5,764.79</b>
Depreciation / amortisation expense	<b>296.69</b>	<b>0.65</b>	<b>4.79</b>	<b>0.01</b>	<b>121.93</b>	-	-	-	-	<b>11.00</b>	-	<b>435.07</b>
Eliminated on disposal of assets												
<b>Balance as at March 31 2024</b>	<b>4,631.76</b>	<b>30.63</b>	<b>113.35</b>	<b>16.72</b>	<b>1,020.04</b>	-	<b>3.10</b>	-	-	<b>89.65</b>	<b>294.61</b>	<b>6,199.86</b>
Depreciation / amortisation expense	-	-	-	-	-	-	-	-	-	-	-	-
Eliminated on disposal of assets												
<b>Balance as at March 31 2025</b>	<b>4,631.76</b>	<b>30.63</b>	<b>113.35</b>	<b>16.72</b>	<b>1,020.04</b>	-	<b>3.10</b>	-	-	<b>89.65</b>	<b>294.61</b>	<b>6,199.86</b>
<b>Net Carrying Amount</b>												
<b>Balance as at March 31 2023</b>	3,950.91	4.07	16.21	12.74	1,948.34	69.02	0.28	121.23	98.78	187.38	109.44	6,518.40
<b>Balance as at March 31 2024</b>	3,654.22	3.42	11.42	12.73	1,826.41	69.02	0.28	121.23	98.78	176.38	109.44	6,083.32
<b>Balance as at March 31 2025</b>	3,654.22	3.42	11.42	12.73	1,826.41	69.02	0.28	121.23	98.78	176.38	109.44	<b>6,083.32</b>

The Company has availed the deemed cost exemption in relation to the property, plant and equipment on the date of transition and hence the net block carrying amount has been considered as the gross block carrying amount on that date.

<b>Gross Carrying Amount</b>	
<b>Balance as at March 31 2023</b>	<b>11.79</b>
Additions	-
Disposals	-
<b>Balance as at March 31 2024</b>	<b>11.79</b>
Additions	-
Disposals	-
<b>Balance as at March 31 2025</b>	<b>11.79</b>
<b>Accumulated Depreciation and impairment</b>	
<b>Balance as at March 31 2023</b>	<b>11.21</b>
Depreciation / amortisation expense	
Eliminated on disposal of assets	
<b>Balance as at March 31 2024</b>	<b>11.21</b>
Depreciation / amortisation expense	
Eliminated on disposal of assets	
<b>Balance as at March 31 2025</b>	<b>11.21</b>
<b>Net Carrying amount</b>	
<b>Balance as at March 31 2023</b>	0.59
<b>Balance as at March 31 2024</b>	0.59
<b>Balance as at March 31 2025</b>	0.59

**SAMTEX FASHIONS LIMITED**

Statement of changes in equity for the year ended 31 March, 2025

(In Lakhs)

**Note 7**

	Equity Share Capital		Share warrant	
	Number of shares	Amount (Rs)	Number of shares	Amount (Rs)
<b>a. Equity share capital</b>				
<b>Balance as at March 31, 2023</b>	745	1,490.00	1	1.80
Change in equity share capital during the year				
<b>Balance as at March 31, 2024</b>	745	1,490.00	1	1.80
Change in equity share capital during the year				
<b>Balance as at March 31, 2025</b>	745	1,490.00	1	1.80

**Note 8**

	<u>Capital Reserves</u>	<u>Security Premium</u>	<u>Reserves &amp; Surplus</u>	<u>Total</u>
<b>b. Other equity</b>				
(a) Loss for the year			(557.93)	(557.93)
(b) Adjustment of taxes				
(c) Other Comprehensive income of the year, net of income tax - Remeasurement of the defined benefit plans			28.86	28.86
Total comprehensive income/(loss) for the year			(529.07)	(529.07)
<b>Balance as at March 31, 2023</b>	10.00	1,140.00	(26,108.84)	(24,958.84)
(a) Loss for the year			(476.73)	(476.73)
(b) Adjustment of taxes				
(c) Other Comprehensive income of the year, net of income tax - Remeasurement of the defined benefit plans			8.08	8.08
Total comprehensive income/(loss) for the year			(468.65)	(468.65)
<b>Balance as at March 31, 2024</b>	10.00	1,140.00	(26,577.49)	(25,427.49)
(a) Loss for the year			(39.56)	(39.56)
(b) Adjustment of taxes				
(c) Other Comprehensive income of the year, net of income tax - Remeasurement of the defined benefit plans			11.47	11.47
Total comprehensive income/(loss) for the year			(28.08)	(28.08)
<b>Balance as at March 31, 2025</b>	10.00	1,140.00	(26,605.57)	(25,455.57)

See accompanying notes to the Ind AS financial statements

In terms of our report attached.

