

**HOME ZONE RUBBER SOLUTIONS  
PRIVATE LIMITED**

**FY 2023-24**

## HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED

CIN: U51909MH2020PTC347814

Balance Sheet as on March 31, 2024

Particulars	Note	As at March 31, 2024	As at March 31, 2023
		₹ in Lakh	₹ in Lakh
<b>A EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	1	559.61	489.61
(a) Reserve & Surplus	2	1,068.61	32.84
		<b>1,628.22</b>	<b>522.45</b>
<b>2 Share application money pending allotment</b>		-	-
<b>3 Non-current liabilities</b>			
(a) Long-term borrowings	3	2,435.92	2,398.19
(b) Deferred tax liabilities (net)		-	3.23
(c) Other long-term liabilities	4	795.06	114.84
(d) Long-term provisions			
		<b>3,230.98</b>	<b>2,516.26</b>
<b>4 Current liabilities</b>			
(a) Short-term borrowings	5	1,130.22	2,037.23
(b) Trade payables	6	478.46	259.71
(c) Other current liabilities	7	739.91	384.96
(d) Short-term provisions	8	125.59	-
		<b>2,474.18</b>	<b>2,681.90</b>
<b>TOTAL</b>		<b>7,333.38</b>	<b>5,720.61</b>
<b>B ASSETS</b>			
<b>1 Non-current assets</b>			
(i) Tangible assets	9	3,315.73	2,983.88
(ii) Intangible assets	9	-	-
(iii) Capital Work in Progress		-	-
(b) Non-current investments		4.95	-
(c) Deferred tax assets (net)		2.43	-
(d) Long-term loans and advances	9	-	-
		<b>3,323.12</b>	<b>2,983.88</b>
<b>2 Current assets</b>			
(a) Current investments		-	-
(b) Inventories	16	743.77	28.52
(c) Trade receivables	10	804.35	49.35
(d) Cash and cash equivalents	11	3.77	10.74
(e) Short-term loans and advances	12	1,812.51	397.56
(f) Other current assets	13	645.83	2,250.43
		<b>4,010.23</b>	<b>2,736.60</b>
<b>TOTAL</b>		<b>7,333.38</b>	<b>5,720.48</b>
See accompanying notes forming part of the financial statements	21		

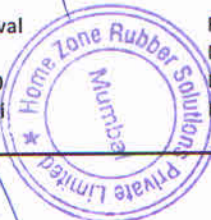
As per our Report of even date  
For Aniket Kulkarni & Associates  
Chartered Accountants  
FRN No.130521W

Esha Sameer Sawant  
Partner  
Mem. No. 135225  
Place: Mumbai  
Date:

For Home Zone Rubber Solutions Private Limited

Jitendra Agarwal  
Director  
DIN: 01962790  
Place: Mumbai  
Date:

Radheshyam Sharma  
Director  
DIN: 08915389  
Place: Mumbai



**HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED**  
Statement of Profit and Loss for the year ended 31 March, 2024

Particulars	Note	For the year ended March 31, 2024	For the year ended March 31, 2023
		₹ in Lakh	₹ in Lakh
<b>A CONTINUING OPERATIONS</b>			
1 Revenue from operations (gross)	14	4,437.23	2,888.86
Less: Excise duty		-	-
Revenue from operations (net)		4,437.23	2,888.86
2 Other income	15	311.24	0.34
<b>3 Total revenue (1+2)</b>		<b>4,748.47</b>	<b>2,889.20</b>
<b>4 Expenses</b>			
a) Cost of Sales	16&17	3,685.59	2,451.07
(b) Employee benefits expense	18	291.56	46.25
(c) Finance costs	19	529.02	268.24
(d) Depreciation and amortisation expense	9	120.60	94.50
(e) Other expenses	20	49.62	24.81
<b>Total expenses</b>		<b>4,676.38</b>	<b>2,884.87</b>
<b>5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)</b>		<b>72.09</b>	<b>4.33</b>
6 Exceptional items		-	-
<b>7 Tax expense:</b>			
(a) Current tax expense for current year		18.74	-1.00
(b) (Less): MAT credit (where applicable)		-	-
(c) Current tax expense relating to prior years		-	-
(d) Net current tax expense		18.74	-1.00
(e) Deferred tax		2.43	-5.54
		16.31	-6.54
<b>8 Profit / (Loss) for the year (5 - 7)</b>		<b>55.78</b>	<b>10.87</b>
<b>9 Statement of Profit &amp; Loss without stating EBITDA</b>			
<b>Earnings per share (of 10/- each):</b>			
(a) Basic			
(i) Continuing operations		1.00	0.22
(ii) Total operations		1.00	0.22
(b) Diluted			
(i) Continuing operations		1.00	0.22
(ii) Total operations		1.00	0.22
See accompanying notes forming part of the financial statements	21		

