

SRI RAMNARAYAN MILLS LIMITED

COIMBATORE - 641 018



71st Annual Report
2024 - 2025

SRI RAMAJAYAM

SRI RAMNARAYAN MILLS LIMITED

COIMBATORE - 641 018

CIN : U17111TZ1954PLC000201

BANKERS

STATE BANK OF INDIA
V.O.C. Park Branch
AVINASHI ROAD,
COIMBATORE - 641 018.

ADMINISTRATIVE OFFICE

B-3, RAINBOW MANOR,
TRICHY ROAD,
COIMBATORE - 641 018.

REGISTERED OFFICE

174, METTUPALAYAM ROAD,
THEKKUPALAYAM PO,
COIMBATORE - 641 020.
Tel : 0422 2243589

AUDITORS

M/S. S. KRISHNAMOORTHY & CO.,
Chartered Accountants
NO. 16, BHARATHI PARK ROAD,
2ND CROSS STREET,
SAIBABACOLONY,
COIMBATORE - 641 011.

BOARD OF DIRECTORS

SMT. J. ANANTHALAKSHMI

SRI. V. JAYARAMAN
(Managing Director)

SRI. J. HARISCHANDRAVEL
(Executive Director)

A. TEXTILE DIVISION

16TH KILOMETER
METTUPALAYAM ROAD
TEKKUPALAYAM
COIMBATORE - 641 020
Tel : 0422 2692338

B. WIND ENERGY DIVISION

KARUVANTHA VILLAGE
VEERAKERALAM PUDUR TALUK)
TIRUNELVELI KATTABOMMAN DIST.
TAMILNADU

E-Mail id : smtex93@gmail.com

Website : www.srnml.com

NOTICE

NOTICE is hereby given for the 71st Annual General Meeting of the members of Sri Ramnarayan Mills Limited will be held at 04.30 P.M on Monday, the 29th September, 2025 at the Administrative Office of the Company at B-3, Rainbow Manor, Trichy Road, Coimbatore – 641 018. You are requested to attend the meeting.

AGENDA

ORDINARY BUSINESS

1. To receive, consider and adopt the standalone financial statements of the Company for the year 2024-25 viz the Balance Sheet as at 31st March 2025, the Statement of Profit and Loss, the Cash Flow Statement for the year ended on that date together with the Director's Report and Auditor's Report thereon.
2. To receive, consider and adopt the consolidated financial statements of the Company, for the year 2024-25 viz the Balance Sheet as at 31st March 2025, the Statement of Profit and Loss, the Cash Flow Statement for the year ended on that date together with the Director's Report and Auditor's Report thereon.
3. To appoint a Director in place of Mrs. J. Ananthalakshmi (DIN 00312155.) who retires by rotation and is eligible for reappointment.

By order of the Board

For **SRI RAMNARAYAN MILLS LIMITED**

V.JAYARAMAN
(MANAGING DIRECTOR)
(DIN : 00261571)

Place: Coimbatore

Date: 22.08.2025

Details of Persons seeking Appointment / Re-Appointment as Directors at the Annual General Meeting

Name of the Director	J Ananthalakshmi
Date of Birth/ Age	21.11.1946
Nationality	Indian
Date of appointment in the Board of the Company	29.04.1992
Number of Board Meetings attended during last year	4
Qualifications/ Experience	33 Years of Experience
Occupation/ Expertise in Functional Area	-
Details of remuneration sought	Sitting Fees only applicable
Remuneration last drawn	Sitting Fees Rs.3000
Directorships held in other companies	S.M Textiles Limited
Chairman/ Member of the Committee(s) of the Board of Directors of the Company	NA
Chairman/ Member of the Committee(s) of the Board of Directors of other Companies in which he/ she is a Director	NIL
No. of Shares held by the Director of the Company	93496
Relationship with other Directors/ KMPs	Mother of Whole Time Director and Wife of Managing Director

NOTES

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and, on a poll, to vote instead of himself. Such proxies need not be member of the Company. Proxies in order to be effective must be received by the Company not less than 48 Hours before the date fixed for the Annual General Meeting. A specimen of the proxy form is enclosed.
2. Pursuant to Section 123 of the Companies Act, 2013 all unclaimed dividends up to the financial year 2013-14 have been transferred to the Investors Education and Protection Fund. Further there is no unclaimed dividend pending for transfer to IEPF.

The shareholders, whose unclaimed shares or unpaid amount has been transferred to the IEPF Authority Account, may claim the same from the IEPF Authority by filing Form IEPF-5 along with requisite documents.
3. Shareholders desirous of making nomination under Section 109A/109B of the Act as amended, for the shares held by them may furnish particulars in Form 2B, as prescribed.
4. Investors who are holding shares in the same name in more than one folio may please advise the Company for consolidating into single folio.
5. Members are requested to bring their copy of the Annual report with them to the Annual General Meeting.
6. Members are requested to communicate to the Company their email-id and contact telephone number to enable the Company send information as provided under the Act from time to time and particularly, in the present-day context where sending of documents through electronic means is the order of the day.
7. Shareholders holding shares in physical form are requested to dematerialize the same to enable the Company to allow the members to participate in future issue of shares and securities by the Company. Shareholders may contact M/s MUFG Intime India Private Limited, 'Surya,' 35, May Flower Avenue, Behind Senthil Nagar, Sowripalayam Road, Coimbatore - 641 028, who have been appointed as Registrars and Share Transfer Agents of the Company.
8. The Ministry of Corporate Affairs has mandated that the transfer of securities held in physical form, except in case of transmission or transposition, shall not be processed by the Company / Registrars and Share Transfer Agents with effect from 2nd October, 2018. Therefore, members holding share(s) in physical form are requested to dematerialize their shareholding in the Company. Necessary prior intimation in this regard was provided to the shareholders. Members are encouraged to convert their holdings to electronic mode

DIRECTOR'S REPORT

DIRECTOR'S REPORT

Your Directors present their 71st Annual Report together with the Audited Financial Statements of the Company for the year ended 31st March 2025

Financial Results

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
Gross Sales	1,22,465.17	1,15,747.88
Other Income	2,453.78	2,444.49
Profit/(Loss) Before Tax	22,110.05	6,752.63
Tax Expenses	5,513.15	1,661.80
Profit/(Loss) after tax	16,596.90	5,090.83

REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS:

The working of the Company during the year under report has resulted in a net profit of Rs.165.97 Lacs, as against a Net profit of Rs.50.90 lacs in the preceding year. The Net Profit of Rs.165.97 lacs as shown above is only after inclusion of sale of a Land for Rs.470 Lacs under other income. However, there is no change from the previous year as far as selling price of yarn and the purchasing price of Raw Materials ratio-wise. Though there appears to be drop in Raw Materials price there has been corresponding drop in finished goods price and parity continues to be absent as in last year. The Price of Raw Material was more than the international price for Cotton. Due to imposition of Customs duty the manufacturers could not import foreign cotton as an alternate measure.

The further increase in Power Tariff has increased the cost of production. The other input cost has also been steady leaving the Company to restrict working shifts as much as possible to reduce the Loss. The continuous loss year after year has led the Company wiping of all the reserves and surplus. This has made the Company financially tight and has to look for other source for funds. The Bankers are unable to extend any credit facility over and above the sanctioned limit due to various norms being adopted by them. In this situation the Company has to mobilize funds as unsecured as loans from Directors and disposing of vacant land not in immediate use for the Company.

The wind energy division generated a revenue of Rs. 88.41 lakhs during the year against Rs.55.99 lakhs in the previous year. The energy division revenue is slightly favorable due to wind conditions. Further, the Company could not utilize the wind power generated during night for captive consumption as in last year. This unutilized power has been banked and have to be surrendered to TANGEDCO for a meager price per unit in return. However, we are yet to receive compensation from TANGEDCO for Banked Units surrendered for financial year 2019- 2020 onwards. During the year the Company has sold a part of the Land (1 acre) kept as stock in – trade for a consideration of Rs.4.70 crores. Considering the continuous loss incurred by the Company the Managing Director has waived the salary due to him and has received salary only for a part of the year as in earlier year.

NCLT – DISPUTE- CHENNAI BENCH

There is a case pending before NCLT between two parties wherein our Company has been included to respond details. In this regard we have furnished details whenever the same is called for and all legal steps have been taken in this matter.

FUTURE PROSPECTS

That the Company operated at a loss of the fiscal year, a result of persistent market challenges and internal operational inefficiencies. While the cost of raw materials remained steady, the finished goods market proved difficult, with a surplus of supply and a buyers' market driving down prices.

Our customers have numerous options, placing significant pressure on us to compete on both quality and price. A primary contributor to our struggles is the aging state of our machinery. This not only limits our production capacity

and efficiency but also makes it difficult to meet the high standards of modern textile manufacturing. Furthermore, our inability to operate at full capacity, specifically running all three shifts, is due to a shortage of skilled manpower. This has prevented us from maximizing the output of our existing equipment.

To address these challenges, we are actively exploring several strategic initiatives. We are investigating the possibility of a complete machinery modernization program, which would involve replacing our current equipment with high-tech machines to significantly increase production and reduce costs. We are also looking into alternative energy solutions, such as installing a solar power system, to help mitigate our high energy solutions, especially given potential government subsidies. Finally, we are pursuing options for a soft loan to fund these long-term investments at a favorable interest rate.

The cumulative losses have significantly eroded our working capital over the past year. We are confident that by implementing the aforementioned measures, we can return to profitability, restore our financial stability, and secure the long-term success of the Company.

DIVIDEND

Your Directors have no alternative than to skip the dividend for the year 2024-25 in view of adverse working of the Company and carry forward loss.

MATERIAL CHANGES

There are no material changes or commitments after closure of the financial year till the date of this report affecting the financial position of the Company.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company held 35,400 Equity shares of Rs. 100/- and 73,320 Pref. Shares of Rs. 100/- each in subsidiary Company M/S. S M Textiles Limited. In aggregate the Company holds 48.88% of Preference capital and 70.8% of Equity capital as at the close of the year.

FIXED DEPOSITS

The Company has not accepted any Fixed Deposits during the financial year 2024-25 however an aggregate amount of Rs.630.00 lakhs in the form of unsecured loan has been received from the Directors of the Company. The Directors have also furnished declaration stating that such funds deposited with the Company are their own funds and not borrowed from any other person.

AUDITOR'S APPOINTMENT

At the 68th Annual General Meeting held on 30.09.2022, M/s S.Krishnamoorthy & Co., Chartered Accountants (Reg. No.001496S) were appointed as Statutory Auditors of the Company for a period of five years to hold office till the conclusion of the Annual General Meeting to be held in the year 2027.

EMPLOYEE'S SALARY

None of the employees of the Company are paid a salary of Rs.8 lakhs per month or Rs.120 lakhs per annum whether employed for a part of the year or the whole year.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMAN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT 2013

The Company has adopted a policy for prevention of sexual harassment at the workplace, in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 ("POSH Act"). An Internal Complaints Committee ("ICC") has been duly constituted as per the provisions of the POSH Act to redress complaints regarding sexual harassment at the workplace.

DIRECTOR'S REPORT

During the financial year under review, the Company has complied with all the provisions of the POSH Act and the rules framed thereunder. Further details are as follow:

1	Number of complaints of Sexual Harassment received in the Year	Nil
2	Number of Complaints disposed of during the year	Nil
3	Number of cases pending for more than ninety days	Nil

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

The information pertaining to Conservation of Energy, Technology Absorption, and Foreign exchange earnings and Outgo as required under the Companies Act, 2013 read with Companies (Accounts) Rules 2014 is annexed with this report as Annexure I.

NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS

Four meetings of the Board were held during the year 2024-2025. Further there is no change in Directors in the constitution of Board. Key Managerial Personnel of the Company as required pursuant to Section 2(51) and 203 of the Companies Act, 2013 are:

Sri. **V. Jayaraman** - Managing Director

Sri. **J. Harishchandavel** - Executive Director

DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM.

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

STATEMENT ON COMPLIANCE WITH SECRETARIAL STANDARDS

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

COMPLIANCE WITH REQUIREMENT UNDER SECTION 143(12) OF THE COMPANIES ACT, 2013

There were no instances of frauds identified or reported by the Statutory Auditors during the course of their audit.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

There were no, guarantees given by the Company referred to under section 186 of the Companies Act, 2013. The Company has only given advances and invested in Equity & Preference Shares in S M Textiles Limited, the subsidiary Company. These transactions are within the overall limits prescribed.

CORPORATE SOCIAL RESPONSIBILITY

The Company has not developed and implemented any corporate Social Responsibility initiative as the said provisions are not applicable as on date. Since none of the 3 criteria that have been specified u/s 135(1) have been fulfilled the Company is not attracted by the provisions of CSR, for this financial year ended 31.03.2025.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND Company'SOPERATION IN FUTURE.

There is no significant and material order passed by the regulators or courts or tribunals impacting the going concern status and Company's operation in future.

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

The Company has evaluated risk elements affecting the operations. It is noticed that elements of risk threatening the Company's existence is very minimal.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

All the transactions of the Company with its related parties are arm's length transactions taking place in the ordinary course of business. However, the compliance with provisions of Section 188 of the Companies Act, 2013 is disclosed in Annexure - III.

DIRECTORS RESPONSIBILITY STATEMENT

In terms of Section 134(5) of the Companies Act, 2013, the Directors state that

- (i) In the preparation of the annual accounts, the applicable accounting standards have been followed.
- (ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit/Loss of the Company for the year under review.
- (iii) The Directors have 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.
- (iv) The Directors have prepared the annual accounts on a going concern basis.
- (v) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY COE 2016 DURING THE YEAR

No applications have been made and no proceedings are pending against the Company under the Insolvency and Bankruptcy Code 2016.