For KAPIL KUMAR &amp; CO

Chartered Accountants

FRN NO-006241N

For and on behalf of the Board of Directors

SAMTEX FASHIONS LTD

ATUL MITTAL  
(Managing Director & CFO)  
DIN NO-00223366

PREETI SAXENA  
( Director)  
(DIN: 07597269)

( MOHIT KAKKAR)  
Partner

UDIN:25538844BMIWOP5759

Place : DELHI

DATE: 28.05.2025

Rinki Rani  
( Company Secretary)  
(M No. A51516)

**SAMTEX FASHIONS LIMITED**  
**Notes to the financial statements for the year ended March 31, 2025**

**Note No. 3 - Other financial assets [unsecured and considered good, unless otherwise stated]**

**(In Lakhs)**

Particulars							As at March 31, 2025	As at March 31, 2024
<b>Non-current</b>								
<b>Financial assets at amortised cost</b>								
<b>Investments</b>								
<b>Unquoted Equity Investments</b>								
<b>Investment in Subsidiary</b>								
b) Investment in Express warehousing Ltd							300.00	300.00
c) Investment in Yogendra Worsted Limited 6,00,000 Equity Shares (Previous year 600,000) of Rs 10/- Each Fully Paid-up.								
<b>Total</b>							300.00	300.00
Less: Impairment in Value of Investments Express Warehousing Ltd Yogendra Worsted Limited							300.00	300.00
<b>Net Value of Investments</b>							-	-
<b>Trade Receivable</b>								
a) Unsecured, considered good							28,771.57	28,780.02
Less: provision for bad debts							(300.94)	(300.94)
<b>Net Trade Receivable</b>							<b>28,470.64</b>	<b>28,479.09</b>
<b>Trade Receivable as at</b>	<b>LESS THAN 6 MONTHS</b>	<b>6 MONTHS -1 YEAR</b>	<b>1-2 YEARS</b>	<b>2-3 YEARS</b>	<b>MORE THAN 3 YEARS</b>	<b>TOTAL</b>		
31-03-2025						-		
31-03-2024			53.00		28,473.79	28,526.79		
<b>Loans</b>								
a) Security Deposits							366.42	366.42
<b>TOTAL [I]</b>							<b>28,837.05</b>	<b>28,845.50</b>
<b>Current</b>								
<b>Financial assets at amortised cost</b>								
a) Interest accrued on bank deposits							4.25	4.20
<b>TOTAL [II]</b>							<b>4.25</b>	<b>4.20</b>
<b>TOTAL [I + II]</b>							<b>28,841.30</b>	<b>28,849.71</b>

**Note No.4- Other assets [unsecured and good, unless otherwise stated]**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Non Current</b>		
(a) Capital advances	98.17	98.17
(b) Duty paid under protest	118.68	118.68
<b>Total [I]</b>	<b>216.85</b>	<b>216.85</b>
<b>Current</b>		
(a) Prepaid expenses	0.03	0.04
(b) Other advances	224.18	228.74
(c) Balance with Government authorities	54.42	50.77
(d) TDS Received	-	-
<b>Total [II]</b>	<b>278.64</b>	<b>279.55</b>
<b>TOTAL [I+II]</b>	<b>495.49</b>	<b>496.40</b>

**SAMTEX FASHIONS LIMITED**  
**Notes to the financial statements for the year ended March 31, 2025**

**Note No. 5 - Trade receivables**

(In Lakhs)

<b>Particulars</b>	<b>As at March 31, 2025</b>	<b>As at March 31, 2024</b>
Current		
(a) Unsecured, considered good		
Less: Allowance for doubtful debts		
<b>TOTAL</b>		

**Note - 6 Cash and bank balances**

<b>Particulars</b>	<b>As at March 31, 2025</b>	<b>As at March 31, 2024</b>
<b>1. Cash and cash equivalents:</b>		
a) Cash on hand	<b>1.70</b>	1.69
b) Balance with banks		
(i) In current accounts	<b>54.99</b>	56.82
(ii) In other deposit accounts	<b>0.76</b>	0.73
<b>Total-Cash and cash equivalents [A]</b>	<b>57.45</b>	<b>59.24</b>
<b>2. Other bank balances</b>		
a) Balance with banks		
(i) In other deposit accounts- Lien Marked (maturity in excess of 3 Months within 12 months)		
(ii) In other deposit accounts (maturity in excess of 3 Months within 12 months)	40.43	39.88
<b>Total-Other bank balances [B]</b>	<b>40.43</b>	<b>39.88</b>
<b>TOTAL [A+B]</b>	<b>97.88</b>	<b>99.12</b>

**SAMTEX FASHIONS LIMITED****Statement of changes in equity for the year ended 31 March, 2025****Note No.7 - Share Capital****(In Lakhs)**

Particulars	As at March 31, 2025		As at March 31, 2024	
	NO. OF SHARES	AMOUNT	NO. OF SHARES	AMOUNT
<b>AUTHORIZED SHARES</b>				
Equity Shares of Rs 2/- Each	800	1,600.00	800	1,600.00
<b>ISSUED,SUBSCRIBED AND PAID UP SHARES</b>				
Equity Shares of Rs 2/- Each Fully Paid Up	745	1,490.00	745	1,490.00
<b>FORFEITED SHARES</b>				
Amount Originally Paid up on 1,00,000 Zero Coupon Warrant @ 1.80 per Warrant	1	1.80	1	1.80
<b>TOTAL</b>	<b>746</b>	<b>1,492</b>	<b>746</b>	<b>1,492</b>

(a) Reconciliation of Shares outstanding at the beginning and at the end of the year

Particulars	As at March 31, 2025		As at March 31, 2024	
	NO. OF SHARES	AMOUNT	NO. OF SHARES	AMOUNT
<b>EQUITY SHARES</b>				
At the beginning of the year	746	1,491.80	746	1,491.80
Issued during the year as fully paid up	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>746</b>	<b>1,491.80</b>	<b>746</b>	<b>1,491.80</b>

(b)The Company has only one class of equity shares having a par value of ` 2/- per share. The equity shareholders of the Company have voting rights and are subject to the preferential rights as prescribed under law , if any. The equity shares are also subject to restriction as prescribed under the Companies Act, 2013. 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.