As per our Report of even date  
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DIN: 08915389  
Place: Mumbai



**HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED**  
**CASH FLOW STATEMENT AS AT MARCH 31, 2024**

PARTICULARS	Year Ended 31.03.2024 ₹ in Lakh	Year Ended 31.03.2023 ₹ in Lakh
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit before tax and extraordinary items	72.09	4.35
<u>Adjustment for:</u>		
Depreciation	120.60	94.50
Interest Charges	521.17	268.24
Preliminary Expenses	-	-
Interest income	-	(0.34)
Operating Profit before Working Capital Changes	713.85	366.76
<u>Adjustments for Working Capital Changes:</u>		
Trade Receivables	(755.00)	97.49
Long Term Loans & Advances	-	-
Short Term Loans & Advances	(1,414.94)	1,534.87
Other Current Assets	1,607.15	(2,183.40)
Inventories	(715.25)	(28.52)
Trade Payables	218.75	254.67
Other Long Term Liabilities	680.22	-
Other Current Liabilities	354.95	210.66
Short term provision	125.59	1.00
Cash generated from Operations	<b>815.33</b>	<b>253.53</b>
Income Tax Paid	(18.74)	-
<b>Net Cash Flow from Operating activities</b>	<b>796.59</b>	<b>253.53</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets (Including WIP)	(452.45)	(2,560.47)
Proceeds from sale of fixed asset	-	0.41
Interest Income	-	0.00
<b>Net Cash used in Investing Activities</b>	<b>(452.45)</b>	<b>(2,560.06)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase/ (Decrease) of Long Term Borrowings	37.73	(179.61)
Increase/ (Decrease) of Short Term Borrowings	(907.01)	830.15
Issue of Equity Shares	70.00	189.61
Securities Premium	980.00	-
Interest Charges	(521.17)	(268.24)
<b>Net Cash used in Financing Activities</b>	<b>(340.46)</b>	<b>2,315.23</b>
<b>Net Increase / (Decrease) in Cash &amp; Cash Equivalents</b>	<b>3.68</b>	<b>8.70</b>
Cash & Cash Equivalents as at end of the year (Refer Note (b) below)	3.77	1.70
Cash & Cash Equivalents as at the beginning of the year	0.00	-
	<b>3.77</b>	<b>1.70</b>

**Notes to the cash flow statement**

(a) The above cash flow statement has been prepared under the "Indirect Method" as set out in the Accounting Standard (AS) 3 on Cash Flow statement issued by the Institute of Chartered Accountants of India.

(b) Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts as per Note-11.

	31-Mar-24	31-Mar-23
Cash on hand	3.69	0.00
Balances with Banks	0.09	-
Cash and Cash Equivalents (Note-11)	3.77	0.00
Effect of exchange rate changes	-	-
Cash and cash equivalents as restated	3.77	0.00

(c) Previous year figures have been regrouped / rearranged wherever considered necessary.