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 INSTITUITONS ALONG WITH THE REASONS THEREOF.

The disclosure under this clause is not applicable as the Company has not undertaken any one-time settlement with the banks or financial institutions.

DIRECTOR'S REPORT

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has adequate Internal Financial Control systems to monitor the business process, financial reporting and compliance with the applicable regulations. The Directors confirm that the Internal Financial Controls are adequate with respect to the operations of the Company. A report of the Auditors pursuant to Section 143(3) of the Companies Act, 2013 certify the adequacy of Internal Financial Controls systems is annexed with Auditors Report.

DISCLOSURE ON MAINTENANCE OF COST RECORDS

The maintenance of cost records as specified by the Central Government under Section 148(1) of the Companies Act, 2013 is not applicable to the Company.

WEB LINK OF ANNUAL RETURN

The Annual Return of the Company for the financial year 2024-25 as required under Section 92(3) of the Companies Act, 2013 is available on the website of the Company and can be accessed on the Company's website at the link: <https://srnml.com/images/SRNML-FORM-MGT-7.pdf>

MATERNITY BENEFIT :

The Company affirms that it has duly complied with all provisions of the Maternity Benefit Act, 1961, and has extended all statutory benefits to eligible women employees during the year.

ONE TIME SETTLEMENT WITH THE BANKS OR FINANCIAL INSTITUTIONS:

No one-time settlement with Banks or Financial Institutions were entered during the year.

HUMAN RESOURCES AND INDUSTRIAL RELATIONS:

The Company takes pride in the commitment, competence and dedication of its employees in all areas of the business. Industrial relations remained cordial and harmonious throughout the year.

ACKNOWLEDGEMENT

The Directors take this opportunity for expressing they're thanks to the staff and workers of the Company and M/s. State Bank of India for the Co-operation and assistance extended during for the year under report.

By order of the Board
For SRI RAMNARAYAN MILLS LIMITED

Place : Coimbatore
Date : 22.08.2025

J. ANANTHALAKSHMI
Director
(DIN 00312155)

V.JAYARAMAN
Managing Director
(DIN: 00261571)

DIRECTOR'S REPORT

ANNEXURE- I TO DIRECTOR'S REPORT FOR THE YEAR

(Amounts in INR Thousands)

Financial Year Ended 31st March	2021	2022	2023	2024	2025
Operating Results					
Sales and other Income	98,739.00	14,2321.50	10,8196.61	11,8192.37	1,24,918.95
Operating Profit	11,346.66	28,858.42	(19,703.97)	14,494.81	31,435.89
Interest	7,657.38	7,086.31	8,239.20	7,742.18	8,171.69
Gross Profit/(Loss)	3,689.00	21,772.11	(27,943.17)	6,752.63	23,264.20
Depreciation	1,791.75	1,347.03	1,030.86	1,601.43	1,154.15
Taxation	574.72	5,557.55	(5,256.18)	1,661.80	5,513.15
Net Profit / (Loss)	1,322.61	12,073.98	(23,717.85)	5,090.83	16,596.89
Dividend (including dividend tax)	-	-	-	-	-
Retained Profit	1,322.61	12,073.98	-23,717.85	5,090.83	16,596.89
Performance Parameters					
Net Fixed Assets	12,675.54	10,905.57	10,163.34	1,1032.04	9,853.38
Share Capital	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00
Reserves	-7,919.03	8,424.72	(13,882.45)	(8,791.62)	(7,805.28)
Net Worth	2,081.97	18,424.72	(3,882.45)	(1,208.38)	(17,805.28)
Return on Net Worth %	16.42	27.55	-	-	-
Borrowings	-	-	-	-	84,939.26
Debit Equity Ratio	-	3.88	-	86.14	4.77
Dividend (%)	-	-	-	-	-
Earnings per share (Rs)	1.32	16.34	2.06	5.09	16.60

ANNEXURE - II

FORM NO. 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 or associate companies or Joint ventures

Part A Subsidiaries

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

1. S. No.	: 01
2. Name of the subsidiary	: S M Textiles Limited
3. The date since when subsidiary was acquired	:
4. Reporting period for the subsidiary concerned, if different from the holding company's reporting period.	: Not Applicable
5. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	: Not Applicable
6. Share capital	: 2,00,00,000
7. Reserves and surplus	: (10,04,28,800)
8. Total assets	: 1,19,57,250
9. Total Liabilities	: 1,19,57,250
10. Investments	: NIL
11. Turnover	: 3,92,08,960
12. Profit before taxation	: (1,15,60,750)
13. Provision for taxation	: (1,37,80,980)
14. Profit after taxation	: (2,53,41,720)
15. Proposed Dividend	: NIL
16. Extent of shareholding (in percentage)	: 71% -Equity Shares & 49%- Preference Shares

Part B Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associates or Joint Ventures	Name 1	Name 2	Name 3
1. Latest audited Balance Sheet Date	-	-	-
2. Date on which the Associate or Joint Venture was associated or acquired	-	-	-
3. Shares of Associate or Joint Ventures held by the company on the year end	-	-	-
No.	-	-	-
Amount of Investment in Associates or Joint Venture	-	-	-
Extent of Holding (in percentage)	-	-	-
4. Description of how there is significant influence	-	-	-
5. Reason why the associate/Joint venture is not consolidated.	-	-	-
6. Net worth attributable to shareholding as per latest audited Balance Sheet	-	-	-
7. Profit or Loss for the year			
i. Considered in Consolidation	-	-	-
ii. Not Considered in Consolidation	-	-	-

ANNEXURE - III

FORM NO. AOC - 2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso there to.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

S.No	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NA
b)	Nature of contracts/arrangements/transaction	NA
c)	Duration of the contracts/arrangements/transaction	NA
d)	Salient terms of the contracts or arrangements or transaction including the value if any	NA
e)	Justification for entering into such contracts or arrangements or transactions	NA
f)	Date of approval by the Board	NA
g)	Amount paid as advances, if any	NA
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NA

2. Details of material contracts or arrangements or transactions at Arm's length basis.

Particulars	Details
Name (s) of the related party & nature of relationship	Ms/ S.M. Textiles Limited Shri .V. Jayaraman, Smt. J. Ananthalakshmi, Shri J. Harischandavel Directors of M/s. S.M. Textiles Limited
Nature of contracts/arrangements / transaction	Rendering/ receiving of services or purchase/ sale of materials/ components.
Duration of the Contracts / arrangements / transaction	Not Applicable
Silent terms of the contracts or arrangements or transaction including the value if any	Transaction Price shall be based on the prevailing market price and shall not be less than the price charged for such transactions to unrelated third parties having such dealing sor transactions with them.
Date Of Approval of EGM	29 th June 2024
Date of approval at AGM	- - -
Amount paid as advances, if any	NIL

DIRECTOR'S REPORT

3. Details of material contracts or arrangements or transactions at Arm's length basis

Particulars	Details
Name (s) of the Related Party	Smt. N.Nithyalakshmi
Nature of relationship	Daughter in Law
Name of the Director or KMP who related	Sri V. Jayaraman, Smt. J. Ananthalakshmi
Nature of contracts / arrangements / transaction	Sale of Land, Monetary value of proposed aggregate transactions during financial years 2023-24 & 2024-25 is expected to be in Rs10 Crores.
Duration of the Contracts / arrangements / transaction	2 years
Silent terms of the contracts or arrangements or transaction including the value if any	Transaction Price shall be based on the prevailing market price and shall not be less than the price charged for such transactions to unrelated third parties having such dealings or transactions with them.
Date of Approval of EGM	29th June 2024
Date of approval at AGM	- - -
Amount paid as advances, if any	NIL

ANNEXURE - IV TO DIRECTOR'S REPORT FOR THE YEAR

PARTICULARS PURSUANT TO SEC.134(3)(M) OF THE COMPANIES ACT, 2013 READ WITH THE COMPANIES (ACCOUNTS) RULES, 2014:

A. CONSERVATION OF ENERGY

i. The Steps taken or Impact on Conservation of energy:

Conservation of energy continues to be the focus area of the Company. Energy saving LED Lamps have been fixed. Strict vigilance is maintained over usage of Energy by constant monitoring.

ii. Steps taken by the Company for utilizing alternate source of energy:

At present the Company has installed 1.5 MW of WEG for meeting part of the energy requirements. The Company is also considering use of solar energy as a viable alternate solution to reduce power cost in the coming years.

iii. The capital Investment on energy conservation equipment's - Nil.

B. FOREIGN EXCHANGE EARNING & OUTGO:

The actual inflows and out flows of foreign exchange during the year.

A. Earnings : Nil

B. Outgo : Nil

INDEPENDENT AUDITOR'S REPORT

To the members of SRI RAMNARAYAN MILLS LIMITED **Report on the Audit of the Standalone Financial Statements**

Opinion

We have audited the standalone financial statements of Sri Ramnarayan Mills Limited ("the Company"), which comprise the Standalone Balance Sheet as at 31st March 2025, the Standalone Statement of Profit and Loss, and Standalone Statement of Cash Flows for the year then ended and notes to the standalone financial statements, including a summary of material 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 financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the, read with the Companies (Accounting Standards) Rules, 2021 as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, its profits and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period.

Reporting of Key audit matters as per SA 701, Key audit matters are not applicable to the Company as it is an unlisted public Company.

Information Other than the Standalone financial statements and Auditor's Report Thereon

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

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

INDEPENDENT AUDITOR'S REPORT

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.

Responsibility of management for the Standalone Financial Statements

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

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

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

Auditor's Responsibility for the Standalone Financial Statements

Our responsibility is to obtain reasonable assurance about whether the standalone 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with Standards on Auditing specified under Section 143(10), we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material

uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone 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 standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication. Being an unlisted public Company and not fulfilling the criteria prescribed, key audit matters, has not been highlighted.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order, to the extent applicable.
2. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, except for the matters stated in the paragraph h(vi) below on reporting under rule 11(g).
 - c) The Balance Sheet and the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.

INDEPENDENT AUDITOR'S REPORT

- e) On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of 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.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would have an impact on its financial position in its standalone financial statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv.
 - (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. The Company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
- vi. Based on our examination, the Company has used an accounting software for maintaining its books of account for the year ended March 31, 2025 wherein the accounting software did not have the audit trail feature enabled throughout the year.

As audit trail feature was not enabled for the year ended March 31, 2024, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable.

For S. KRISHNAMOORTHY & CO.,
Chartered Accountants
Firm Regn. 01496S

B. KRISHNAMOORTHY
Partner, Auditors
Membership No. 020439

Place : Coimbatore

Date : 22.08.2025

UDIN:25020439BMJOFV3252

INDEPENDENT AUDITOR'S REPORT

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' of the Independent Auditor's Report to the members of the Company on the Standalone financial statements for the year ended 31.03.2025).

According to the information and explanations sought by us and given by the Company and the books and records examined by us during the course of our Audit and to the best of our knowledge and belief we report the following:

- (I) a) In respect of fixed assets
- The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
 - There is no intangible assets held by the Company and hence reporting under this clause is not applicable.
- b) The fixed assets of the Company have been physically verified by the management during the year at reasonable intervals having regard to size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
- c) The title deeds of all the immovable properties of the Company shown under the Fixed Assets schedule are held in the name of the Company.
- d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
- e) No proceedings have been initiated during the year or pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (prohibition) Act, 1998 (as amended in 2016) and rules made there under.
- (ii) a) In our opinion, physical verification of inventory has been conducted at reasonable intervals by the management and the coverage and procedure of such verification by the management is appropriate. No material discrepancies were noticed on such verification.
- b) During any point of time of the year, the Company has not been sanctioned working capital limits in excess of five crore rupees, from banks or financial institutions on the basis of security of current assets. Therefore, the provisions of Clause (ii)(b) of paragraph 3 of the order are not applicable to the Company.
- (iii) During the year the Company has not made investments in, provided any guarantee or security or granted any loans (except as indicated below) or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties.
- a) The Company has provided loans or advances in the nature of loans during the year and details of which are given below:

Aggregate amount granted / provided during the year:	Loans
Subsidiary (In Rupees)	1,69,40,104
Balance outstanding as at balance sheet date in respect of above cases:*	
Subsidiary (In Rupees)	1,69,40,104

- b) The investments made, guarantees provided, security given and the terms and conditions of the grant of all the above-mentioned loans and advances in the nature of loans and guarantees provided, during the year are, in our opinion, prima facie, not prejudicial to the Company's interest
- c) In respect of loans granted or advances in the nature of loans provided by the Company, the schedule of repayment of principal and payment of interest has not been stipulated and in the absence of such schedule, we are unable to comment on the regularity of the repayments of principal amounts and payment of interest.
- d) According to information and explanations given to us and based on the audit procedures performed, in respect of loans granted and advances in the nature of loans provided by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
- e) None of the loans or advances in the nature of loans granted by the Company have fallen due during the year.
- f) The Company has granted Loans or advances in the nature of loans which are [repayable on demand or without specifying any terms or period of repayment details of which are given below

Aggregate of loans/advances in nature of loans	Subsidiary
Agreement does not specify any terms or period of repayment (In Rupees)	1,69,40,104
Percentage of loans/advances in nature of loans to the total loans	100%

- (iv) The Company (since the date of notification of the Act) has not granted any loan to directors or to any other person in whom the director is interested or given any guarantee or provided any security in connection with any loan taken by the director or such other person as contemplated in section 185 of the Act. The loans, advances given and investments made in the subsidiary Company are in compliance with the requirement of section 186 of the Act.
- (v) The Company has not accepted any deposits to which the provisions of sec.73 to 76 or any other relevant provisions of the act and the rules framed there under and the directions issued by the RBI - are applicable.
- (vi) Maintenance of cost records has not been specified by the Central Government under section 148(1) of the Act for the industry in which the Company is engaged and based on the turnover in the preceding year.
- (vii) (a) The Company is regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income tax, Sales tax, Service tax, Goods and Service Tax, Duty of customs, Duty of excise, Cess and any other statutory dues with the appropriate authorities and no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income tax, Sales tax, Service tax, Goods and Service Tax, Duty of customs, Duty of excise, Cess and any other statutory dues were in arrears as at 31.03.2025 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of Income tax, Sales tax, Wealth tax, Goods and Service Tax, Excise Duty, Duty of Customs and Cess.
- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)

INDEPENDENT AUDITOR'S REPORT

- (ix) (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has applied the term loans for the purpose for which the loans were obtained.
- (d) The Company has not utilized the funds raised on short term basis for long term purposes.
- (e) On an overall examination of the standalone financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) The Company has not raised money by 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) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) (a) Based upon the audit procedures performed and information and explanation given by the management, no frauds by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (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 up to the date of this report.
- (c) The establishment of whistle blower mechanism as per Sec 177(9) of the act does not arise. Hence reporting under this clause is not applicable.
- (xii) The Company is not a Nidhi Company and therefore this clause is not applicable to the Company.
- (xiii) All transactions with the related parties are in compliance with section 177 and 188 of the Act. Details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards. Identification of related parties were made and provided by the management of the Company.
- (xiv) Internal Audit system is not mandatory to the Company. Hence reporting under clause 3(xiv)(a) and (b) of the order is not applicable.
- (xv) The Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi)(a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a) and (b) of the Order is not applicable.
- (c) 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)(c) and (d) of the Order is not applicable.