During the year ended 31st March 2025, no dividend is declared by Board of Directors. (Previous year - Nil)

(c) Shares held by Holding / Ultimate holding company and/or their subsidiaries/associates: Nil (Previous year -Nil)

**SAMTEX FASHIONS LIMITED**  
**Notes to the financial statements for the year ended March 31, 2025**

**Note - 9: Non Current Borrowings**

(In Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Borrowings - at amortised Cost		
(i) Term Loan from Banks	2,633.45	2,633.45
(ii) Vehicle Loans from banks		
Less: Term Loans recalled by banks (reflected as other current financial	(2,633.45)	(2,633.45)
i) Unsecured borrowings from directors, promoters, shareholders, related parties and others	686.06	675.56
<b>Total Borrowings carried at Amortise</b>	<b>686.06</b>	<b>675.56</b>

(i) Details of terms of repayment and security provided in respect of the long-term borrowings:

(a) Term Loan from Banks

Nature of Security	Terms of repayment
Term loan of Rs.700 Lacs (year end balance Rs. 194.97 lacs) from IDBI Bank Ltd. is secured by first charge on the fixed assets (solvent plant) of the company at Samalkha Unit and further guaranteed by irrevocable and unconditional personal guarantee of Rita Mittal and Naveen Mittal (CMD) & corporate guarantee of Samtex fashions Ltd.	The principle amount is repayable in 20 equal quarterly instalments of Rs.35 Lacs from 01.04.2013 to 01.01.2018. Interest will be payable at BBR plus 350 BPS monthly
Term loan of Rs.750 Lacs ( year end balance Rs. 164.02 lacs ) from State Bank of India is secured by exclusive charge over assets created for the Co-generation Power Plant at Samalkha and second charge over current assets, both present & future, of the company. Extension of second charge over fixed assets of the company (excluding fixed assets at mandideep industrial area, M.P & assets created for co-generation power Plant at samalkha). Further guaranteed by personal guarantee of Rita Mittal and Naveen Mittal (CMD) and corporate guarantee of Samtex Fashions Limited, Empire Finvest Limited, Gartex Overseas Private Limited and SSR Apparel Private Limited.	The principle amount is repayable in 23 equal quarterly instalments of Rs.31 Lacs and last quarterly instalment of Rs.37 Lacs from 01.04.2013 to 31.03.2019. Interest will be payable 4.00% above base rate at Monthly rests.
Term loan of Rs.780 Lacs(year end balance Rs.350.02 lacs) from State Bank of India is secured by exclusive charge over entire fixed assets created at Rice Mill-2 at Mandideep Plant. Further guaranteed by personal guarantee of Rita Mittal, Vinay Mittal and Naveen Mittal(CMD) and corporate guarantee by Samtex Fashions Ltd.,Empire Finvest Pvt. Ltd.,Gartex Overseas Pvt. Ltd. and SSR Apparel Pvt. Ltd.	The principle amount is repayable in 20 equal quarterly instalments of Rs.39 lacs each beginning from 31.12.2013 to 30.09.2018
Term loan of Rs.480 Lacs(year end balance Rs.210.86 lacs) from State Bank of Travancore is secured by exclusive charge on fixed assets of the proposed solvent extraction plant at Mandideep(excluding land). Further guaranteed by personal guarantee of Rita Mittal and Naveen Mittal (CMD) and corporate guarantee by Samtex Fashions Ltd.	The principle amount is repayable in 25 equal quarterly instalments of Rs.19.20 lacs each beginning from 01.04.2013 to 30.06.2019
Term loan of Rs.2375 Lacs(year end balance Rs. 1713.57 lacs) from IDBI Bank Ltd. is secured by exclusive charge on fixed assets of the proposed Soya Extraction Plant at Mandideep(excluding land). Further guaranteed by personal guarantee of Rita Mittal and Naveen Mittal(CMD) and corporate guarantee by Samtex Fashions Ltd.	The principle amount is repayable in 24 equal quarterly instalments of Rs.98.96 lacs each beginning from 01.10.2014 to 01.07.2020
HDFC Bank Ltd.Car Loan of Rs.3,30,000 (year end balance is . NIL) is secured by hypothecation of Maruti Celerio Car and personal guarantee of directors.	Repayable in 36 equated monthly instalments of Rs.10,602 including interest(@ 9.70 % p.a)from the date of loan (30/10/2015)
HDFC Bank Ltd.Car Loan of Rs.3,70,000 (year end balance is NIL) is secured by hypothecation of Maruti Celerio Car and personal guarantee of directors.	Repayable in 36 equated monthly instalments of Rs.11,887 including interest(@ 9.70 % p.a)from the date of loan (30/10/2015)
Kotak Mahindra Prime Ltd. Audi Car Loan of Rs.40,80,000 (year end balance is Rs. NIL) is secured by hypothecation of Audi Car and personal guarantee of directors.	Repayable in 60 equated monthly instalments of Rs.84,008 including interest(@ 8.90 % p.a)from the date of loan (26/12/2015)