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

As per our report of even date  
For Aniket Kulkarni & Associates  
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FRN No.130521W

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Place: Mumbai  
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Radhe Gyan Sharma  
Director  
DIN: 08915389  
Place: Mumbai





## HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED

## Note 1 Share capital

Particulars	As at 31 March, 2024		As at 31 March, 2023	
	Number of shares	₹ in Lakh	Number of shares	₹ in Lakh
(a) Authorised Equity shares of Rs. 10/- each with voting rights	610.00	61,000.00	50.00	500.00
(b) Issued Equity shares of Rs. 10/- each with voting rights	55.96	5,596.10	48.96	489.61
(c) Subscribed and fully paid up Equity shares of Rs. 10/- each with voting rights	55.96	5,596.10	48.96	489.61

## Notes:

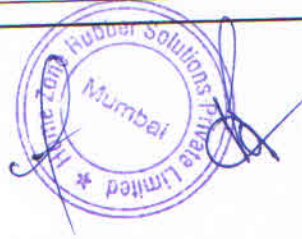
## (i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Bonus	Closing Balance
Equity shares with voting rights Year ended 31 March, 2024				
- Number of shares	48.96	7.00	-	55.96
₹ in Lakh	489.61	70.00	-	559.61
Year ended 31 March, 2023				
- Number of shares	30.00	18.96	-	48.96
₹ in Lakh	300.00	189.61	-	489.61

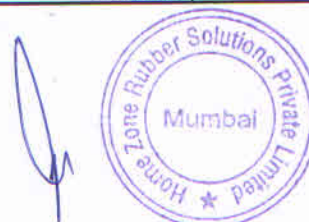
## (ii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2024		As at 31 March, 2023	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Jitendra Agarwal	48.71	87.04%	30.75	99.00%

Note: The above shareholders are the promoters of the company.



HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED		
Notes forming part of the financial statements		
Note 2 Reserves and surplus		
Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
(a) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	32.84	21.95
Add: Profit / (Loss) for the year	55.77	10.89
Add: Less Trf to General Reserve		
	88.61	32.84
(b) Securities Premium	-	-
(c) General Reserve	-	-
Closing balance	88.61	32.84
Note 3 Long Term Borrowings		
Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
Secured Loan	2,435.92	2,398.19
		0.00
		-
		-
		-
Total	2,435.92	2,398.19
Note 4 Other long-term liabilities		
Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
Loans And Advances And Intercorporate Deposited From Related Parties	795.06	114.84
		0.00
		0.00
Total	795.06	114.84
Note 5 Short-term borrowings		
Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
Cash Credit Facility		2,037.23
		-
Total		2,037.23
Note 6 Trade payables		
Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
(a) Trade payables:		
Acceptances		
Other than Acceptances		
(i) Less Than one year	47,846.02	229.08
(ii) One year to Two years	-	-
(iii) Two years to Three years	-	-
(iv) More than Three years	-	-
Total	47,846.02	229.08



Note 7: Other current liabilities		
Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	Rs.
(a) Current maturity to long term debt	484.53	199.19
(b) Statutory Liabilities	3.25	13.25
(c) Advances from Customers	252.13	131.15
(c) Other payable	-	41.37
<b>Total</b>	<b>739.91</b>	<b>384.96</b>

Note 8 Short-term provisions		
Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
(a) Provision for employee benefits:		
(i) Salary Payable	1,761	-
(ii) Provision for expenses	-	-
(b) Provision - Tax	-	-
(i) TDS payable	8,574	-
(i) Income Tax payable	1,874	-
(c) Audit Fees Payable	350	-
<b>Total</b>	<b>12,559</b>	<b>-</b>





**HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED**

Notes forming part of the financial statements

**Note 9 Fixed assets**

A.	Tangible assets	Gross block			
		Balance as at 1 April, 2023 ₹ in Lakh	Additions ₹ in Lakh	Deletions	Balance as at 31 March, 2024
	(a) Furniture & Fixtures	-	0.25	-	0.25
	(b) Plant and Machinery	519.01	451.80	-	970.82
	(c) Land & Building	2,558.62	-	-	2,558.62
	(d) Computers laptops	0.63	0.32	-	0.94
	(e) Intangible Assets	0.25	-	-	0.25
	<b>Total</b>	<b>3,078.51</b>	<b>452.36</b>	<b>-</b>	<b>3,530.87</b>
	<b>Previous year</b>	<b>570.38</b>	<b>2,560.00</b>	<b>-</b>	<b>3,130.38</b>
B.	Tangible assets	Accumulated depreciation			
		Balance as at 1 April, 2023 ₹ in Lakh	Depreciation / amortisation expense for the year ₹ in Lakh	Balance as at 31 March, 2024 ₹ in Lakh	Balance as at 31 March, 2023 ₹ in Lakh
	(a) Furniture & Fixtures	-	0.00	0.00	-
	(b) Plant and Machinery	94.06	120.20	214.26	424.95
	(c) Land & Building	-	-	-	2,558.62
	(d) Computers laptops	0.31	0.31	0.62	0.31
	(e) Intangible Assets	0.12	0.09	0.21	0.13
	<b>Total</b>	<b>94.50</b>	<b>120.60</b>	<b>215.09</b>	<b>2,984.01</b>
	<b>Previous year</b>	<b>51.94</b>	<b>94.50</b>	<b>146.44</b>	<b>2,983.94</b>





## HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED

Notes forming part of the financial statements

## Note 10 Trade Receivables

Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
(a) Other Trade receivables		
Unsecured, considered good		-
(i) Less Than Six Months	-	-
(ii) Six month to One year	769.42	37.38
(iii) One year to Two years	34.94	-
(iv) Two years to Three years	-	-
(v) More than Three years	-	-
	-	11.97
<b>Total</b>	<b>804.35</b>	<b>49.35</b>

## Note 11 Cash and cash equivalents

Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
(a) Cash on hand	3.69	10.70
(b) Balances with banks	-	-
(i) In current accounts	0.09	0.04
<b>Total</b>	<b>3.77</b>	<b>10.74</b>

## Note 12 Short-term loans and advances

Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
(A) Advance Payment of Income Tax		
TDS & TCS & Advance Tax	-	-
(b) Advance Payment - Others	-	-
(ii) Advance to Suppliers	983.05	397.56
(iii) Advances loans	829.46	-
<b>Total</b>	<b>1,812.51</b>	<b>397.56</b>

## Note 13 Other Current Assets

Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
(a) Duty Drawback Receivable	23.88	7.76
(b) GST Refund	87.91	-20.04
(c) Advances	194.60	2,251.81
(c) Advances	30.00	10.90
	1.95	
	307.50	
<b>Total</b>	<b>645.83</b>	<b>2,250.43</b>



## HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED

Notes forming part of the financial statements

## Note 14 Revenue from operations

Sr. No.	Particulars	As at 31 March, 2024	As at 31 March, 2023
		₹ in Lakh	₹ in Lakh
a.	Sale of Goods (Export)	4,437.23	2,888.86
	Sale of Duty Licence	-	-
	<b>Total</b>	<b>4,437.23</b>	<b>2,888.86</b>

## Note 15 Other Income

Sr. No.	Particulars	As at 31 March, 2024	As at 31 March, 2023
		₹ in Lakh	₹ in Lakh
(i)	Duty Drawback	0.23	0.34
(ii)	Forex Gain Or Loss	307.50	-
(iii)	Interest	3.41	-
(iv)	Other Income / Sundry Bal w/off	0.10	-
	<b>Total</b>	<b>311.24</b>	<b>0.34</b>



**HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED**

Notes forming part of the financial statements

**Note 16 Cost of Sales**

Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
Opening stock	28.52	-
Add: Purchases	3,901.36	2,410.02
Less: Closing Stock	-	28.52
<b>Total</b>	<b>3,929.88</b>	<b>2,381.50</b>

**Note 17 Employee benefits expense**

Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
Transportation charges	90.19	69.57
Clearing Charges	206.68	-
Electricity Charges	84.00	-
Labour Charges	73.57	-
Repairs and Maintenance	29.23	-
Security Expenses	13.24	-
Unloading Charges	2.57	-
<b>Total</b>	<b>483.67</b>	<b>69.57</b>

**Note 17 Employee benefits expense**

Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
Director Remuneration	-	-
Salaries and wages	287.88	45.85
Staff welfare expenses	3.68	0.32
Employee tax	-	0.08
<b>Total</b>	<b>291.56</b>	<b>46.25</b>