- (xvii).The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii). There has been no resignation of the statutory auditors of the Company during the year.
- (xix) 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 standalone financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The provisions of section 135 of the companies act is not applicable to the Company. Hence, reporting under clause 3(xx)(a) and (b) of the report is not applicable.

For S. KRISHNAMOORTHY & CO.,
Chartered Accountants
Firm Regn. 01496S

B. KRISHNAMOORTHY
Partner, Auditors
Membership No. 020439

Place : Coimbatore
Date : 22.08.2025

UDIN:25020439BMJOFV3252

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in Paragraph 2(f) of Report on Other Legal and Regulatory Requirements

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 Sri Ramnarayan Mills Limited ("the Company") as of March 31, 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. 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 standalone 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 standalone 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

INDEPENDENT AUDITOR'S REPORT

- (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 the standalone 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 standalone financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S. KRISHNAMOORTHY & CO.,
Chartered Accountants
Firm Regn. 01496S

B. KRISHNAMOORTHY
Partner, Auditors
Membership No. 020439

Place : Coimbatore

Date : 22.08.2025

UDIN:25020439BMJOFV3252

SRI RAMNARAYAN MILLS LIMITED
Coimbatore - 641 018

STANDALONE BALANCE SHEET
AS ON 31ST MARCH, 2025

(Amounts in INR Thousands)

Particulars	Note No.	31.03.2025	31.03.2024
I. EQUITY AND LIABILITIES			
1. Shareholder's Funds			
(a) Share Capital	2	10,000.00	10,000.00
(b) Reserves and Surplus	3	8,048.20	(8,791.62)
		<u>18,048.20</u>	<u>1,208.38</u>
2. Non-Current Liabilities			
(a) Long-term borrowings	4	1,314.07	1,934.31
(b) Long-term provisions	5	196.32	196.32
		<u>1,510.40</u>	<u>2,130.63</u>
3. Current Liabilities			
(a) Short-term borrowings	6	83,625.19	1,02,154.97
(b) Trade payables	7		
Dues to Micro and Small Enterprises			
Dues to Others		3,950.68	3,382.17
(c) Other current liabilities	8	6,040.31	5,908.27
(d) Short-term provisions	9	1,019.67	654.30
		<u>94,635.85</u>	<u>1,12,099.70</u>
TOTAL		<u>1,14,194.45</u>	<u>1,15,438.71</u>
II. ASSETS			
1. Non-current assets			
(a) Property, Plant & Equipment and Intangible assets			
Property, Plant & Equipment	10	9,853.38	11,032.04
(b) Non Current Investments	11	12,862.00	12,862.00
(c) Deferred tax Assets (Net)	12	17,725.36	22,769.06
(d) Other Non-Current Assets	13	4,097.53	4,680.03
		<u>44,538.27</u>	<u>51,343.13</u>
2. Current assets			
(a) Inventories	14	20,807.19	19,245.03
(b) Trade receivables	15	23,700.60	23,814.70
(c) Cash and cash equivalents	16	3,556.11	3,027.73
(d) Short-term loans and advances	17	20,748.25	17,581.48
(e) Other Current Assets	18	844.02	426.64
		<u>69,656.18</u>	<u>64,095.58</u>
TOTAL		<u>1,14,194.45</u>	<u>1,15,438.71</u>

The accompanying notes are an integral part of these financial statements.

As per our report annexed

FOR S. KRISHNAMOORTHY & CO.

Chartered Accountants

Registration No. 001496S

B. KRISHNAMOORTHY

Membership No. 020439

Partner, Auditor

V. JAYARAMAN

Managing Director

DIN: 00261571

J. ANANTHALAKSHMI

Director

DIN: 00312155

Place : Coimbatore

Date : 22.08.2025

**STANDALONE STATEMENT OF
PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2025**

(Amounts in INR Thousands)

Particulars	Note No.	31.03.2025	31.03.2024
I. Income			
(a) Revenue from operations	19	1,22,465.17	1,15,747.88
(b) Other Income	20	2,778.40	2,444.49
Total Revenue		<u>1,25,243.57</u>	<u>1,18,192.37</u>
II. Expenses			
(a) Cost of materials consumed	21	58,507.48	58,096.02
(b) Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	22	256.91	2,792.83
(c) Employee benefit expense	23	15,156.25	17,297.37
(d) Financial costs	24	8,171.69	7,385.09
(e) Depreciation and amortization expense	8	1,154.16	1,601.43
(f) Other expenses	25	19,562.42	24,266.98
Total Expenses		<u>1,02,808.90</u>	<u>1,11,439.74</u>
III. Profit/(Loss) before exceptional and extraordinary items and tax		22,434.66	6,752.63
IV. Exceptional Items		-	-
V. Profit/(Loss) before extraordinary items and tax		22,434.66	6,752.63
VI. Extraordinary Items		-	-
VII. Profit /(Loss) before tax		<u>22,434.66</u>	<u>6,752.63</u>
VIII. Tax Expenses			
(a) Provision for Income tax		550.67	184.00
(b) Prior Year Income Tax		0.48	-
(c) Deferred tax asset provided / (reversed) during the year		5,043.70	1,477.80
IX. Profit/(Loss) for the period from continuing operations		16,839.82	5,090.83
X. Profit/(Loss) for the period from discontinuing operations (after tax)		-	-
XI. Profit/(Loss) for the period		<u>16,839.82</u>	<u>5,090.83</u>
XII. Earnings per Equity Share of Face Value Rs.10/- each			
(a) Basic EPS		16.84	5.09
(b) Diluted EPS		16.84	5.09

The accompanying notes are an integral part of these financial statements.

As per our report annexed

FOR S. KRISHNAMOORTHY & CO.

Chartered Accountants

Registration No. 001496S

B. KRISHNAMOORTHY

Membership No. 020439

Partner, Auditor

V. JAYARAMAN

Managing Director

DIN: 00261571

J. ANANTHALAKSHMI

Director

DIN: 00312155

Place : Coimbatore

Date : 22.08.2025

**STANDALONE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
A. CASH FLOW FROM OPERATING ACTIVITIES:-		
Net profit / (Loss) before Tax & Extraordinary Item	22,434.66	6,752.63
Adjustments for		
Depreciation	1,154.16	1,601.43
Interest Paid	8,171.69	7,742.18
Interest Received	(1,324.68)	(807.72)
Profit on Sale of Asset	(484.70)	(1,447.61)
Operating Profit / (Loss) before Working Capital Changes	29,951.13	13,840.92
Adjustments for		
Trade & Other Receivables	(3,470.05)	(5,724.88)
Trade Payables & Other Current Liabilities	1,065.93	(11,686.94)
Inventories	(1,562.16)	3,103.95
Net Cash generated from Operations before Tax & Extraordinary Item	25,984.86	(466.95)
Direct Taxes	551.15	184.00
Net Cash From Operating Activities before Extra ordinary item	25,433.71	(650.95)
Extraordinary Items	-	-
Net Cash generated / (used) from Operations	25,433.71	(650.95)
B. CASH FLOW FROM INVESTING ACTIVITIES:-		
Purchase of Fixed Assets	-	(2,612.52)
Interest Receipts	1,324.68	807.72
Security Deposits	582.50	-
Margin Deposits	(573.86)	34,836.00
Sale of Fixed Assets	509.20	15,90,001
Net Cash generated / (used) from Investing Activities	1,842.52	(179.97)
C. CASH FLOW FROM FINANCING ACTIVITIES:-		
Long Term Borrowings	(620.23)	1,934.31
Short Term Borrowings	(18,529.78)	(3,331.83)
Interest Paid	(8,171.69)	(7,742.18)
Net Cash generated / (used) in Financing Activities	(27,321.71)	(9,139.70)
Net Increase in Cash and Cash Equivalents	(45.48)	(9,970.62)
Cash and Cash Equivalents (Opening Balance)	70.95	10,041.57
Cash and Cash Equivalents (Closing Balance)	25.47	70.95

As per our report annexed

FOR S. KRISHNAMOORTHY & CO.

Chartered Accountants

Registration No. 001496S

B. KRISHNAMOORTHY

Membership No. 020439

Partner, Auditor

V. JAYARAMAN

Managing Director

DIN: 00261571

J. ANANTHALAKSHMI

Director

DIN: 00312155

Place : Coimbatore

Date : 22.08.2025

MATERIAL ACCOUNTING POLICIES

A BASIS OF ACCOUNTING

The accounts have been prepared as a going concern in accordance with accounting principles generally accepted in India and books maintained are line with the requirements of Section 128 of the Companies Act, 2013. The Company follows accrual basis of accounting.

B REVENUE RECOGNITION

Sales are accounted net of GST wherever applicable.

C PROPERTY, PLANT & EQUIPMENTS AND INTANGIBLE ASSETS

- i Fixed Assets are shown at cost including allocable borrowing costs and net of GST credit.
- ii Depreciation on fixed assets is provided on Written Down Value method adopting the useful life of the respective fixed assets, and the residual value in accordance with Schedule II to the Companies Act, 2013. In respect of additions during the year, depreciation is pro-rated to the number of days used.

D INVESTMENTS

Investments are stated at cost

E INVENTORIES

- a) Inventories have been valued at lower of cost and net realizable value. b Value of finished goods is inclusive of GST wherever applicable.
- c) Raw Materials are valued at individual lot cost
- d) Cost of finished goods are determined at cost of raw material and other manufacturing cost on historical basis. In respect of goods in process cost is taken as cost of the materials and estimated cost of manufacture up to the various stages of completion.
- e) Stores and spares are valued at cost on First-in & First-out basis.

F BORROWING COSTS

Borrowing costs directly attributable to the acquisition of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective assets. All other ancillary costs, in any, that the Company incurs in connection with the borrowing of funds for acquisition of assets.

G EMPLOYEE BENEFITS

Contributions to Provident Fund are made at pre-determined rates and charged to the profit and loss statement. The Company's liability is limited to the extent of contributions made.

Gratuity liability is accounted in the books based on actuarial valuation as at balance sheet date. Actuarial gains or losses are recognized immediately in the profit and loss statement. The accrued gratuity liability upon and inclusive of the year ended March 31, 2025 has been fully considered.

As per policy of the Company, Leave encashment is paid as and when liability arises and charged to profit and loss statement. Liability of compensated absences, performance incentives etc. are recognised during the period when the employee renders the services.

H FOREIGN CURRENCY TRANSACTIONS

Import of goods is accounted in equivalent rupee value at the time of transaction. The Company has not entered into any exports. The difference arising on account of exchange rate fluctuation is charged to profit and loss statement in the respective years.

Foreign currency assets and liabilities, if any, are restated at the exchange rates prevailing on the date of Balance Sheet.

I LEASES

Lease Rentals payable under operating lease are recognized as expenses in the year in which it is incurred.

J TAXATION

Tax expenses comprises of current and deferred tax

Provision for taxation is made in terms of the Income Tax Act, 1961, in respect of income liable to tax at either special or normal rates. In accordance with the Accounting Standard 22.

Deferred Income tax reflects the impact of current year timing difference between taxable income and accounting income for the year and reversal of timing difference for the earlier years. Deferred tax is measured using the tax rates as at the reporting date.

