KAPIL COTEX LIMITED

CIN NO: L17100MH1983PLC031114

UG-276,DREAMS THE MALL, L.B.S. MA[illegible]

R. K. SOMANI & ASSOCIATES

CHARTERED ACCOUNTSNTS

4019, 4th Floor, Bhandup Industrial Estate Co-op. Society Ltd, Pannalal Silk Mill Compound, L.B.S Marg, Bhandup (W), Mumbai 400078.

Tel:- +91 2249704105, E-mail : rksomanica@gmail.com

INDEPENDENT AUDITORS REPORT

To,

The Members of M/S KAPIL COTEX LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **KAPIL COTEX LIMITED** ('the company'), which comprises Balance Sheet as at 31st Mar 2021, the Statement of Profit and Loss account and Cash Flow Statement for the year then ended, and a Summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

1. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules,2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial Statements that give a true and fair view and are free from materials misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provision of the Act, the accounting and auditing standards and

R. K. SOMANI & ASSOCIATES MUMBAI Memb. 104927

matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedure selected depends on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor consi[redacted]

e) In our opinion there are no observations or comments on the financial transactions which may have an adverse effect on the functioning of the Company.

f) On the basis of the written representations received from the directors as on 31st Mar 2021 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st Mar 2021 from being appointed as a director in terms of section 164(2) of the Act.

g) Report on the Internal Financial Controls under Clause (1) of Sub-section 3 of section 143 of the companies Act, 2013 ("the Act") - is enclosed an **Annexure 'B'** to this report.

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. As informed to us the Company has pending litigations which would impact its financial position
ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
iv. Based on audit procedures and representations provided to us by the management, we report that the disclosures are in accordance with the books of accounts maintained by the company and as produced to us by the Management

For R. K. Somani & Associates.
Chartered Accountants

R. K. SOMANI & ASSOCIATES ★ MUMBAI Memb. 104927 ★ Chartered Accountants

Kamkishore Somani
Membership No: 104927
(Proprietor)
Place: Mumbai
Date:- 28/06/2021
UDIN:- 21104927AAAAEQ2046

R. K. SOMANI & ASSOCIATES
CHARTERED ACCOUNTSNTS

4019, 4th Floor, Bhandup Industrial Estate Co-op. Society Ltd, Pannalal Silk Mill Compound, L.B.S Marg, Bhandup (W), Mumbai 400078.

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ANNEXURE TO INDEPENDENT AUDITORS' REPORT Annexure 'A'

Referred to in Paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report of even date

On the basis of such checks as we considered appropriate and in terms of the information and explanations given to us, we state that: -

i.

a. The company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
b. As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
c. The title deeds of immovable properties are held in the name of the company.

ii. As explained to us, inventories have been physically verified during the year by the management at reasonable intervals. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.

iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a), (b) and (c)of the order are not applicable to the Company.

iv. In our opinion and according to the information and explanations given to us, company has complied with the provision of section 185 and 186 of the Companies Act, 2013 In respect of loans, investment, guarantees, and security.

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

xvi. In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. And accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For R. K. Somani & Associates.

Chartered Accountants

R. K. SOMANI & ASSOCIATES ★ MUMBAI Memb. 104927 ★ Chartered Accountants

Ramkishore Somani

Membership No: 104927

(Proprietor)

Place: Mumbai

Date: 28/06/2021

UDIN:- 21104927AAAAEU2046

R. K. SOMANI & ASSOCIATES
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Annexure'B' to Independent Auditors Report

REPORT ON INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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 Kapil Cotex Limited of March 31, 2021 in conjunction with our audit of the 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

such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, 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, 2021, 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 R. K. Somani & Associates.