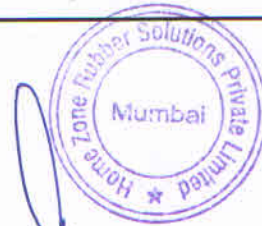
**Note 18 Finance costs**

Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
(a) Interest expense on:		
(i) Others		
- Interest on Unsecured loan	521.17	263.44
(ii) Bank Charges	7.86	4.80
(iii) Interest on overdraft	-	-
<b>Total</b>	<b>529.02</b>	<b>268.24</b>





Note 19 Other expenses		
Particulars	As at 31 March, 2024	As at 31 March, 2023
	₹ in Lakh	₹ in Lakh
Audit Fees	3.50	1.00
Commission and Brokerages	-	5.10
Traveling Expenses	3.72	2.13
Business promotion expenses	-	0.12
Vehicle Running Expenses	0.28	0.16
General Expenses	1.68	1.66
Printing and stationary	0.71	0.69
Legal and Professional Fees	23.89	2.70
Late Fees	-	0.05
Rent Rates and taxes	-	11.20
Telephone Charges	1.13	-
Conveyance expenses	1.38	-
ROC fees	3.13	-
Selling promotion expenses	0.41	-
Discount allowed	1.31	-
Stamp Duty and Registration - Renewal of CC and TL	2.75	-
Processing fees	1.08	-
Foreign exchange Loss	1.62	-
Software expenses	1.35	-
Computer Maintenance	0.46	-
Postage and Courier Charges	0.25	-
Insurance charges	0.57	-
Registration fees	0.40	-
	-	-
<b>Total</b>	<b>49.62</b>	<b>24.81</b>



## HOME ZONE RUBBER SOLUTIONS PRIVATE LIMITED

### 1. Significant Accounting Policies

#### a. Company Overview

Company is incorporated on 13/10/2020 engaged into the manufacturing and scrap trading business of Rubber Granules.

#### b. Accounting Convention

The financial statements are prepared in accordance with Generally Accepted Accounting Practices(GAAP) under the historical cost convention, on an accrual basis and in accordance with the applicable Accounting Standards as prescribed under section 133 of the Companies Act, 2013("the Act") read with Rule 7 of the Companies (accounts) Rules, 2014. The accounting policies have been consistently applied with those used in the previous year.

#### c. Use of Estimates

The preparation of financial statements requires the management estimates and assumptions to be made that affect the reported amount of assets and liabilities(including contingent liabilities) on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Difference between actual results and estimates are recognised in the period in which the results are known or materialised.

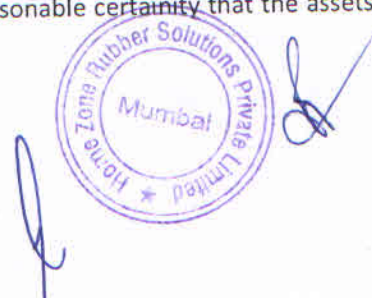
#### d. Inventories

Inventories are valued at lower of cost and the net realizable value after providing for obsolescence, if any Cost of Inventories comprises cost of purchase, cost of conversion and other costs incurred in bringing them to their respective present location and condition.

Cost of raw material, packing materials, stores and spares are determined on weighted average basis.

#### e. Taxes on Income

- i. Provision for current Tax is determined on the basis of taxable income for the period as per the provisions of Income Tax Act, 1961.
- ii. Deferred Tax is recognized subject to consideration of prudence, on timing difference between book profits and Tax profits using the tax rates and laws that have been enacted by the balance sheet date. Deferred tax assets are recognized and carried forward only when there is reasonable certainty that the assets will be realized in future.



A handwritten signature in blue ink is written over a circular purple stamp. The stamp contains the text "Home Zone Rubber Solutions Private Limited" around the perimeter and "Mumbai" in the center.



f. **Revenue Recognition**

Sale of Goods

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales excludes goods and service tax.