K EARNING PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period by the weighted average number of equity shares outstanding during the period.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025		31.03.2024	
I. SHAREHOLDER'S FUNDS				
2. Share Capital				
Authorised Share Capital:				
25,00,000 Equity Shares of Rs.10/- each	<u>25,000.00</u>		<u>25,000.00</u>	
Issued, Subscribed and Paid up Share Capital:				
10,00,000 Equity Shares of Rs.10/- each fully paid	<u>10,000.00</u>		<u>10,000.00</u>	
i. Reconciliation of shares outstanding				
	No. of shares		No. of shares	
Opening balance	10,00,000		10,00,000	
Changes during this year	-		-	
Closing balance	<u>10,00,000</u>		<u>10,00,000</u>	
ii. Share holders holding more than 5% of total shares				
Sri. V. Jayaraman	3,13,917	31%	3,13,317	31%
Smt. J. Ananthalakshmi	93,652	9%	93,496	9%
Sri. J. Harischandaravel	71,135	7%	71,135	7%
Sri. J. Ravindera	64,816	6%	64,816	6%
Sri. J. Naravankumar	51,445	5%	51,445	5%

iii. The Company has issued only one class of equity shares. The shareholders are entitled to one vote per share and the dividend as recommended by the Directors from time to time

iv. Details of Promotes share holding

Equity Shares held by promoters at the end of the year			% Change during the year	
Promoters' Name	No. of shares	% of shares	No. of shares	% of shares
Sri. V. Jayaraman	3,13,917	31.39	600	0.06
	(3,13,317)	(31.33)	(-)	(-)
Smt. J. Ananthalakshmi	93,652	9.37	156	0.0156
	(93,496)	(9.35)	(-)	(-)
Sri. J. Harischandaravel	71,135	7.11	-	-
	(71,135)	(7.11)	(-)	(-)
Sri. J. Ravindera	64,816	6.48	-	-
	(64,816)	(6.48)	(-)	(-)
Sri. J. Narayankumar	51,445	5.14	-	-
	(51,445)	(5.14)	(-)	(-)

(Figures in brackets denote prior year figures)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
3. Reserves and Surplus		
i. Reserves		
General Reserve		
Opening Balance	27,900.00	27,900.00
Add: Transfer from Profit & Loss Statement	-	-
Closing Balance	<u>27,900.00</u>	<u>27,900.00</u>
ii. Surplus		
Balance in Statement of Profit and Loss		
Opening Balance	(36,691.62)	(41,782.45)
Add: Profit / (Loss) for the Year	<u>16,839.82</u>	<u>5,090.83</u>
Closing Balance	<u>(19,851.80)</u>	<u>(36,691.62)</u>
	<u>8,048.20</u>	<u>(8,791.62)</u>
II. NON CURRENT LIABILITIES		
4. Long Term Borrowings		
a. Secured Term Loans		
From banks		
i. Bank of India	492.57	734.74
Limit - Rs.10 Lakhs; Floating Rate @ 8.85% p.a		
Secured by way of hypothecation of the vehicle brought out from the above said loan and personal guarantee given by the directors. Repayable in 60 monthly installments of Rs.20,686/-Period and amount of continuing default is NIL		
ii. State Bank of India	821.51	1,199.56
Limit - Rs.14.45 Lakhs;Secured by way of hypothecation of the vehicle brought out from the above said loan and personal guarantee given by the directors. Repayable in 60 monthly installments of Rs.29,891/-Period and amount of continuing default is NIL		
	<u>1,314.07</u>	<u>1,934.31</u>
5. Long - Term Provisions		
a. Provision for Disputed Wages	<u>196.32</u>	<u>196.32</u>
III. CURRENT LIABILITIES		
6. Short Term Borrowings		
a. Secured Loans		
Repayable on Demand from Bank		
i. State Bank of India - Cash Credit account	9,130.67	28,823.09
Limit - Rs.300 Lakhs; Rate of Interest - 9.90% p.a.Secured by hypothecation of stock in trade, book debts and other current assets. Existing land, buildings and machineries of the Company are offered as collateral security. Period and amount of continuing default is NIL		

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
ii. State Bank of India LC <i>Limit - Rs.100 Lakhs; Rate of Interest - 7.60% for ~85 daysSecured on goods covered under LC and hypothecation of entire current assets of the Company, collaterally secured by equitable mortgage of land and building at Gudalur village and personal guarantee of directors Period and amount of continuing default is NIL</i>	9,037.60	9,910.00
	18,168.26	38,733.09
b. Unsecured Loan Deposits		
From Directors <i>Interest Rate - 7% p.a.(PY:Interest Rate - 8% p.a.) Period and amount of continuing default is NIL</i>	64,850.00	63,000.00
c. Current Maturities of Long-term debts	606.92	421.88
	83,625.19	1,02,154.97
7. Trade Payables		
a. Due to Micro, Small, & Medium Enterprises	-	-
b. Due to Others	3,950.68	3,382.17
	3,950.68	3,382.17
8. Other Current Liabilities		
a. Interest accrued but not due on borrowings	4,455.98	2,556.43
b. Advance from Customers	37.62	1,662.25
c. Statutory Liabilities Payable	1,543.49	1,687.33
d. Other Payables	3.22	2.26
	6,040.31	5,908.27
9. Short Term Provisions		
a. Provision for Bonus	469.00	470.30
b. Others Provision for Income Tax	550.67	184.00
	1,019.67	654.30
10. Non Current Investments		
Investment in Subsidiary - Unquoted - At Cost		
M/s. S.M.Textiles Llimited - Subsidiary Company 35,400 Equity shares of Rs.100/- each fully paid up		
73,320 Redeemable Preference shares of Rs.100/- each fully paid up	5,530.00	5,530.00
	7,332.00	7,332.00
	12,862.00	12,862.00

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
-------------	------------	------------

IV. NON CURRENT ASSETS

Note: 11 - Property, Plant & Equipment and Intangible assets										(Amounts in INR Thousands)
Particulars	Gross Block				Depreciation				Net Block	
	As on 01.04.2024	Addi- tions	Sales	As On 31.03.2025	Upto 01-04-2024	For the Year	Withdrawn / Sales	Upto 31-03-2025	As on 31-03-2025	As on 31.03.2024
TANGIBLE ASSETS										
Land- Free hold	199.39	-	-	199.39	-	-	-	-	199.39	199.39
Buildings	4,915.82	-	-	4,915.82	4,670.30	13.89	-	4,684.20	231.62	245.52
Spinning Machinery	99,006.43	-	827.62	98,178.81	94,503.41	434.17	827.62	94,109.96	4,068.85	4,503.02
Wind Electric Generator	69,092.91	-	-	69,092.91	65,377.10	89.18	-	65,466.28	3,626.63	3,715.80
Electrical Plant& Machinery	7,750.89	-	-	7,750.90	7,738.50	-	-	7,738.50	12.40	12.40
General Machinery	3,880.33	-	-	3,880.33	3,703.31	11.39	-	3,714.70	165.63	177.02
Vehicles	7,167.06	-	490.10	6,676.96	5,056.53	599.86	465.59	5,190.80	1,486.16	2,110.52
Electrical Fittings	647.31	-	-	647.31	630.73	0.38	-	631.12	16.19	16.57
Furniture and Fittings	934.14	-	-	934.14	883.75	4.97	-	888.72	45.42	50.39
Canteen Vessels	43.97	-	-	43.97	42.58	0.30	-	42.88	1.09	1.39
Total	1,93,638.25	-	1,317.72	1,92,320.53	1,82,606.21	1,154.16	1,293.22	1,82,467.15	9,853.38	11,032.04
Previous Year	1,97,162.00	2,612.52	6,136.27	1,93,638.25	1,86,998.66	1,601.43	5,993.88	1,82,606.21	11,032.04	10,163.34

12. Deferred Tax Assets (Net)

Deferred Tax Assets

Opening Balance

22,769.06

24,246.86

Add: Provided / (Reversed) During the year

(5,043.70)

(1,477.80)

Closing Balance

17,725.36

22,769.06

13. Other Non current assets

Unsecured, Considered good

Security Deposits

4,097.53

4,680.03

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
V. CURRENT ASSETS		
14. Inventories		
a. Raw Materials at Cost	2,306.50	517.62
b. Work-in-Progress at Estimated Cost	10,027.12	9,810.27
c. Finished Goods at Cost	7,312.43	7,123.79
d. Stores and Spares at Cost in First In, First Out basis	353.72	323.53
e. Stock-in-Trade - Land	0.49	1.03
f. Waste at Net Cost	806.94	1,468.79
	<u>20,807.19</u>	<u>19,245.03</u>
15. Trade Receivables - Unsecured , Considered good		
a. Outstanding for a period exceeding six months Others	1,057.05	1,265.05
Due from S.M.Textiles Limited - Subsidiary Company	22,643.55	22,549.65
	<u>23,700.60</u>	<u>23,814.70</u>
16. Cash and Cash Equivalents		
a. Balances with banks	11.02	9.61
b. Cash on Hand	14.45	61.34
c. Other bank balances		
Earmarked balances with banks as Margin Money	3,530.64	2,956.78
	<u>3,556.11</u>	<u>3,027.73</u>
Cash and Cash Equivalents for the purpose of AS 3	<u>25.47</u>	<u>70.95</u>
17. Short - Term Loans & Advances Unsecured, Considered Good		
Loans to related party (to Subsidiary Company) Interest Rate - 6.5% p.a.(PY:Interest Rate - 5% p.a.)	16,940.10	13,290.10
Advance for Purchases	194.23	529.41
Staff & Other Advances	2,290.51	2,759.48
Balances with Revenue Authorities	253.09	97.23
IT Refund Due	88.24	88.24
Tax Deducted at Source	672.91	548.99
Prepaid Expenses	309.16	268.02
	<u>20,748.25</u>	<u>17,581.48</u>
18. Other Current Assets		
Interest Receivable (Interest on Inter-Company Loan)	844.02	426.64

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
19. Revenue from Operations		
a. Sale of Products		
Domestic Sales		
Yarn	61,516.20	66,392.76
Cotton Waste	4,481.17	4,096.07
Cotton	9,467.80	4,259.05
	<u>75,465.17</u>	<u>74,747.88</u>
b. Sale of Land	47,000.00	41,000.00
	<u>1,22,465.17</u>	<u>1,15,747.88</u>
20. Other Income		
Interest Receipts		
Interest on Electricity Deposit	242.00	232.22
Interest on SBI-Margin Money Deposit	225.91	115.97
Interest on Inter - Company Loan	844.02	426.64
Interest on Income Tax Refunds	12.76	32.88
	<u>1,324.68</u>	<u>807.72</u>
Sale of Scrap	232.07	34.74
Profit on Sale of Assets	484.70	1,447.61
Trade Payables no longer payable	-	82.13
Excess Provision of Gratuity Received	665.00	-
Income from Land Cultivation	70.04	53.20
Insurance Claim received	-	16.90
Miscellaneous Income	1.91	2.20
	<u>2,778.40</u>	<u>2,444.49</u>
21. Cost of Materials Consumed - Cotton		
Opening Stock of Materials	517.62	800.99
Add: Purchase of Materials	60,296.35	57,812.65
	<u>60,813.98</u>	<u>58,613.65</u>
Less: Closing Stock of Materials	2,306.50	517.62
	<u>58,507.48</u>	<u>58,096.02</u>
22. Changes in Inventories of Work-in-Progress, Finished Goods, Stock-in-trade & Waste		
a. Opening Stock of WIP	9,810.27	10,550.28
Less: Closing stock of WIP	<u>10,027.12</u>	<u>9,810.27</u>
	(216.85)	740.01
b. Opening stock of Finished Goods	7,123.79	9,488.00
Less: Closing stock of Finished Goods	<u>7,312.43</u>	<u>7,123.79</u>
	(188.64)	2,364.22
c. Opening Stock of Waste	1,468.79	1,156.86
Less: Closing stock of Waste	<u>806.94</u>	<u>1,468.79</u>
	661.86	(311.94)
d. Opening Stock of Land	1.03	1.57
Less: Closing stock of Land	<u>0.49</u>	<u>1.03</u>
	0.54	0.54
	<u>256.91</u>	<u>2,792.83</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
23. Employee Benefit Expenses		
Salaries ,Wages & Bonus	10,953.39	13,034.21
Contribution to Provident Fund & Other Funds	391.64	210.27
Staff Welfare Expenses	1,348.20	983.89
Managerial Remuneration for Directors	2,463.03	3,069.01
	<u>15,156.25</u>	<u>17,297.37</u>
24. Finance Costs		
Interest on Working Capital Loan	2,548.89	2,274.23
Interest on Unsecured Loan	4,793.30	4,681.18
Interest on LC	633.98	393.80
Interest on Car Loan	195.52	35.89
	<u>8,171.69</u>	<u>7,385.09</u>
25. Other Expenses		
Consumption of Stores and Spares	1,311.35	1,413.06
Power & Fuel	10,256.34	15,234.14
<i>(Net of Current consumption & Power generated-Windmill)</i> <i>(Rs.96,27,125/-)</i>		
Rent	346.32	346.32
Repairs & Maintenance		
Repairs to Buildings	373.15	347.99
Repairs to Machinery	522.67	632.77
Repairs to Wind Mill	696.64	755.98
Repairs to Others	528.25	600.45
	<u>2,120.70</u>	<u>2,337.18</u>
Insurance	268.76	324.94
Rates & Taxes, excluding taxes on income	1,055.20	701.90
Payment to Auditors for	-	-
Audit fees	40.00	40.00
Taxation matters	10.00	-
Others	60.00	35.00
	<u>110.00</u>	<u>75.00</u>
Miscellaneous Expenses	4,093.74	3,834.43
	<u>19,562.42</u>	<u>24,266.98</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
26. Other notes on Accounts		
1. Interest capitalized during the year	Nil	Nil
2 Value of Imports calculated on C.I.F basis during the financial year in respect of		
1. Raw Material	Nil	Nil
2. Components, Stores and Spares	Nil	Nil
3. Capital Goods	Nil	Nil
3 Expenditure in Foreign Currency	Nil	Nil
Earnings in Foreign Exchange	Nil	Nil