**The Company had defaulted in repayment of loans which remained outstanding are as follows:**

Particular	Amount of default as on 31st March 2025 of principal amount (in lacs)	Amount of default as on 31st march of principal amount (in lacs)	Total (in lacs)
Term Loan from IDBI Bank	175.00	175.00	195.00
Term Loan from State Bank of India	164.02	164.02	164.00
Term Loan from State Bank of India	350.02	350.02	350.00
Term Loan from State Bank of India (State Bank of Travancore)	210.86	210.86	211.00
Term Loan from IDBI Bank	1567.23	1567.23	146.34
<b>Totals</b>	<b>2467.13</b>	<b>2467.13</b>	<b>1066.34</b>

**SAMTEX FASHIONS LIMITED**

**Note - 10: Provisions [Current and Non-current]**

(In Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Non Current</b>		
(a) Provision for employee benefits		
a. Provision for leave encashment	6.70	10.70
b. Provision for gratuity	5.14	5.14
<b>Total [I]</b>	<b>11.84</b>	<b>15.84</b>
<b>Current</b>		
(a) Provision for employee benefits		
a. Provision for leave encashment		
b. Provision for gratuity		
c. Bonus		
(b) Other Provisions		
<b>Total [II]</b>		
	<b>11.84</b>	<b>15.84</b>
<b>Total Provisions [I+II]</b>		

**Note - 11: Current Borrowings**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Measured at amortised cost</b>		
<b>Loans Repayable on demand</b>		
(i) Buyer Credit Loan		
(ii) Working Capital Facility		
(a) EPC Account	421.34	421.34
(b) CC Account	55,187.45	55,189.52
<b>Total Borrowings carried at Amortise</b>	<b>55,608.79</b>	<b>55,610.86</b>

(A) Details of security and Guarantee for working capital finance:-

The working capital facilities are secured by 1st charge on current assets (both present and future ) of the company to be shared on pari-passu basis with other banks in the consortium.

Second pari-passu charge over fixed assets of the company. E.M. of residential property bearing No. D-78 Pushpanjali, pitampura measuring 212.75 sq mtr in the name of Rita Mittal and Naveen Mittal (CMD). E.M property consisting of freehold land 7018 Sq Yd, Khasra No 615/10 Samalkha belonging to Gartex Overseas (P) Ltd. E.M. property consisting of free hold land, 165/1 and 165/2/1 at samalkha belonging to SSR apparlrs (P) Ltd. Negative lien on property at 12th floor, Big Jo's Estate, Plot A/08 NSP Pitampura Further guaranteed by personal guarantee of Rita Mittal , Naveen Mittal (CMD) and Vinay Mittal (Promoter) and corporate guarantee of Samtex Fashions Limited, Empire Finvest Limited, Gartex Overseas Pvt. Ltd. and SSR Apparel Pvt. Ltd.

Interest Accrued on FDR with consurtium member banks is reduced from liabilities owed to the bank.

**The Compny had defaulted in repayment of loans which remained outstanding are as follows**

Particular	Amount of default as on 31st March2025		Total outstanding (in lacs)
	of principal amount (in lacs)	of interest accrued (in lacs)	
Working Capital from Canara Bank			
Working Capital from IDBI Bank	12830.00	1795.61	14625.61
Working Capital from SBI Bank	4279.84	593.00	4872.84
<b>Total</b>	<b>34000.00</b>	<b>2125.45</b>	<b>36125.45</b>
(B)	<b>51109.84</b>	<b>4514.06</b>	<b>55623.90</b>

Particulars	As at March 31, 2025	As at March 31, 2024
Working Capital Finance	55,608.79	55,610.86
<b>Total</b>	<b>55,608.79</b>	<b>55,610.86</b>

**SAMTEX FASHIONS LIMITED**  
**Notes to the financial statements for the year ended March 31, 2025**

**Note - 12: Trade Payables**

(In Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Trade payables dues to MSME	2.80	2.80
Trade payables dues to other than MSME	836.44	836.29
<b>Total</b>	<b>839.24</b>	<b>839.09</b>

Other than MSME Creditor	Less than 1	1-2 years	2-3years	more than	TOTAL
31-03-2025					839.24
31-03-2024	1.92	3.17	7.68	826.31	839.09

**Note No. 13- Other Financial Liabilities [Measured at Amortised Cost]**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Current</b>		
a) Long term loans recalled by banks	2,633.45	2,633.45
b) Current Maturity of Long Term borrowings		
c) Interest Payable to banks		
<b>Total other financial liabilities</b>	<b>2,633.45</b>	<b>2,633.45</b>

**Note - 14: Other Liabilities**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Current</b>		
a) Advance from Customer	13	
a) Statutory dues payable	38.35	37.36
b) Other Payables	0.59	0.95
<b>Total other liabilities</b>	<b>51.56</b>	<b>38.31</b>

**SAMTEX FASHIONS LIMITED**  
**Notes to the financial statements for the year ended March 31, 2025**

**Note - 15: Revenue from operations**

(In Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
	(Rs)	(Rs)
(a) Sale of products		
(b) Other operating income -Job Work		
<b>Total Revenue from operations</b>		