Other Incomes

Other incomes are accounted for an accrual basis except when the recovery is uncertain, it is accounted for on receipt basis.

g. **Property, Plant and Equipment**

Property, Plant and Equipment (PPE) are initially recognized at cost. The initial cost of PPE comprises its purchase price including non refundable duties and taxes net of any trade discounts and rebates. The cost of PPE includes interest on borrowings (borrowing cost) directly attributable to acquisition, construction or production of qualifying assets subsequent to initial recognition PPE are stated at cost less accumulated depreciation and impairment losses, if any.

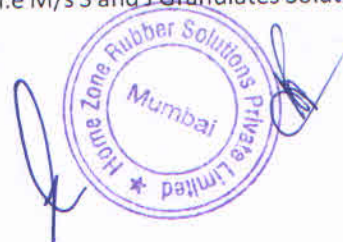
Subsequent costs are included in the assets carrying amount or recognized as a separate asset, as appropriate, only when it is probable that the future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation is recognized so as to write off the cost of asset less their residual values over the useful lives, using the WDV method of accounting.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. The residual values, useful life and depreciation method are reviewed at each financial year end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of future economic benefits embodied in the items of property, plant and Equipment.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on disposal or retirement of an item of property, plant and Equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has purchased factory property situated at Lavachha, Taluka Vapi from its related party i.e M/s S and J Granulates Solutions Pvt Ltd for Rs. 24,00,00,000 on 29/12/2022.





The Company has purchased its own Import License for importing Used Rubber Tyre Scrap prior to which it used to purchase such imported goods from its related party ie. M/s. SKVA Rubber solutions Pvt Ltd.

**h. Provisions and Contingencies :**

A Provision is recognized when the company has legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate the amount of the obligation where it is not certain that an outflow of resources will be required to settle it. Contingent assets are neither recognized nor disclosed.

**i. Impairment of Assets :**

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been as change in the estimate of recoverable amount.

**j. Foreign Currency Transactions :**

- i. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction .
- ii. Monetary items denominated in foreign currencies at the year end are restated at year end rates. Incase of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contracts is recognized over the life of the contract.
- iii. Any income or expense on account of exchange difference either on settlement or on transaction is recognized in the statement of Profit and loss except incase of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.
- iv. Non monetary foreign currency items are carried at cost.

**k. Investments :**

Long term Investments are stated at cost after deducting provision, if any, for other than temporary diminution in the value of investments. Current investments as stated at lower of cost and Fair Market value.

**l. Employee Benefits :**

- i. Short term employee benefits are recognized as an expense at the undiscounted amount in the statement of profit and loss in the year in which the related service is rendered.
- ii. Post employment and other long term employee benefits are recognized as an expense in the Statement of profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amounts payable determined using actuarial valuation techniques. Acturial gains

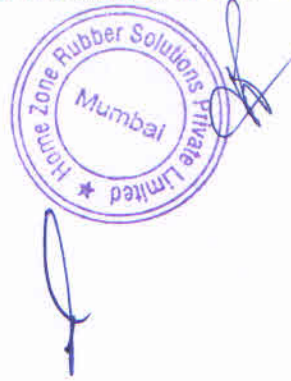


and losses in respect of post employment and other long term benefits are charged to the Statement of Profit & loss.

**m. Earnings per share**

Basic EPS are calculated by dividing the net profit or loss for the period attributable to Equity share (after deducting Preference Dividend (if any) and attributable taxes) by the weighted average number of Equity shares. The weighted average no. of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a right issue, shares split and consolidation of share as the case may be, that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted EPS, the net profit or loss for the period attributable to the Equity shareholders and weighted average number of shares outstanding during the period are adjusted for the effect of all dilutive potential equity share.



A handwritten signature in blue ink is positioned above a circular purple stamp. The stamp contains the text "Home Zone Rubber Solutions Private Limited" around the perimeter and "Mumbai" in the center. A small star is located at the bottom of the stamp's inner circle. Below the stamp, there is a vertical handwritten mark resembling a stylized signature or a checkmark.