Chartered Accountants

Ramkishore Somani

Membership No: 104927

(Proprietor)

Place: Mumbai

Date: 28/06/2021

UDIN:- 21104927AAAAEU2046

KAP1L COTEX LTD

Registered Office : SHOP NO. 276, DREAMS MALL, L. B. S. MARL, NEAR BHANDUP RAILWAY STATION,BHANDUP (WEST), MUMBAI: 400078

Cin No. L17100MH1983PLCO31114 Telephone No.022- 49729336, web: www.kapilcotexlimited

STATEMENT OF STANDLONE AUDITED FINANCIAL RESULT FOR THE QUARTER AND YEAR ENDED

31th MARCH 2021

RS. IN LAKHS

Particulars	Quarter ended 31ST March	Quarter ended 31	Quarter ended 31ST	Year ended 31ST March	Year Ended 31st

Statement of Asset & Liabilities of Kapil Cotex Limited

KAPIL COTEX LTD

Registered Office : SHOP NO. 276, DREAMS MALL, L B. S. MARG, NEAR BHANDUP RAILWAY STATION, BHANDUP (WEST), MUMBAI Mumbai City MH 400078

Cin No. LI 7100MH1983PLCO31114 Telephone No.022- 49729336,

www.kapilcotexlimited

RS. IN LAKHS

PARTICULARS	AS at 31st March 2021	As at 31st March 2020
ASSETS	0	0
Non-Current Assets	0	0
Property, Plant and Equipment	0.94	1.12
Financial Assets	0	0
- Investments	367.03	261.87
Current Assets	0	0
Inventories	0	0
Financial Assets	0	0
- Trade and Other Receivables	0.13	0
- Cash and Cash Equivalents	1.77	1.12.
- Other Financial Assets	0	0
Assets for current tax (net)	0	0
Other Current Assets	0	2.50
TOTAL ASSETS	**369.87**	**266.61**
EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	104.00	104.00
Other Equity	217.57	147.41
Total Equity	321.57	251.41
Non-Current Liabilities	0	0
Financial Liabilities	0	0
- Other Financial Liabilities	0	0
Deferred Tax Liabilities (Net)	47.38	14.49
Current Liabilities	0	0
Financial Liabilities	0	0
- Short Tenn Borrowings	0	0
- Trade and Other Payables	0.	0.09
- Other Financial Liabilities	0	0
Other Current Liabilities	0.92	0.62
Total Liabilities	48.30	15.20
TOTAL EQUITY AND LIABILITIES	**369.87**	**266.61**

For KAPIL COTEX LIMITED

Prakash Rathi

Mr. Prakash Chandra Rathi.