4. Value and Percentage of Consumption

Particulars	Raw Materials		Components, Stores & Spares	
	Value (Rs.)	Consumption %	Value (Rs.)	Consumption %
Imported	Nil	Nil	Nil	Nil
	(Nil)	(Nil)	(Nil)	(Nil)
Indigenous	58,507.48	100	1,311.35	100
	(58,096.02)	(100)	(1,413.06)	(100)

5. Disclosure pertaining to Micro, Small and Medium Enterprises

(as per information available with the Company)

Particulars	Rs.	Rs.
1. Principal Amount due as at 31 st March 2025	Nil	Nil
2. Interest due on (1) above and unpaid as at 31 st March 2025	Nil	Nil
3. Interest paid to Suppliers	Nil	Nil
4. Payment made to the supplier beyond the appointed day during the year	Nil	Nil
5. Interest due and payable for the period of delay	Nil	Nil
6. Interest accrued and remaining unpaid as at 31 st March 2025	Nil	Nil
7. Amount of further interest remaining due and payable in succeeding year	Nil	Nil

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

(Amounts in INR Thousands)

6. Segment Information:-

The Company Operates in three Business segments viz. 1) Manufacture of Cotton Yarn, 2) Wind Energy Generation and 3) Real estate . The details are as under

Particulars	Spinning Mills	Wind Energy Generation	Real Estate	Total
SEGMENT RESULTS	Rs.	Rs.	Rs.	Rs.
A. SEGMENT REVENUE				
Sale of Yarn	75,465.17	-	-	75,465.17
Power Generation	-	9,627.13	-	9,627.13
Sale of Land	-	-	47,000.00	47,000.00
Other Income	2,778.40	-	-	2,778.40
Total Revenue	78,243.57	9,627.13	47,000.00	1,34,870.69
Less: Inter Segment Revenue	-	-	-	-
Net Revenue from operation	78,243.57	9,627.13	47,000.00	1,34,870.69

B. SEGMENT EXPENDITURE

Particulars	Spinning Mills	Wind Energy Generation	Real Estate	Total
Interest	8,171.69	-	-	8,171.69
Depreciation	1,064.98	89.18	-	1,154.16
Other expenses	1,02,213.54	696.64	200.00	1,03,110.18
Total Expenditure	1,11,450.21	785.82	200.00	1,12,436.03
Profit/(Loss) before exceptional and				
Extraordinary and tax	(33,206.64)	8,841.31	46,800.00	22,434.66
Exceptional Items	-	-	-	-
Profit / (Loss) before tax	(33,206.64)	8,841.31	46,800.00	22,434.66
Segment Assets	92,841.97	3,626.63	0.49	96,469.08
Segment Liabilities	96,146.25	-	-	96,146.25

7. Deferred Tax

The break-up of deferred tax asset for the current year is as under

Deferred tax asset	Balance as on 01.04.2024	Additions	Reversed	Balance as on 31.03.2025
	Rs.	Rs.	Rs.	Rs.
Disallowance u/s 43B	118.37	118.05	(118.37)	118.05
On Carried Forward Loss	22,123.38	-	(5,082.77)	17,040.61
On Unabsorbed Depreciation	2,240.90	-	-	2,240.90
Difference in Depreciation	(1,713.59)	39.40	-	(1,674.18)
	22,769.06	157.45	(5,201.14)	17,725.36

(Amounts in INR Thousands)

8. Earnings per Share:

Particulars	31.03.2025	31.03.2024
Net Profit / (Loss) after tax	16,839.82	5,090.83
Total Number of Equity Share	10,00,000	10,00,000
Earnings per share	16.84	5.09

9. The Company has taken the office building on lease

Particulars	31.03.2025	31.03.2024
The lease rentals payable charged as rent in the profit and loss statement for the period is	346.32	346.32
The lease rental payable within the next one year	28.86	346.32

10. Related party disclosures:

(A) Name of the Key Managerial Personnel:

V. Jayaraman	–	Managing Directors
J. Harischandaravel	–	Whole time Director designated as Executive Director

(B) Relatives of Key managerial Personnel:

Particulars	V. Jayaraman	J. Harischandaravel
J. Ananthalakshmi	Wife	Mother
J. Ravindra	Son	Brother
J. Harischandaravel	Son	-
N. Muthulakshmi	Sister	-
N. Nithyalakshmi	Daughter-in-law	-

(C) Subsidiary Company: S.M. Textiles Limited :

Extent of Equity share held: 70.80%

Extent of Preference Shares held: 48.88%

(Amounts in INR Thousands)

(D) Other Related Parties : NIL

Details of Transactions:

Particulars	Subsidiary Company	Key Managerial Personnel	Relatives of Key Managerial Personnel
V. Jayaraman			
Salary	-	524.76	-
	-	(1,000.00)	-
Interest paid	-	5,979.93	-
	-	(4,145.18)	-
Loans and Advances Received	-	3.00	-
	-	(4.00)	-
Loans and Advances Repaid	-	-	-
	-	-	-
Payable outstanding	-	1,650.00	-
	-	(5,000.00)	-
	-	54,850.00	-
	-	(56,500.00)	-
J. Harischandavel			
Salary	-	1,938.27	-
	-	(2,069.01)	-
Sitting fees	-	3.00	-
	-	(4.00)	-
J. Ananthalakshmi			
Sitting fees	-	-	3.00
	-	-	(4.00)
Interest paid	-	-	1,369.80
	-	-	(552.00)
Loans and Advances Received	-	-	3,500.00
	-	-	(-)
Loans and Advances Repaid	-	-	-
	-	-	(-)
Payable outstanding	-	-	10,000.00
	-	-	(6,500.00)
N. Muthulakshmi			
Rent and Amenties	-	-	346.32
	-	-	(346.32)
N. Nithyalakshmi			
-	-	-	-
Sale of Stock in Trade (Mill Land -1 Acre)	-	-	(41,000.00)
S.M. Textiles Limited			
Sale of Cotton	5,046.56	-	-
	(4,259.05)	-	-
Purchase of Cotton & Waste	5,320.67	-	-
	(489.43)	-	-
Loan Advanced	3,650.00	-	-
	(2,745.14)	-	-
Interest received	844.02	-	-
	(426.64)	-	-
Reimbursement Expenses	42.80	-	-
	(36.48)	-	-
Trade Receivable outstanding	22,643.55	-	-
	(22,549.65)	-	-
Loan to Subsidiary	16,940.10	-	-
	(13,290.10)	-	-
Interest on Loan to subsidiary	844.02	-	-
	(426.64)	-	-

11. Employee Benefits:

The Company is an SMC and has availed the exemption from detailed disclosures under paragraphs 120(l) to 120(o) of AS 15.

DEFINED BENEFIT PLANS

Particulars	Gratuity (Funded)	
	31.03.2025	31.03.2024
A. Expenses recognised during the year ended		
1. Current Service cost	-	-
2. Interest cost	-	-
3. Expected return on plan assets	1.56	(261.34)
4. Actuarial Losses / (Gains) during the year	1.56	(261.34)
5. Total Expense (Income)	-	59.00
B. Actual return on plan assets		
1. Expected return on plan assets	1.56	261.93
2. Actuarial (Loss)/Gain on plan assets	-	-
3. Actual return on plan assets	1.56	261.93
C. Net Assets/Liability recognized in the Balance Sheet		
1. Present value of the obligation	53.01	48.33
2. Fair value of the plan assets	3,787.48	3,750.92
3. Difference	3,734.47	3,702.59
4. Unrecognised past service cost	-	-
5. Liability recognised in the Balance Sheet	-	-
D. Change in present value of the obligation during the year ended	48.33	134.80
1. Present value of the obligation	-	-
2. Current assets Service cost	-	59.00
3. Interest cost	-	-
4. Benefit paid	-	-
5. Actuarial (Gain)/Loss on obligation	4.68	85.88
6. Present value of the obligation	53.01	48.33
E. Change in assets during the year ended	3,750.92	4,389.58
1. Fair value of plan assets	1.56	261.93
2. Expected return on plan assets	-	-
3. Contribution made	35.00	900.00
4. Excess Contribution Refunded/refundable	-	-
5. Benefits paid	70.00	59.00
6. Actuarial Gain/(Loss) on plan assets	3,787.48	3,750.92
7. Fair value of plan assets	-	-
F. Major Categories of Plan assets as a percentage of total plan		
1. Qualifying insurance policies	-	-
2. Own plan assets	-	-
G. Actuarial Assumptions		
1. Discount rate	6.97%	7.20%
2. Salary escalation	5.00%	5.00%
3. Expected rate of return on plan assets	-	-
4. Attrition rate	2.00%	2.00%

12. Trade Payables ageing schedule

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed dues					
(i) MSME	-	-	-	-	-
	(-)	(-)	(-)	(-)	-
(ii) Others	3,887.38	20.10	6.52	36.68	3,950.68
	(3,337.05)	(31.40)	(11.05)	(2.67)	(3,382.17)
Total	3,887.38	20.10	6.52	36.68	3,950.68
	(3,337.05)	(31.40)	(11.05)	(2.67)	(3,382.17)

(Figures in brackets denote previous year figures) * There is no disputed dues and unbilled dues.

13. Trade Receivables ageing schedule

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Receivables						
- Considered Good	-	94.90	2,236.60	20,744.13	624.97	23,700.60
	-	(2,445.60)	(20,744.13)	(12.57)	(612.39)	(23,814.70)
- Considered Doubtful	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	-
Total						23,700.60
						(23,814.70)

(Figures in brackets denote previous year figures)* There is no disputed receivables and unbilled dues.

14. Relationship with Struck off Companies

The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

15. Registration of charges or satisfaction with Registrar of Companies

There is no charge or satisfaction yet to be registered with Registrar of Companies as on 31.03.2025

16. Previous Year's figures have been regrouped wherever necessary to conform to the current year's classification

17. CWIP aging schedule

There is no Capital Projects in Progress or Temporarily suspended. Therefore Ageing schedule for Capital Work-in-progress is not applicable.

18. Intangible assets under development aging schedule

There is no Intangible asset development Projects in Progress or Temporarily suspended. Therefore Ageing schedule for Intangible assets under development aging schedule is not applicable.

19. Analytical ratios

S.No	Ratio	Numerator	Denominator	31-03-2025			31-03-2024			(Amounts in Thousands)	
				Numerator	Denominator	Ratio	Numerator	Denominator	Ratio	% Variance	Remarks
1.	Current Ratio	Current Assets	Current Liabilities	69,656.18	94,635.85	0.74	64,002.16	1,12,198.80	0.57	29.03%	-
2.	Debt-Equity Ratio	Total Debt	Shareholder's Equity	84,939.26	18,048.20	4.71	1,04,089.28	1,208.38	86.14	-94.54%	Due to sale of Land in Stock-in-trade, there is steady increase in reserves.
3.	Debt Service Coverage Ratio	Earnings Available For Debt Service	Debt Service Interest + Principal repayments	30,606.36	620.23	49.35	14,256.56	165.49	86.15	-42.72%	Out of two loans, repayment of loan from one of the loan(SBI) started from the current year.
4.	Return On Equity Ratio	Net Profits After Taxes – Preference Dividend	Shareholder's Equity	16,839.82	18,048.20	0.93	5,090.83	1,208.38	4.21	-77.85%	Due to sale of Land in Stock-in-trade, there is steady increase in reserves.
5.	Inventory Turnover Ratio	Turn Over	Average Inventory	1,22,465.17	20,026.11	6.12	1,15,747.88	20,797.00	5.57	9.88%	-
6.	Trade Receivables Turnover Ratio	Turn Over	Average Trade Debtors	1,22,465.17	23,757.65	5.15	1,15,747.88	22,505.24	5.14	0.23%	-
7.	Trade Payables Turnover Ratio	Total Purchases	Average Trade Creditors	60,296.35	3,666.43	16.45	57,812.65	6,968.38	8.30	98.22%	-
8.	Net Capital Turnover Ratio	Turn Over	Working Capital	1,22,465.17	(24,979.68)	(4.90)	1,15,747.88	(48,196.64)	(2.40)	-104.14%	Due to repayment of working capital loan, the current liabilities have been decreased.
9.	Net Profit Ratio	Net Profit After Taxes	Turnover	16,839.82	1,22,465.17	0.14	5,090.83	1,15,747.88	0.04	212.64%	-
10.	Return On Capital Employed	Net Profit Before Interest And Taxes	Capital Employed	30,606.36	19,558.59	1.56	14,494.81	1,208.38	12.00	-86.95%	Due to sale of Land in Stock-in-trade, there is steady increase in reserves, which increased the capital employed in comparing with the PY.
11.	Return On Investment	Income generated from Investments	Time weighted average investments						NA		-

INDEPENDENT AUDITORS' REPORT

To The Members of SRI RAMNARAYAN MILLS LIMITED

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of Sri Ramnarayan Mills Limited ("the Holding Company") and its subsidiary (the Company and its subsidiary together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2025, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Cash Flows for the year ended on that date, and a summary of the material accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial statements of the subsidiaries referred to in the Other Matters section below, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2025, the Consolidated loss and its consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements 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 Consolidated Financial Statements section of our report. We are independent of the Group 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 consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the sub-paragraphs (a) of the Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated financial statements of the current period. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Holding Company as it is an unlisted public Company.

Information Other than the Consolidated Financial Statements and Auditor's Report thereon

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report and Shareholder's Information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

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

INDEPENDENT AUDITOR'S REPORT

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of the subsidiaries audited by the other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiaries is traced from their financial statements audited by the other auditors.

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.