**Note - 16: Other Income**

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
	(Rs)	(Rs)
(a) Interest income	3.13	4.01
(b) Other non-operating income		
<b>Total other income</b>	<b>3.13</b>	<b>4.01</b>

**Note - 17: - Cost of material consumed**

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
	(Rs)	(Rs)
<b>Raw Materials (A)</b>		
Opening stock	25.32	25.32
Add: Purchases		
Less: Closing stock	25.32	25.32
Consumption of Raw Material		
<b>Total cost of material consumed</b>		-

**Note - 18: - Changes In Inventories of Stock-In-Trade**

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
	(Rs)	(Rs)
<b>Finished Goods</b>		
At The Beginning Of The Accounting Period		
At The End Of The Accounting Period		

**SAMTEX FASHIONS LIMITED**  
**Notes to the financial statements for the year ended March 31, 2025**

**Note - 19: Employee benefit expenses**

(In Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March ,2024
Salaries and wages	12.24	9.14
Security Expense	3.36	
Contributions to employee state insurance		
Others		
<b>Total Employee benefit expenses</b>	<b>15.60</b>	<b>9.14</b>

**Note - 20: Finance cost**

Particulars	Year ended 31 March 2025	Year ended 31 March ,2024
Interest On Working Capital Limits		
Interest On Term Loans		
Interest (Others)		
Bank Charges	0.05	0.12
<b>Total Finance cost</b>	<b>0.05</b>	<b>0.12</b>

**Note - 21: Depreciation and amortisation expense**

Particulars	Year ended 31 March 2025	Year ended 31 March ,2024
Depreciation on Tangible Assets	-	435.07
<b>Total Depreciation</b>		<b>435.07</b>

**Note - 22: Other expenses**

Particulars	Year ended 31 March 2025	Year ended 31 March ,2024
Power & fuel		
Insurance Expenses	0.09	0.09
Books & Periodicals	-	-
Telephone, Fax & Communication Expenses	0.13	0.08
Fees, Rates & Taxes	6.04	5.70
Rent/Lease Rent	12.86	12.02
General Expenses	1.60	1.36
GST expenses	-	7.91
Designing Charges	0.10	-
Advertisement Expense	0.73	0.55
Postage & Courier Charges	0.07	0.05
Printing & Stationery	-	-
Vehicle Maintenance	-	-
Payment To Auditors	1.80	1.30
Legal & Professional Charges	3.35	7.12
Electricity Expenses	0.26	0.23
Travelling Expenses		
ITC Disallowed		
<b>TOTAL</b>	<b>27.04</b>	<b>36.41</b>

**Categories of Financial Instruments**

<b>Note 23</b>	<b>Financial assets</b>	<b>As at 31-03-25 Amount (Rs.)</b>	<b>As at 31-03-24 Amount (Rs.)</b>
	<b>Measured at Amortised cost</b>		
a)	Investments		
b)	Trade Receivables	28,470.64	28,479.09
c)	Cash & Cash Equivalents	57.45	59.24
d)	Other bank balances	40.43	39.88
e)	other financial assets	370.66	370.62
	<b>Total Financial assets</b>	<b>28,939.18</b>	<b>28,948.82</b>
	<b>Financial liabilities</b>		
	<b>Measured at Amortised cost</b>		
a)	Borrowings	56,294.85	56,286.42
b)	Trade payables	2.80	2.80
c)	Other financial liabilities	2,633.45	2,633.45
	Designated as at FVTPL		
a)	Swap derivative		
	<b>Total Financial liabilities</b>	<b>58,931.09</b>	<b>58,922.66</b>
	<b>Financial Assets</b>		
	Fair Value		
	Investment		

**Note 24 Contingent Liabilities**

<b>a)</b>	<b>Particulars</b>	<b>As at 31-03-2025 Amount (Rs.)</b>	<b>As at 31-03-2024 Amount (Rs.)</b>
	Bank Guarantees issued & outstanding	60.02	60.02
	Entry Tax	41.57	41.57
	Income Tax Penalty A.Y 2010-11	210.00	210.00
	Income Tax A.Y 2011-12	7.45	7.45
	Income Tax A.Y 2011-12	8.80	8.80
	Income tax A.Y 2016-17	584.19	584.19
	Income Tax A.Y 2012-13 ( Penalty)	1.49	1.49
	Income Tax AY 2015-16	174.87	174.87

The Company had filed litigations with the Customs, Excise, Service Tax Appellate Tribunal and had already deposited duties under protest, where as the litigations have been decided in the favour of the company and refund of the duties already deposited are being filed and received in the due course.

**b) Commitments:**

<b>Particulars</b>	<b>As at 31-03-25 Amount (Rs.)</b>	<b>As at 31-03-24 Amount (Rs.)</b>
<b>Estimated amount of unexecuted Capital Contracts* (net of advances &amp; deposits)</b>	226.55	226.55

\*Company has booked a house at Noor us Sabah Residency, at Bhopal, cost of the house is Rs. 301,24,400, which is payable as per construction link plan.

**NOTE 25 : Other Notes**

(i) The Company has not received information from vendors regarding their status and status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence necessary disclosures under this Act have not been given.

(ii) The Company has regrouped/ reclassified the previous year figures to make them comparable with current year figures.

(iii) Confirmation of balances of trade debtors, loans and advances, trade payables, security deposits, balances with government authorities have not been provided to us, we are unable to comment on the possible impact, if any, arising out of the said matters.