DIRECTOR & CFO

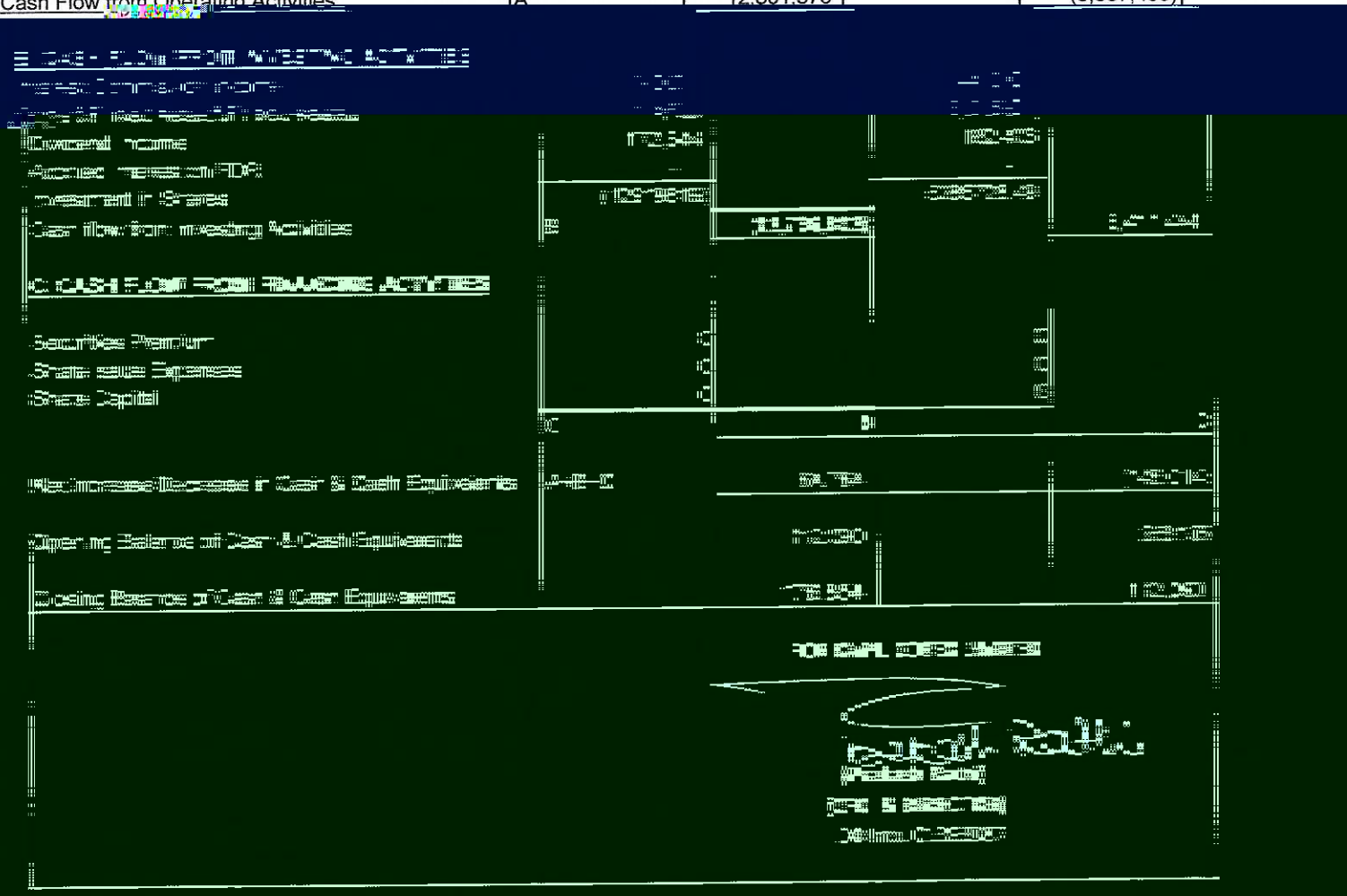
Din : 01393087

KAPIL COTEX LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED on 31st MARCH, 2021

IN RUPEES.

PARTICULARS	31.03.2021		31.03.2020	
	AMOUNT	AMOUNT	AMOUNT	AMOUNT
A. CASH FLOW FROM OPERATING ACTVITIES				
Net profit before tax & extraordinary Income		(482,087)		(374,866)
Adjustments:-				
Rental Income	(9,000)		(144,000)	
Depreciation & Preliminary Expenses Amortisation	24,505		32,281	
Dividend	(172,544)		(182,406)	
Other Non Cash Adjustment	13,160,078		(4,466,539)	
Excess Provision W/off	(3,600)		(34,800)	
		12,999,439	-	(4,795,462)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		12,517,352		(5,170,328)
Adjustments:-				
Increase in Sundry Creditors/Current Liabilities	30278		(175133)	
Increase/decrease in Sundry Debtors	3946		38000	
Other Current Assets (Loans & Advances)	250,000		(250000)	
Net Flow before tax Adjustments	284224		(387132)	
Income Tax Paid/Credit		284224		(387132)
Cash Flow from Operating Activities	A	12,801,576		(5,557,459)



KAPIL COTEX LIMITED
Cin No. L17100MH1983PLC031114
UG-276, DREAMS MALL, L. B. S. MARG, NEAR BHANDUP RAILWAY STATION, BHANDUP (WEST), MUMBAI - 400078
Email id : kapilcotexlimited@yahoo.co.in Telephone No. 022-21660432
Website: www.kapilcotezlimited

28th June, 2021

To,
Bombay Stock Exchange,
1st Floor, Rotunda Building,
Mumbai Samachar Building,
Fort, Mumbai.

Scrip Code No. 512036

Dear Sir,

SUB: Declaration of Unmodified Audit Report pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015.

I, Prakashchandra Rathi, Chief Financial Officer of Kapil Cotex Limited, hereby declare that the Statutory Auditor of the Company, M/s. R.K. Somani & Associates, Chartered Accountants (Firm Registration No. 118666W) have issued and Audit Report with Unmodified Opinion on Audited Financial Results of the Company for the quarter and year ended March 31, 2021.

The Declaration is given in compliance to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

Kindly take the declaration on your record.

Thanking you,

Yours Faithfully,
FOR KAPIL COTEX LTD

Prakash Rathi

Mr. PRAKASHCHANDRA RATHI
Chief Financial Officer
Din No. 01393087
17/A, RADHA KRISHANA, MINI LAND,
TANK ROAD, NEAR SHIVAJI TALAO,
BHANDUP WEST MUMBAI – 400078.