Responsibility of Management for the Consolidated 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 consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, and consolidated 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.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are 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 of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated 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 Consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated 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 Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 consolidated 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements.
- We are responsible for the direction, supervision and performance of the audit of the consolidated financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Consolidated Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated 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 consolidated financial statements.

We communicate with those charged with governance of the Holding Company and such other entity included in the consolidated financial statements 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.

INDEPENDENT AUDITOR'S REPORT

Other Matters

We did not audit the financial statements of the M/s S M Textile Limited ("Subsidiary") whose financial statements reflect total assets of Rs. 1,19,57,254/- as at 31st March, 2025 and Net Loss of Rs. 1,15,60,749/- for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiary, is based solely on the report of the other auditor.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done by the others and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, based on our audit we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Statement of Cash Flows dealt with by this report are on agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Financial Statements, except for the matters stated in the paragraph h(vi) below on reporting under rule 11(g).
- c) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books, and the reports of the other auditor.
- d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors of the Holding Company and the subsidiary (S.M. Textiles Limited) as on March 31, 2025 taken on record by the Board of Directors of the Holding Company, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2025 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 group and the operating effectiveness of such controls, refer to our separate report in "Annexure A". Our Report express an Unmodified opinion on the adequacy and operating effectiveness of internal financial controls over the financial reporting of those companies.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended,

in our opinion and to the best of our information and according to the explanations given to us and based on the auditor's reports of subsidiary companies incorporated in India, the remuneration paid by the Holding Company and such subsidiary companies to their respective directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The group does not have any pending litigations which would have an impact on its financial position in its consolidated financial statements
- ii. The group did not have any long-term contracts including derivative contracts. Hence the question of any material foreseeable losses does not arise.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies.
- iv.
 - a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Holding Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
 - c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement
- v. The group has neither paid nor declared any dividend during the financial year
- vi. Based on our examination, the Group has used an accounting software for maintaining its books of account for the year ended March 31, 2025 wherein the accounting software did not have the audit trail feature enabled throughout the year.

As audit trail feature was not enabled for the year ended March 31, 2024, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable.

With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government 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 reports issued by us for the Holding Company and subsidiary, we report that there are no qualifications or adverse remarks in these CARO reports.

For S. KRISHNAMOORTHY & CO.,
Chartered Accountants
Firm Regn. 01496S

B. KRISHNAMOORTHY
Partner, Auditors
Membership No. 020439

Place : Coimbatore
Date : 22.08.2025

UDIN:25020439BMJOFW6001

INDEPENDENT AUDITOR'S REPORT

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in Paragraph 1(f) under Report on Other Legal and Regulatory Requirements

Report on the Internal Financial Controls Over Financial Reporting 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 March 31, 2025, we have audited the internal financial controls over financial reporting of Sri Ramnarayan Mills Limited (hereinafter referred to as "Company"), the holding Company incorporated in India and such companies incorporated in India under the Companies Act 2013 which are its Subsidiary Companies as of that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies 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 ("the 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 the respective 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 judgement, 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 internal financial controls system over financial reporting of the Company.

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 authorisations of management and directors of the Company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 to the best of our information and according to the explanations given to us, the Company and its subsidiary Company have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the respective companies 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.

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to the subsidiaries, which are companies incorporated in India, is based on the corresponding reports of the Auditors of such companies incorporated in India.

For S. KRISHNAMOORTHY & CO.,
Chartered Accountants
Firm Regn. 01496S

B. KRISHNAMOORTHY
Partner, Auditors
Membership No. 020439

Place : Coimbatore

Date : 22.08.2025

UDIN:25020439BMJOFW6001

CONSOLIDATED BALANCE SHEET AS ON
31ST MARCH, 2025

(Amounts in INR Thousands)

Particulars	Note No.	31.03.2025	31.03.2024
I. EQUITY AND. LIABILITIES			
1. Shareholder's Funds			
(a) Share Capital	2	10,000.00	10,000.00
(b) Reserves and Surplus	3	(76,034.39)	(74,689.34)
2. Minority Interest (Including preference shares)	4	(18,755.79)	(11,356.01)
		<u>(84,790.18)</u>	<u>(76,045.35)</u>
3 Non-Current Liabilities			
(a) Long-term borrowings	5	1,314.07	1,934.31
(b) Long-term Provisions	6	1,562.19	1,499.64
		<u>2,876.26</u>	<u>3,433.94</u>
4. Current Liabilities			
(a) Short-term borrowings	7	1,28,329.50	1,44,282.42
(b) Trade payables			
Dues to Micro and Small Enterprises			-
Dues to Others	8	5,052.75	4,302.43
(c) Other current liabilities	9	10,801.07	9,175.81
(d) Short-term provisions	10	1,287.97	1,371.10
		<u>1,45,471.29</u>	<u>1,59,131.75</u>
TOTAL		<u>63,557.37</u>	<u>86,520.34</u>
II. ASSETS			
1. Non-current assets			
(a) Property, Plant & Equipment and Intangible Assets			
Property, Plant & Equipment	11	10,989.25	12,463.49
(b) Other Non-Current Assets	12	5,545.83	5,897.39
(c) Deferred tax Assets (Net)	13	9,919.10	28,743.77
		<u>26,454.18</u>	<u>47,104.65</u>
2. Current assets			
(a) Inventories	14	27,007.37	28,879.02
(b) Trade receivables	15	1,060.96	1,268.96
(c) Cash and cash equivalents	16	5,051.61	4,437.03
(d) Short-term loans and advances	17	3,983.25	4,830.68
		<u>37,103.19</u>	<u>39,415.69</u>
Total		<u>63,557.37</u>	<u>86,520.34</u>

The accompanying notes are an integral part of these financial statements.

As per our report annexed

FOR S. KRISHNAMOORTHY & CO.

Chartered Accountants

Registration No. 001496S

B. KRISHNAMOORTHY

Membership No. 020439

Partner, Auditor

V. JAYARAMAN

Managing Director

DIN: 00261571

J. ANANTHALAKSHMI

Director

DIN: 00312155

Place : Coimbatore

Date : 22.08.2025

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31ST MARCH 2025**

(Amounts in INR Thousands)

Particulars	Note No.	31.03.2025	31.03.2024
I. Income			
(a) Revenue from Operations	18	1,51,306.91	1,45,689.36
(b) Other Income	19	2,246.65	2,496.67
		<u>1,53,553.55</u>	<u>1,48,186.03</u>
II. Expenses			
(a) Cost of materials Consumed (Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade)	20	76,645.76	79,140.89
(b) Employee Benefit expenses	21	3,149.60	3,028.05
(c) Finance Costs	22	20,577.85	25,047.91
(d) Depreciation and Amortization expenses	23	11,229.73	10,052.16
(e) Other Expenses	11	1,449.74	1,897.01
	24	29,951.57	34,666.47
		<u>1,43,004.26</u>	<u>1,53,832.49</u>
III. Profit/(Loss) before exceptional and extraordinary items and tax		10,549.29	(5,646.46)
IV. Exceptional Items		-	-
V. Profit/(Loss) before extraordinary items and tax		10,549.29	(5,646.46)
VI. Extraordinary Items		-	-
VII. Profit /(Loss) before tax		<u>10,549.29</u>	<u>(5,646.46)</u>
VIII. Tax Expenses			
(a) Provision for Income tax		468.97	184.00
(b) Prior Year Income Tax		0.48	-
(c) Deferred tax Asset (provided) / reversed		18,824.67	1,477.80
IX. Profit/(Loss) for the period from Continuing Operations		(8,744.83)	(7,308.26)
X. Profit/(Loss) for the period from Discontinuing Operations (after tax)		-	-
XI. Profit/(Loss) for the period		<u>(8,744.83)</u>	<u>(7,308.26)</u>
Profit /(Loss) attributable to Minority Interest		(7,399.78)	(3,620.53)
Profit /(Loss) attributable to Parent Company		<u>(1,345.04)</u>	<u>(3,687.72)</u>
XII. Earnings per Equity Share of Face Value Rs.10/- each			
(a) Basic EPS		(8.74)	(7.31)
(b) Diluted EPS		(8.74)	(7.31)

The accompanying notes are an integral part of these financial statements.

As per our report annexed

FOR S. KRISHNAMOORTHY & CO.

Chartered Accountants

Registration No. 001496S

B. KRISHNAMOORTHY

Membership No. 020439

Partner, Auditor

V. JAYARAMAN

Managing Director

DIN: 00261571

J. ANANTHALAKSHMI

Director

DIN: 00312155

Place : Coimbatore

Date : 22.08.2025

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
A. CASH FLOWFROM OPERATING ACTIVITIES:		
Net profit / (Loss) before Tax & Extraordinary Item	10,549.29	(5,646.46)
Adjustments for		
Depreciation	1,449.74	1,897.01
Interest Paid	11,229.73	10,509.52
Interest Received	(658.82)	(497.92)
Profit on Sale of Asset	(617.90)	(1,762.61)
Operating Profit / (Loss) before Working Capital Changes	21,952.05	4,499.55
Adjustments for		
Trade & Other Receivables	1,055.43	179.17
Inventories	1,871.65	3,170.32
Trade Payables & Other Current Liabilities	2,375.59	(11,681.05)
Short term borrowings	(16,036.05)	866.14
Net Cash generated from Operations before Tax & Extraordinary Item	11,218.67	(2,965.87)
Direct Taxes	469.45	184.00
Net Cash From Operating Activities before Extra ordinary item	10,749.22	(3,149.87)
Extraordinary Items	-	-
Net Cash generated from Operations	10,749.22	(3,149.87)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	-	(4,857.30)
Interest Receipts	658.82	497.92
Other Non-Current Assets	351.55	-
Earmarked balances with banks	(658.37)	185.65
Sale of Fixed Assets	642.40	1,905.00
Net Cash used in Investing Activities	994.40	(2,268.74)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Long Term Borrowings	(557.68)	1,934.31
Interest Paid	(11,229.73)	(10,509.52)
Net Cash used in Financing Activities	(11,787.41)	(8,575.22)
Net Increase / (Decrease) in Cash and Cash Equivalents	(43.79)	(13,993.83)
Cash and Cash Equivalents (Opening Balance)	97.63	14,091.46
Cash and Cash Equivalents (Closing Balance)	53.84	97.63

The accompanying notes are an integral part of these financial statements.

As per our report annexed

FOR S. KRISHNAMOORTHY & CO.

Chartered Accountants

Registration No. 001496S

B. KRISHNAMOORTHY

Membership No. 020439

Partner, Auditor

V. JAYARAMAN

Managing Director

DIN: 00261571

J. ANANTHALAKSHMI

Director

DIN: 00312155

Place : Coimbatore

Date : 22.08.2025

SIGNIFICANT ACCOUNTING POLICIES

Principles of Consolidation

- a) The financial statements have been consolidated on the line to line basis by adding together the book values of the like items of assets, liabilities, income and expenses, after eliminating the intra group balances and the unrealized profit or loss on intra group transactions.
- b) The consolidated financial statements relate to Sri Ramnarayan Mills Ltd., the holding Company and its subsidiary Company, S.M. Textiles Ltd., which is incorporated in India, and in which the Company owns 70.80% of equity shares.
- c) The consolidated financial statement have been presented in the same format as that adopted by the holding Company for its separate financial statements, as required under AS-21.
- d) The other accounting policies followed are the same as set out under “ Significant Accounting policies” of financial statements of holding and subsidiary companies except in case of Depreciation where the holding Company follows written down value method and the subsidiary follows the straight line method.

A BASIS OF ACCOUNTING

The accounts have been prepared as a going concern in accordance with accounting principles generally accepted in India and books maintained are line with the requirements of Section 128 of the Companies Act, 2013. The Company follows accrual basis of accounting.

C REVENUE RECOGNITION

Sales are accounted net of GST wherever applicable.

D PROPERTY, PLANT & EQUIPMENTS AND INTANGIBLE ASSETS

- i) Fixed Assets are shown at cost including allocable borrowing costs and net of GST credit.
- ii) Depreciation on fixed assets is provided on Written Down Value method adopting the useful life of the respective fixed assets, and the residual value in accordance with Schedule II to the Companies Act, 2013. In respect of additions during the year, depreciation is pro-rated to the number of days used.

E INVESTMENTS

Investments are stated at cost

F INVENTORIES

- a) Inventories have been valued at lower of cost and net realizable value.
- b) Value of finished goods is inclusive of GST wherever applicable.
- c) Raw Materials are valued at individual lot cost
- d) Cost of finished goods are determined at cost of raw material and other manufacturing cost on historical basis. In respect of goods in process cost is taken as cost of the materials and estimated cost of manufacture up to the various stages of completion.
- e) Stores and spares are valued at cost on First-in & First-out basis.

G BORROWING COSTS

Borrowing costs directly attributable to the acquisition of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective assets. All other ancillary costs, in any, that the Company incurs in connection with the borrowing of funds for acquisition of assets.

H EMPLOYEE BENEFITS

- a) Contributions to Provident Fund are made at pre-determined rates and charged to the profit and loss statement.

The Company's liability is limited to the extent of contributions made.

- b) Gratuity liability is accounted in the books based on actuarial valuation as at balance sheet date. Actuarial gains or losses are recognized immediately in the profit and loss statement. The accrued gratuity liability upon and inclusive of the year ended March 31, 2025 has been fully considered.

- c) As per policy of the Company, Leave encashment is paid as and when liability arises and charged to profit and loss statement. Liability of compensated absences, performance incentives etc. are recognized during the period when the employee renders the services.

I FOREIGN CURRENCY TRANSACTIONS

Import of goods is accounted in equivalent rupee value at the time of transaction. The Company has not entered into any exports. The difference arising on account of exchange rate fluctuation is charged to profit and loss statement in the respective years. Foreign currency assets and liabilities, if any, are restated at the exchange rates prevailing on the date of Balance Sheet.