(iv) Investment of Rs 300 Lakh in Express Warehousing Limited for which provision for diminution in value of Investment has been booked during the year and in earlier year, as the company has incurred heavy losses .

(v) The accounts of the holding company has been declared Non Performing Assets (NPAs) by the banks as the holding company had defaulted in repayment obligations of interest and principal due to consortium bankers during the earlier years. The holding company has also received the notices under the SARFAESI Act, 2002 from consortium of banks.

(vi) The management of Holding Company has confirmed that it has come to their knowledge through newspaper advertisement that the consortium member banks have executed auction of its assets at Samalkha plant. However, in absence of any information regarding the sale of assets i.e. detail of assets sold by bank, value at which the said sale transaction has been undertaken, bank wise utilization of amount received against said sale, the holding company has not taken into consideration the said transaction while preparing its financial statements as on 31.03.2025 . Further the management has confirmed that the consortium bankers have executed sale of assets of directors/ guarantors mortgaged with them during the year as well as earlier years and adjusted the amount received on said auction sale with amount owed by the holding company to the financial institutions, however the holding company has not recorded the effect of such transaction in its financial statements.

**Note 26 - EARNINGS PER EQUITY SHARE**

Particulars	As at 31.03.2025	As at 31.03.2024
	Amount	Amount
<b>Earnings Per Equity Share:</b>		
Net Profit after tax	(28.08)	(468.65)
Equity Shares outstanding	745.00	745.00
Weighted Average Equity Shares	745.00	745.00
Nominal Value of Equity Share	2.00	2.00
Basic Earnings per Share	(0.04)	(0.63)
Diluted Earnings per Share	(0.04)	(0.63)

**SAMTEX FASHIONS LTD**  
**Note 27: RELATED PARTY TRANSACTIONS FROM 1.04.2024 TO 31.03.2025**

**I. Related Parties with Whom Transactions have been Taken Place and Relationships.**

Name of Related Parties	Relationship
Gartex Overseas Pvt Ltd	Key personnels are related to management of related party
SSR Apparels Pvt Ltd	Key personnels are related to management of related party
Express Warehousing LTD	Key personnels are related to management of related party
Bloomingdale Vendors Pvt Ltd	Key personnels are related to management of related party
Atul Mittal	Director
RAMAN OHRI	Independent Director
SURENDRA KUMAR GUPTA	Independent Director

**II. Related Parties with Whom Transactions have been Taken Place and Nature of Transactions**

	As at 31.03.2025	As at 31.03.2024
<b>Transactions with Gartex Overseas Pvt Ltd</b>		
<b>Lease Rent</b>		
Opening Balance	0.45	0.45
Paid during the year		
Payable for the year		
Closing balance	0.45	0.45
<b>Transactions with SSR Apparels Pvt Ltd</b>		
<b>Lease Rent</b>		
Opening Balance	0.15	0.15
Paid during the year		
Payable for the year		
Closing balance	0.15	0.15
<b>Transactions with Express Warehousing Ltd</b>		
<b>Rent Expenses Payable</b>		
Opening Balance	1.02	1.02
Paid during the year		
Receipt duiring the year		
Payable for the year		
Closing balance	1.02	1.02
<b>Security Deposits</b>		
Opening Balance	325.00	325.00
Net security paid during the year		
Closing balance	325.00	325.00
<b>Investment</b>		
Opening Balance	300.00	300.00
Investment made during the year		
Impairment in value	-300.00	-300.00
Closing balance	0.00	0.00
<b>Transactions with Atul Mittal</b>		
<b>Borrowings</b>		
Opening Balance	284.80	284.80
Amount Received during the year		
Amount Paid during the year		
Closing Balance	284.80	284.80
<b>Transactions with Bloomingdale Vendors Pvt Ltd</b>		
<b>Receivables</b>		
Opening Balance	0.18	3.27
Amount Received during the year		3.09
Amount Paid during the year		
Expenses directlty incuured		
Closing Balance	0.18	0.18

<b>Loan &amp; Advances</b>		
Opening Balance		
Amount paid During the Year		
Amount Received during the year		
Expenses paid directly		
Closing Balance		



## **SAMTEX FASHIONS LIMITED**

### **NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2025**

The group includes the following entities:

- i. M/s SSA International Ltd (along with its wholly owned subsidiary M/s Lina Global INC).
- ii. M/s Arlin Foods Ltd

#### **1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

##### **a) Basis of preparation and compliance with Ind AS**

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act. The accounting policies are applied consistently to all the periods presented in the financial statements.

These financial statements were approved for issue by the Board of Directors on 28<sup>th</sup> May 2025.

The Company's financial statements are reported in Indian Rupees, which is also the Company's functional currency, and all values are rounded to the nearest Lac (INR 00,000), except when otherwise indicated.

##### **b) Basis of measurement**

The financial statements have been prepared on a historical cost convention and on an accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:

- i) Certain financial assets and financial liabilities measured at fair values (as required by the relevant Ind AS)
- ii) Defined benefit and other long term employee benefits have been measured at actuarial valuation as required by relevant Ind As.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions, regardless of whether that price is directly observable or estimated using another valuation technique. In determining the fair value of an asset or a liability, the Company takes into



account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

### **Functional and Presentation Currency**

The financial statements are presented in Indian Rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates.