J LEASES

Lease Rentals payable under operating lease are recognized as expenses in the year in which it is incurred.

K TAXATION

Tax expenses comprises of current and deferred tax Provision for taxation is made in terms of the Income Tax Act, 1961, in respect of income liable to tax at either special or normal rates. In accordance with the Accounting Standard 22.

Deferred Income tax reflects the impact of current year timing difference between taxable income and accounting income for the year and reversal of timing difference for the earlier years. Deferred tax is measured using the tax rates as at the reporting date.

L EARNING PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period by the weighted average number of equity shares outstanding during the period.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2025**

(Amounts in INR Thousands)

Particulars	31.03.2025	31.03.2024
I. SHAREHOLDER'S FUNDS		
1. Share Capital		
Authorised Share Capital:		
25,00,000 Equity Shares of Rs.10/- each	25,000.00	25,000.00
Issued, Subscribed and Paid up Share Capital:		
10,00,000 Equity Shares of Rs.10/- each fully paid	10,000.00	10,000.00
i. Reconciliation of Shares Outstanding	No. of shares	No. of shares
Opening balance	10,00,000	10,00,000
Changes during this year	-	-
Closing balance	10,00,000	10,00,000
ii. Share holders holding more than 5% of total shares		
Sri. V. Jayaraman	3,13,917	3,13,317
Smt. J. Ananthalakshmi	93,652	93,496
Sri. J. Harischandrael	71,135	71,135
Sri. J. Ravindera	64,816	64,816
Sri. J. Narayankumar	51,445	51,445
iii.	The Company has issued only one class of Equity Shares. The Shareholders are entitled to one vote per share and the dividend as recommended by the Directors from time to time.	
iv. Details of Promoters' Shareholding		

Equity Shares held by promoters at the end of the year			% Change during the year	
Promoters' Name	No. of Shares	% of Shares	No. of Shares	% of Shares
Sri. V. Jayaraman	3,13,917	31.39	600	6%
	(3,13,317)	(31.33)	(-)	
Smt. J. Ananthalakshmi	93,652	9.37	156	1.56%
	(93,496)	(9.35)	(-)	(-)
Sri. J. Harischandrael	71,135	7.11	-	-
	(71,135)	(7.11)	(-)	(-)
Sri. J. Ravindera	64,816	6.48	-	-
	(64,816)	(6.48)	(-)	(-)
Sri. J. Narayankumar	51,445	5.14	-	-
	(51,445)	(5.14)	(-)	(-)

(Figures in brackets denote previous year figures)

SRI RAMNARAYAN MILLS LIMITED
Coimbatore - 641 018

Particulars	31.03.2025	31.03.2024
3. Reserves and Surplus		
i. Reserves		
General Reserve		
Opening Balance	28,240.00	28,240.00
Add: Transfer from Profit & Loss Statement	-	-
Closing Balance	28,240.00	28,240.00
ii. Surplus		
Balance in Statement of Profit and Loss		
Opening Balance	(1,02,929.34)	(99,241.62)
Add: Profit / (Loss) for the Year	(1,345.04)	(3,687.72)
Closing Balance	(1,04,274.39)	(1,02,929.34)
	(76,034.39)	(74,689.34)
4. Minority Interest		
a) In Equity Shares		
Opening Balance	(19,024.01)	(15,403.48)
Add: Transfer from Statement of Profit or Loss	(7,399.78)	(3,620.53)
Closing Balance	(26,423.79)	(19,024.01)
b) In Preference Shares		
Opening Balance	7,668.00	7,668.00
Add: Issued during the year	-	-
Add: Transfer from Profit & Loss Statement	-	-
Closing Balance	7,668.00	7,668.00
	(18,755.79)	(11,356.01)
II. NON CURRENT LIABILITIES		
5. Long - Term Borrowings		
a. Term Loans		
From banks	-	-
i. Bank of India		
Limit - Rs.10 Lakhs; Floating Rate @ 8.85% p.a	492.57	734.74
Secured by way of hypothecation of the vehicle brought out from the above said loan and personal guarantee given by the directors.		
Repayable in 60 monthly installments of Rs.20,686/-		
Period and amount of continuing default is NIL		
ii. State Bank of India	821.51	1,199.56
Limit - Rs.14.45 Lakhs;		
Secured by way of hypothecation of the vehicle brought out from the above said loan and personal guarantee given by the directors.		
Repayable in 60 monthly installments of Rs.29,891/-		
Period and amount of continuing default is NIL		
	1,314.07	1,934.31
6. Long - Term Provisions		
a. Provision for Disputed Wages	196.32	196.32
b. Provision for employee Benefits		
Provision for Gratuity	1,365.86	1,303.31
	1,562.19	1,499.64

Particulars	31.03.2025	31.03.2024
III. CURRENT LIABILITIES		
7. Short Term Borrowings		
a. Secured Loans		
Repayable on Demand from Bank		
i. State Bank of India - Cash Credit account <i>Limit - Rs.300 Lakhs; Rate of Interest - 9.90% p.a. Secured by hypothecation of stock in trade, book debts and other current assets. Existing land, buildings and machineries of the Company are offered as collateral security. Period and amount of continuing default is NIL</i>	9,130.67	28,823.09
ii. State Bank of India - Cash Credit account <i>Limit - Rs.145 Lakhs; Rate of Interest - 8.15% p.a. Secured on Hypothecation of entire current assets of the Company, collaterely secured by equitable mortgage of land and building at annur village and personal gaurantee of the Directors. Period and amount of continuing default is NIL</i>	7,911.38	10,184.91
iii. State Bank of India LC <i>Limit - Rs.100 Lakhs; Rate of Interest - 7.60% for 85 days Secured on goods covered under LC and hypothecation of entire current assets of the Company, collaterally secured by equitable mortgage of land and building at Gudalur village and personal guarantee of directors Period and amount of continuing default is NIL</i>	9,037.60	9,910.00
iv. State Bank of India LC <i>Limit - Rs.50 Lakhs; Rate of Interest - 8.10% for 85 days Secured on goods covered under the LC and Hypothecation of entire current assets of the Company, collaterely secured by equitable mortgage of land and building at annur village and personal gaurantee of the Directors. Period and amount of continuing default is NIL</i>	4,750.39	3,300.00
v. GECL Covid Loan <i>Limit - Rs.27 Lakhs; Rate of Interest - 9.25% p.a. Secured by hypothecation of stock in trade, book debts and other current assets. Factory land and buildings of the Company are offered as collateral security. Personal Guarantee given of Directors of the Company. Repayable in 36 Monthly Installments of Rs.75,000/- Period and amount of continuing default is NIL</i>	10.54	10.54
	30,840.58	52,228.54

SRI RAMNARAYAN MILLS LIMITED
Coimbatore - 641 018

Particulars	31.03.2025	31.03.2024
b. Unsecured Loan		
Deposits		
From Directors	96,882.00	91,632.00
Interest Rate - 8% p.a.		
Period and amount of continuing default is NIL		
C. Current Maturities of Long-term debts	606.92	421.88
	<u>1,28,329.50</u>	<u>1,44,282.42</u>
8. Trade Payables		
a. Due to Micro, Small, & Medium Enterprises	-	-
b. Due to Others	5,052.75	4,302.43
	<u>5,052.75</u>	<u>4,302.43</u>
9. Other Current Liabilities		
a. Interest accrued but not due on borrowings	9,076.05	5,724.30
b. Advance from Customers	50.88	1,675.51
c. Statutory Liabilities Payable	1,670.92	1,773.74
d. Other Payables	3.22	2.26
	<u>10,801.07</u>	<u>9,175.81</u>
10. Short Term Provisions		
a. Provision for Bonus	819.00	1,187.10
b. Others - Provision for Income Tax	468.97	184.00
	<u>1,287.97</u>	<u>1,371.10</u>

11. Details of Property, Plant & Equipment & Intangible Assets

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As on 01-04-2024	Additions	Sales	As on 31-03-2025	Upto 01-04-2024	For the Year	Withdrawn/ Sales	Upto 31-03-2025	As on 31-03-2025	As on 31-03-2024
TANGIBLE ASSETS										
Land- Free hold	455.79	-	-	455.79	-	-	-	-	455.79	455.79
Buildings	8,107.90	-	-	8,107.90	7,569.00	23.64	-	7,592.65	515.25	538.90
Spinning Machinery	1,18,943.69	-	827.62	1,18,116.07	1,13,567.53	718.51	827.62	1,13,458.42	4,657.64	5,376.16
Wind Electric Generator	69,092.91	-	-	69,092.91	65,377.10	89.18	-	65,466.28	3,626.63	3,715.80
General Machinery	13,056.16	-	-	13,056.16	12,844.10	11.39	-	12,855.49	200.66	212.05
Vehicles	7,389.08	-	490.10	6,898.98	5,278.56	599.86	465.59	5,412.83	1,486.16	2,110.52
Furniture and Fittings	996.96	-	-	996.96	944.08	6.85	-	950.93	46.03	52.88
Canteen Vessels	43.97	-	-	43.97	42.58	0.30	-	42.88	1.09	1.39
Total	2,18,086.45	-	1,317.72	2,16,768.73	2,05,622.96	1,449.74	1,293.22	2,05,779.48	10,989.25	12,463.49
Previous Year	2,19,365.42	4,857.30	6,136.27	2,18,086.45	2,09,719.83	1,897.01	5,993.88	2,05,622.96	12,463.49	9,645.59

SRI RAMNARAYAN MILLS LIMITED
Coimbatore - 641 018

Particulars	31.03.2025	31.03.2024
IV. NON CURRENT ASSETS		
12. Other Non current assets		
Unsecured, but Considered good		
Security Deposits	5,545.83	5,897.39
13. Deferred Tax Assets (Net)		
Deferred Tax Assets		
Opening Balance	28,743.77	30,221.57
Add: Provided / (Reversed) During the year	(18,824.67)	(1,477.80)
Closing Balance	9,919.10	28,743.77
V. CURRENT ASSETS		
14. Inventories		
a. Raw Materials at Cost	3,259.66	2,011.90
b. Work-in-Progress at Estimated Cost	12,122.87	12,070.11
c. Finished Goods at Cost	9,999.08	12,516.72
d. Stores and Spares at Cost in First In, First Out basis	626.55	596.37
e. Stock-in-Trade - Land	0.49	1.03
f. Waste at Cost	998.71	1,682.89
	27,007.37	28,879.02
15. Trade Receivables - Unsecured , Considered good		
a. Outstanding for a period exceeding six months		
Others	1,060.96	1,268.96
16. Cash and Cash Equivalents		
a. Balances with banks	31.23	26.27
b. Cash on Hand	22.61	71.36
c. Earmarked balances with banks		
SBI Margin Deposit Money	4,997.77	4,339.40
	5,051.61	4,437.03
Cash and Cash Equivalents for the purpose of AS 3	53.84	97.63
17. Short - Term Loans & Advances		
Unsecured, Considered Good		
Advance for Purchases	222.26	622.78
Staff & Other Advances	2,290.51	2,759.48
IT Refund Due	88.24	88.24
Balances with Revenue Authorities	1,034.69	993.92
Prepaid Expenses	347.54	366.26
	3,983.25	4,830.68
18. Revenue from Operations		
a. Sale of Products		
Domestic Sales		
Yarn	91,962.55	99,329.55
Cotton Waste	5,018.70	5,359.81
Cotton	7,325.66	-
	1,04,306.91	1,04,689.36
Sale of Land	47,000.00	41,000.00
	1,51,306.91	1,45,689.36

Particulars	31.03.2025	31.03.2024
19. Other Income		
Interest Receipts		
Interest on Electricity Deposit	324.91	299.39
Interest on SBI-Margin Money Deposit	319.81	157.90
Interest on Income Tax Refunds	14.10	40.63
	658.82	497.92
Sale of Scrap	232.07	34.74
Profit on Sale of Assets	617.90	1,762.61
Trade Payables no longer payable	-	82.13
Excess Provision of Gratuity Received	665.00	-
Income from Land Cultivation	70.22	53.20
Insurance Claim received	-	44.67
Miscellaneous Income	2.65	21.40
	<u>2,246.65</u>	<u>2,496.67</u>
20. Cost of Materials Consumed - Cotton		
Opening Stock of Materials	2,011.90	2,043.02
Add: Purchase of Materials	77,893.53	79,109.76
	79,905.42	81,152.79
Less: Closing Stock of Materials	3,259.66	2,011.90
	<u>76,645.76</u>	<u>79,140.89</u>
21. Changes in Inventories of Work-in-Progress, Finished Goods, Stock-in-trade & Waste		
a. Opening Stock of WIP	12,070.11	12,287.82
Less: Closing Stock of WIP	12,122.87	12,070.11
	(52.76)	217.71
b. Opening Stock of Finished Goods	12,516.72	15,333.57
Less: Closing Stock of Finished Goods	9,999.08	12,516.72
	2,517.64	2,816.85
c. Opening Stock of Waste	1,682.89	1,675.84
Less: Closing Stock of Waste	998.71	1,682.89
	684.19	(7.05)
d. Opening Stock of Land	1.03	1.57
Less: Closing Stock of Land	0.49	1.03
	0.54	0.54
	<u>3,149.60</u>	<u>3,028.05</u>
22. Employee Benefit Expenses		
Salaries, Wages & Bonus	15,861.71	20,203.74
Contribution to Provident Fund & Other Funds	743.15	529.21
Contribution to Gratuity	62.55	86.69
Managerial Remuneration for Directors	2,463.03	3,069.01
Staff Welfare Expenses	1,447.42	1,159.26
	<u>20,577.85</u>	<u>25,047.91</u>
23. Finance Costs		
Interest on Working Capital Loan	3,844.74	3,320.65
Interest on Unsecured Loan	6,555.50	6,301.83
Interest on LC	633.98	393.80
Interest on Car Loan	195.52	35.89
	<u>11,229.73</u>	<u>10,052.16</u>

Particulars	31.03.2025	31.03.2024
24. Other Expenses		
Bank Charges	1,195.71	457.36
Consumption of Stores and Spares	2,669.98	2,794.47
Power & Fuel	16,730.45	22,203.44
<i>(Net of WEG Generation - Rs.64,46,795/- Previous Year - Rs.77,20,717/-)</i>		
Rent	346.32	346.32
Repairs & Maintenance		
Repairs to Buildings	457.61	717.75
Repairs to Machinery	1,437.00	1,527.83
Repairs to Wind Mill	696.64	755.98
Repairs to Others	<u>785.37</u>	<u>695.30</u>
	3,376.63	3,696.85
Insurance	311.46	381.73
Rates & Taxes, excluding taxes on income	1,245.98	761.55
Payment to Auditors for		
Audit fees	58.00	78.00
Taxation matters	10.00	10.00
Others	<u>60.00</u>	<u>35.00</u>
	128.00	123.00
Miscellaneous Expenses	<u>3,947.05</u>	<u>3,901.74</u>
	<u>29,951.57</u>	<u>34,666.47</u>
25. Other notes on Accounts		
1. Interest capitalized during the year	NIL	NIL
2. Value of Imports calculated on C.I.F basis during the financial year in respect of		
1. Raw Material	NIL	NIL
2. Components, Stores and Spares	NIL	NIL
3. Capital Goods	NIL	NIL
3. Expenditure in Foreign Currency	NIL	NIL
Earnings in Foreign Exchange	NIL	NIL

4. Value and Percentage of Consumption

Particulars	Raw Materials		Components, Stores & Spares	
	Value (Rs.)	Consumption %	Value (Rs.)	Consumption %
Imported	NIL	NIL	NIL	NIL
	(NIL)	(NIL)	(NIL)	(NIL)
Indigenous	76,645.76	100	2,669.98	100
	(79,140.89)	(100)	(2,794.47)	(100)

5. Disclosure pertaining to Micro, Small and Medium Enterprises
(as per information available with the Company)

Particulars	Rs.	Rs.
1. Principal Amount due as at 31st March 2025	NIL	NIL
2. Interest due on (1) above and unpaid as at 31st March 2025	NIL	NIL
3. Interest paid to Suppliers	NIL	NIL
4. Payment made to the supplier beyond the appointed day during the year	NIL	NIL
5. Interest due and payable for the period of delay	NIL	NIL
6. Interest accrued and remaining unpaid as at 31st March 2025	NIL	NIL
7. Amount of further interest remaining due and payable in succeeding year	NIL	NIL

6. Segment Information:-

The Company Operates in three Business segments viz. 1) Manufacture of Cotton Yarn, 2) Wind Energy Generation and 3) Real estate. The details are as under

Particulars	Spinning Mills	Wind Energy Generation	Real Estate	Total
SEGMENT RESULTS	Rs.	Rs.	Rs.	Rs.
A. SEGMENT REVENUE				
Sale of Yarn	1,04,306.91	-	-	1,04,306.91
Power Generation	-	9,627.13	-	9,627.13
Sale of Land			47,000.00	47,000.00
Other Income	2,246.65	-	-	2,246.65
Total Revenue	1,06,553.55	9,627.13	47,000.00	1,63,180.68

B. SEGMENT EXPENDITURE

Particulars	Spinning Mills	Wind Energy Generation	Real Estate	Total
	Rs.	Rs.	Rs.	Rs.
Interest	658.82	-	-	658.82
Depreciation	1,360.56	89.18	-	1,449.74
Other expenses	1,49,626.19	696.64	200.00	1,50,522.83
Total Expenditure	1,51,645.57	785.82	200.00	1,52,631.38
Profit/(Loss) before Exceptional and				
Extraordinary items and Tax	(45,092.02)	8,841.31	46,800.00	10,549.29
Exceptional Items	-	-	-	-
Profit / (Loss) before tax	(45,092.02)	8,841.31	46,800.00	10,549.29
SEGMENT ASSETS	40,092.05	3,626.63	0.49	43,719.17
SEGMENT LIABILITIES	1,48,347.55	-	-	1,48,347.55

7. Deferred Tax:-

The break-up of deferred tax asset for the current year is as under

Particulars	Balance as on 01-04-2024	Additions	Reversed	Balance as on 31-03-2025
	Rs.	Rs.	Rs.	Rs.
Disallowance u/s 43B	118.37	118.05	(118.37)	118.04
On Carried Forward Loss	28,156.23	-	(5,082.77)	23,073.46
On Unabsorbed Depreciation	2,241.29	-	-	2,241.29
Difference in Depreciation	(1,772.12)	39.40	-	(1,732.72)
	28,743.77	157.45	(5,201.14)	23,700.08

8. Earnings per share:

Particulars	31.03.2025	31.03.2024
Net Profit / (Loss) after tax	(8,744.83)	(7,308.26)
Total Number of Equity Shares	10,00,000	10,00,000
Earnings per share	(8.74)	(7.31)

9. The Company has taken the office building on lease

Particulars	31.03.2025	31.03.2024
The lease rentals payable charged as rent in the statement of profit and loss is	346.32	346.32
The lease rental payable within the next one year	28.86	346.32

7. Related party disclosures:

(A) Name of the Key Managerial Personnel:

V. Jayaraman	-	Managing Directors
J. Harischandavel	-	Whole time Director designated as Executive Director

(B) Relatives of Key managerial Personnel:

Particulars	V. Jayaraman	J. Harischandavel
J. Ananthalakshmi	Wife	Mother
J. Ravindra	Son	Brother
J. Harischandavel	Son	-
N. Muthulakshmi	Sister	-
N. Nithyalakshmi	Daughter-in-law	-

(Amounts in INR Thousands)

(C) Other Related Parties : NIL

Details of Transactions:

Particulars	Subsidiary Company	Key Managerial Personnel	Relatives of Key Managerial Personnel
V. Jayaraman			
Salary	-	524.76	-
	-	(1,000.00)	-
Interest paid	-	10,535.52	-
	-	(5,765.82)	-
Sitting fees	-	3.00	-
	-	(4.00)	-
Loans and Advances Received	-	400.00	-
	-	(1,500.00)	-
Loans and Advances Repaid	-	1,650.00	-
	-	(5,000.00)	-
Loans and Advances Outstanding	-	83,882.00	-
	-	(85,132.00)	-
J. Harischandavel			
Salary	-	1,938.27	-
	-	(2,069.01)	-
Sitting fees	-	3.00	-
	-	(4.00)	-
J. Ananthalakshmi			
Sitting fees	-	-	3.00
	-	-	(4.00)
Interest paid	-	-	(552.00)
Loans and Advances Received	-	-	6,500.00
	-	-	(-)
Loans and Advances Repaid	-	-	(-)
	-	-	(-)
Payable outstanding	-	-	13,000.00
	-	-	(6,500.00)
N. Muthulakshmi			
Rent and Amenities	-	-	346.32
	-	-	(346.32)
N. Nithyalakshmi			
Sale of Stock in Trade (Mill Land -1 Acre)	-	-	-
	-	-	(41,000.00)

11. Employee Benefits:

The Company is an SMC and has availed the exemption from detailed disclosures under paragraphs 120(l) to 120(o) of AS 15.

12. Relationship with Struck off Companies

The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

13. Registration of charges or satisfaction with Registrar of Companies

There is no charge or satisfaction yet to be registered with Registrar of Companies as on 31.03.2025

14. CWIP aging schedule

There is no Capital Projects in Progress or Temporarily suspended. Therefore Ageing schedule for Capital Work-in-progress is not applicable.

15. Intangible assets under development aging schedule

There is no Intangible asset development Projects in Progress or Temporarily suspended. Therefore Ageing schedule for Intangible assets under development aging schedule is not applicable.

16. Previous Year's figures have been regrouped wherever necessary to conform to the current year's classification

17. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary.

Name of the entity	Net Assets i.e total assets minus total liabilities		Share in Profit or Loss	
	As % of Consolidated Net Assets	Amount (Rs)	As % of Consolidated Net Assets	Amount (Rs)
Parent				
Sri Ramnarayan Mills Limited	21.40%	(18,142.36)	-32.20%	2,815.92
Subsidiaries				
S.M. Textiles Limited	55.65%	(47,186.66)	93.60%	(8,185.01)
Minority Interest	22.95%	(19,461.16)	38.60%	(3,375.74)
	100.00%	(84,790.18)	100.00%	(8,744.83)

19. Analytical ratios

S.No	Ratio	Numerator	Denominator	31-03-2025			31-03-2024			(Amounts in Thousands)	
				Numerator	Denominator	Ratio	Numerator	Denominator	Ratio	% Variance	Remarks
1.	Current Ratio	Current Assets	Current Liabilities	37,103.19	1,45,471.29	0.26	39,542.88	1,59,451.46	0.25	2.85%	-
2.	Debt-Equity Ratio	Total Debt	Shareholder's Equity	1,31,205.76	(84,790.18)	(1.55)	1,47,520.04	(76,045.35)	(1.94)	20.23%	Due to payment of working capital(CC) loan and other loans.
3.	Debt Service Coverage Ratio	Earnings Available For Debt Service	Debt Service Interest + Principal repayments	21,779.02	620.23	35.11	4,298.22	165.49	25.97	35.20%	Out of two loans, repayment of loan from one of the loan(SBI) started from the current year.
4.	Return On Equity Ratio	Net Profits After Taxes – Preference Dividend	Shareholder's Equity	(8,744.83)	(84,790.18)	0.10	(7,308.26)	(76,045.35)	0.10	7.32%	-
5.	Inventory Turnover Ratio	Turn Over	Average Inventory	1,51,306.91	27,943.19	5.41	1,45,689.36	30,464.18	4.78	13.23%	Revenue from operations increased due to sale of stock in trade(Land)
6.	Trade Receivables Turnover Ratio	Turn Over	Average Trade Debtors	1,51,306.91	1,164.96	129.88	1,45,689.36	1,164.46	125.11	3.81%	-
7.	Trade Payables Turnover Ratio	Total Purchases	Average Trade Creditors	77,893.53	4,677.59	16.65	79,109.76	8,220.93	9.62	73.05%	Due to higher average creditors for previous year
8.	Net Capital Turnover Ratio	Turn Over	Working Capital	1,51,306.91	(1,08,368.11)	(1.40)	1,45,689.36	(1,19,908.58)	(1.22)	-14.92%	Due to repayment working capital loan, the current liabilities have been decreased.
9.	Net Profit Ratio	Net Profit After Taxes	Turnover	(8,744.83)	1,51,306.91	(0.06)	(7,308.26)	1,45,689.36	(0.05)	-15.21%	-
10.	Return On Capital Employed	Net Profit Before Interest And Taxes	Capital Employed	21,779.02	(81,913.92)	(0.27)	4,863.07	(72,807.73)	(0.07)	-298.06%	Due to sale of Land in Stock-in-trade, there is steady increase in reserves, which increased the capital employed & profit in comparing with the PY.
11.	Return On Investment	Income generated from Investments	Time weighted average investments	NA							-

SRI RAMNARAYAN MILLS LIMITED**Regd. Office : 174, Mettupalayam Road, Thekkupalayam PO, Coimbatore - 641 020****ATTENDANCE SLIP**

Please bring this attendance slip and hand it over at the Administrative office of the Company at B-3, Rainbow Manor, Trichy Road, Coimbatore - 641 018.

Name & Address of the Shareholder

Sequence No. :

Folio No. :

I hereby record my presence at the 71ST ANNUAL GENERAL MEETING at Administrative office of the Company B3, Rainbow Manor, Trichy Road, Coimbatore – 18, Tamil nadu at 4.30 PM on Monday, the 29th September, 2025.

Signature of the Member or Proxy	No. of Shares held

Form No. MGT-11**PROXY FORM**

[Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19 (3) of the Companies (Management and Administration) Rules, 2014]

CIN	CIN L17111T21954PLC000201
Name of the Member (s)	SRI RAMNARAYAN MILLS LIMITED
Admin Office	B3, Rainbow Manor, Trichy Road, Coimbatore - 641 018
Name of the shareholder	
Registered address	
Email ID	
Folio No. / DP ID / Client Id	
I / We, being the member (s) of shares of the above named Company, hereby appoint:	
1. Name	
Address	
E-mail ID	
Signature	or failing him
2. Name	
Address	
E-mail ID	
Signature	or failing him
3. Name	
Address	
E-mail ID	
Signature	

(p.t.o)

As my / our proxy to attend and vote (on poll) for me / us and on my / our behalf at the 71st Annual General Meeting of the Company to be held on **Monday the 29th September 2025 at 4.30 PM** at Administrative office of the Company at B3, Rainbow Manor, Trichy Road, Coimbatore - 18 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No. (☒) All (☐)

1	
2	
3	
4	
5	
6	

Signed this day of 2025.

Signature of Shareholder

Signature of Proxy holder(s)

Affix
Revenue
Stamp

Notes: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

BOOK-POST
PRINTED MATTER

if undelivered please return to :

SRI RAMNARAYAN MILLS LIMITED
B-3, RAINBOW MANOR, TRICHY ROAD,
COIMBATORE - 641 018.