### **c) Property, Plant and Equipment (PPE)**

The initial cost of PPE 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 relevant borrowing costs and any expected costs of decommissioning. Expenditure incurred after the PPE have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the period in which the costs are incurred.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Items of Property, plant and equipment that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realizable value and are shown separately in the financial statements. Any expected loss is recognized immediately in the Statement of Profit and Loss. Losses arising from the retirement of, and gains or losses arising from disposal of Property, plant and equipment which are carried at cost are recognized in the Statement of Profit and Loss.

IndAS 101 permits a first time adopter to elect to continue with the carrying value of all of its property, plant and equipment as recognized in the financial statements as at the date of transition of IndAS, measured as per previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for decommission liabilities, if any. This exemption can also be used for intangible assets covered by IndAS 28 Intangible asset. The Company has elected to measure all of its property, plant and equipment's and intangible assets at their previous GAAP carrying value.

### **d) Depreciation:**

Depreciation is the systematic allocation of the depreciable amount of PPE over its useful life and is provided on a straight line method over the useful lives as prescribed in Schedule II to the Act or as per technical assessment. Depreciable amount for PPE is the cost of PPE less its estimated residual value. The useful life of PPE is the period over which PPE is expected to be available for use by the Company, or the number of production or similar units expected to be obtained from the asset by the Company. Depreciation on additions is provided on a pro-rata basis from the month of installation or acquisition and in case of Projects from the date of commencement of



commercial production. Depreciation on deductions/disposals is provided on a pro-rata basis up to the month of deduction/disposal.

<b>S no</b>	<b>Asset Classification</b>	<b>Useful Life</b>
1	Factory Building	30 Years
2	Furniture & Fixture	10 Years
3	Office Equipment	5 Years
4	Vehicles	3 Years
5	Mobile	3 Years
6	Electrical Fittings	10 Years
7	Plant	15 Years

#### **e) Impairment of Tangible and Intangible Assets**

No business activity has been carried on by the group during the year and production facilities has not been used for a long period of time The group is required to determine impairment in respect of fixed assets, However the group has not done impairment testing.

#### **f) Inventories:**

Inventories are valued as follows:

Raw materials, stores& accessories are valued at lower of cost and net realizable value (NRV). However, these items are considered to be realizable at cost, if the finished products, in which they will be used, are expected to be sold at or above cost. Cost is determined on FIFO basis. The cost of inventory comprises its purchase price, including non-refundable purchase taxes, and any directly attributable costs related to the inventories.

Finished goods, stock-in-trade are valued at lower of cost and NRV. Cost of Finished goods and WIP includes cost of raw materials, direct labour, other direct costs and related production overheads upto the relevant stage of completion. Cost of inventories is computed on FIFO basis.

#### **g) Borrowing Costs:**

General and specific borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of such asset till such time the asset is ready for its intended use and borrowing costs are being incurred. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.



Borrowing cost includes interest expense, amortization of discounts, hedge related cost incurred in connection with foreign currency borrowings, ancillary costs incurred in connection with borrowing of funds and exchange difference arising from foreign currency borrowings to the extent they are regarded as an adjustment to the Interest cost.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

#### **h) Provisions, Contingent Liabilities and Contingent Assets:**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event 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 Statement of Profit and Loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. However, when the realization of income is virtually certain, then the related asset is not a contingent asset and is recognized.

#### **i) Revenue Recognition:**

Revenue is measured at the fair value of the consideration received or receivable, net of discounts, volume rebates, outgoing sales taxes and other indirect taxes excluding excise duty/GST.

Revenue from sales is recognized when all significant risks and rewards of ownership of the commodity sold are transferred to the customer which generally coincides with delivery. Revenues from sale of byproducts are included in revenue.

Export benefits are accounted on recognition of export sales.



## j) Employee benefits:

The company has not undertaken any business activity during the year and moreover majority of the employees of the company left the company and their dues are settled full and final over the period of time. Considering this fact, the company has not followed the treatment for recognition and remeasurement of employee benefit costs as detailed in the Ind AS 19.

However, till last year for defined benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the Balance Sheet with a charge or credit recognized in Other Comprehensive Income (OCI) in the period in which they occur. Re-measurement recognized in OCI is reflected immediately in retained earnings and will not be reclassified to Statement of Profit and Loss. Past service cost is recognized in the Statement of Profit and Loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorized as follows:

- Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- Net interest expense or income; and
- Remeasurement

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. The defined benefit obligation recognized in the Balance Sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

Contribution towards provident fund for certain employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Scheme as the Company does not carry any further obligations, apart from the contributions made on a monthly basis.

Liabilities for wages, salaries and bonus (as per the payment of bonus Act, 1965) including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees and workmen render the related service are recognized in respect of employee's services up to the end of the reporting period and are measured at the amount expected to be paid when the liabilities are settled.



The Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

Accumulated compensated absences, which are expected to be availed or encashed beyond 12 months from the end of the year are treated as other long term employee benefits. The company's liability is actuarially determined. Actuarial losses/gains are recognized in the Statement of Profit and Loss in the year in which they arise.

**k) Income Tax:**

Income Tax expenses comprise current tax and deferred tax charge or credit. Current Tax is measured on the basis of estimated taxable income for the current accounting period in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961 and other applicable tax laws. Deferred tax is provided, on all temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax assets and liabilities are measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted at the reporting date. Tax relating to items recognized directly in equity or OCI is recognized in equity or OCI and not in the Statement Profit and Loss. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority. A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable. Deferred tax asset if any is created on the temporary difference attributable to Property and Equipment's and expense allowable on actual payment basis and in case of accumulated losses and unabsorbed depreciation deferred tax asset is only created to the extent of deferred tax liability, considering the certainty of future profits.

**l) Earnings per Share:**

The basic Earnings per Share ("EPS") is computed by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit/(loss) after tax for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**m) Foreign Currency Transactions:**

In the financial statements of the Company, transactions in currencies other than the functional currency are translated into the functional currency at the exchange rates ruling at the date of the transaction. Monetary assets and liabilities denominated in other currencies are translated into the functional currency at exchange rates prevailing on the reporting date. Non-monetary assets and liabilities denominated in other currencies and measured at historical cost or fair value are translated at the exchange rates prevailing on the dates on which such values were determined. All exchange differences are included in the statement of profit and loss except any exchange differences on monetary items designated as an effective hedging instrument of the currency risk of designated forecasted sales or purchases, which are recognized in the other comprehensive income. The Company has applied paragraph 46A of AS 11 under Indian GAAP. Ind AS 101 gives an option, which has been exercised by the Company, whereby a first time adopter can continue its Indian GAAP policy for accounting for exchange differences arising from translation of long-term foreign currency monetary items recognized in the Indian GAAP financial statements for the period ending immediately before the beginning of the first Ind AS financial reporting period.

**n) Segment reporting**

The Company has two reportable segments based on geographic locations India & New York. Segments have been identified as reportable segments by the Company's chief operating decision maker ("CODM"). Segment profit amounts are evaluated regularly by the Board, which has been identified as the CODM, in deciding how to allocate resources and in assessing performance. Segment Revenue, Results, Assets and Liabilities include the respective amounts identifiable to each of the segments and amount allocated on a reasonable basis. Unallocated expenditure consists of common expenditure incurred for all the segments and expenses incurred at corporate level. The assets and liabilities that cannot be allocated between the segments are shown as unallocated corporate assets and liabilities respectively.

The accounting policies of the reportable segments are the same as the Company's accounting policies described in Note 3. Segment profit (Earnings before interest, depreciation and amortization, and tax) amounts are evaluated regularly by the Board that has been identified as its CODM in deciding how to allocate resources and in assessing performance. The Company's financing (including finance costs and finance income) and income taxes are reviewed on an overall basis and are not allocated to operating segments. Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties. However, during the current year the reportable segment did not exceed the quantitative threshold limits as per the applicable accounting standard.



## o) Financial Instruments:

Financial assets and financial liabilities are recognized when a Company becomes a party to the contractual provisions of the instruments Initial Recognition. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss and ancillary costs related to borrowings) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in Statement of Profit and Loss.

### **Classification and Subsequent Measurement: Financial Assets**

The Company classifies financial assets as subsequently measured at amortized cost, fair value through other comprehensive income

- the entity's business model for managing the financial assets and
- the contractual cash flow characteristics of the financial asset.

### **Amortized Cost:**

A financial asset shall be classified and measured at amortized cost if both of the following conditions are met

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal

### **Fair Value through OCI:**

A financial asset shall be classified and measured at fair value through OCI if both of the following conditions are met:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal



## **Fair Value through Profit or Loss:**

A financial asset shall be classified and measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through OCI. All recognized financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

## **Classification and Subsequent Measurement: Financial liabilities**

Financial liabilities are classified as either financial liabilities at FVTPL or 'other financial liabilities.

### **Financial Liabilities at FVTPL:**

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL: Gains or Losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

### **Other Financial Liabilities:**

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortized cost using the effective interest method.

### **Impairment of financial assets:**

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at the end of each reporting period.

Trade receivables which are long overdue and not provided for allowance for expected credit loss have not been recognized on these financial assets during the year. The company has neither carried out impairment exercises of Trade Receivables nor provided for the same and recognized the same as non-current assets since long outstanding.

### **Derecognition of financial assets:**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. 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. On de recognition of a financial asset, other than investments classified as FVOCI, in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the



cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

## **p) Financial Instruments**

### **Classification as debt or equity**

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

### **Equity instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a Company are recognized at the proceeds received.

## **q) Cash and cash equivalents:**

Cash and cash equivalents in the Balance Sheet comprise cash at bank, Cheques and Cash in hand and short-term deposits with banks that are readily convertible into cash which are subject to insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

## **r) Use of Estimates and Judgments**

The preparation of the financial statements in conformity with Ind AS requires management to make judgments, 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 recognized in the period in which the estimate is revised and future periods affected.



## **S) Related Party Transaction**

During the year under review, it was observed that an erroneous transaction had been credited to the Company's bank account. The amount was subsequently repaid to the concerned party from whom it was received within the same financial year.

**For KAPIL KUMAR & CO.**

**CHARTERED ACCOUNTANTS**

**MOHIT KAKKAR (PARTNER)**

**MNO. 538844**

**UDIN: 25538844BMIWOP5759**

**DATE: 28<sup>th</sup> May, 2025**

**PLACE: NEW DELHI**