

**CADINI S.R.L. A SINGLE MEMBER COMPANY****Financial Statements at 31-12-2021**

<b>General Details</b>	
Registered Office in	BAGNO A RIPOLI
Tax Code	06759030486
Rea Number	FLORENCE 654053
VAT No.	06759030486
Share Capital in Euro	1.000.000 fully paid up
Legal Status	LIMITED LIABILITY COMPANY
Main sector of activity (ATECO):	141310
Company under liquidation	No
Sole Director Company	Yes
Company subject to the management and coordination of others	Yes
Name of company or authority currently holding management and coordination of the company	SIYARAM SILK MILLS LIMITED
Belonging to a group	Yes
Name of the Parent Company	SIYARAM SILK MILLS LIMITED
Country of the Parent Company	INDIA

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## Balance sheet at 31/12/2021

BALANCE SHEET	31/12/2021	31/12/2020
<b>A) Receivables from the Shareholders for payments still due</b>	0	0
<b>B) Fixed assets</b>		
I- Intangible fixed assets	348.874	382.608
II - Tangible fixed assets	32.300	42.502
III - Financial assets	6.207	6.207
<b>Total fixed assets (B)</b>	<b>387.381</b>	<b>431.317</b>
<b>C) Current assets</b>		
I - Inventory	240.949	232.679
II – Receivables		
due within the following fiscal year	212.221	245.233
Prepaid taxes	11.650	11.650
Total receivables	223.871	256.883
III - Financial assets not constituting fixed assets	0	0
IV - Cash assets	182.157	70.595
<b>Total current assets (C)</b>	<b>646.977</b>	<b>560.157</b>
<b>D) Adjustment accounts</b>	<b>7.409</b>	<b>9.493</b>
<b>Total assets</b>	<b>1.041.767</b>	<b>1.000.967</b>
<b>LIABILITIES</b>		
<b>A) Net equity</b>		
I - Capital	1.000.000	1.000.000
II - Share premium reserve	0	0
III - Revaluation reserves	0	0
IV - Legal reserve	0	0
Statutory reserves	0	0
VI - Other reserves	391.403	2
VII - Cash flow hedge reserve	0	0
VIII - Profits (losses) carried forward	-257.650	-608.600
IX - Fiscal year profit (loss)	-173.210	-257.650
Loss offset in the fiscal year	0	0
X - Loss reserve for own shares held in portfolio	0	0
<b>Total net equity</b>	<b>960.543</b>	<b>133.752</b>
<b>B) Provisions for risks and charges</b>	0	0
<b>C) Severance indemnities</b>	<b>11.437</b>	<b>6.548</b>
<b>D) Payable</b>		
due within the following fiscal year	69.562	687.056

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Collectable after the next fiscal year	0	173.611
<b>Total payables</b>	<b>69.562</b>	<b>860.667</b>
<b>E) Adjustment accounts</b>	<b>225</b>	<b>0</b>
<b>Total liabilities</b>	<b>1.041.767</b>	<b>1.000.967</b>
 <b>Income statement</b>		
	<b>31/12/2021</b>	<b>31/12/2020</b>
<b>A) Value of production</b>		
1) revenues from sales and services	247.117	168.502
2). 3) Variations to leftover products in progress. semi-finished and finished and to products in progress on order	3.667	15.585
2) Variations to leftover products in progress semi-finished and finished	3.667	15.585
5) Other income and revenues		
Operating grants	0	3.532
Other	39	20
Total other income and revenues	39	3.552
Total production value	<b>250.823</b>	<b>187.639</b>
<b>B) Costs of production</b>		
6) costs for raw and subsidiary materials. consumables and goods	71.826	37.492
7) costs for services	156.246	154.490
8) leasing costs for third-party assets	58.252	72.737
9) personnel costs		
a) salaries and wages	61.062	53.505
b) social security expenses	15.139	12.040
c). d). e) employees' severance indemnity. pensions. other staff costs	3.241	4.527
c) severance indemnity	3.241	4.527
Total personnel costs	79.442	70.072
10) amortisation and devaluation		
a).b).c) Amortisation of intangible and tangible fixed assets. other fixed asset depreciation	50.742	50.946
a) Amortisations of intangible fixed assets	40.199	40.437
a) amortisation of tangible fixed assets	10.543	10.509
Total amortisation and devaluation	50.742	50.946
11) Variations to leftover stock of raw. subsidiary materials. consumables and goods	-4.603	20.513
14) sundry operating expenses	7.328	3.591
<b>Total production costs</b>	<b>419.233</b>	<b>409.841</b>
<b>Difference between production value and costs (A - B)</b>	<b>-168.410</b>	<b>-222.202</b>
<b>C) Financial revenue and expenses</b>		
17) Interest and other financial expenses		
towards parent companies	2.096	19.159
Other	2.704	16.289

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Total interests and other financial expenses	4.800	-35.448
17-bis) Gains and losses on foreign exchange	-4.800	-35448
<b>Total income and financial expenses (15 + 16 - 17 + - 17-bis)</b>	0	0
<b>D) Valuation adjustments to financial assets and liabilities</b>		
<b>Total valuation adjustments to financial assets and liabilities (18 - 19)</b>	0	0
<b>Pre-tax result (A - B + - C + - D)</b>	-173.210	-257.650
<b>21) Fiscal year profit (loss)</b>	-173.210	-257.650

## Explanatory Notes to the Financial Statements at 31/12/2021 prepared in abridged form pursuant to article 2435 - bis of the Civil Code

### OVERVIEW

The financial statements for the year ended 31/12/2021 of which these notes are an integral part pursuant to article 2423, first paragraph of the Civil Code, correspond to the accounting records properly kept and have been drawn up in compliance with articles 2423, 2423 ter, 2424, 2424 bis, 2425, 2425 bis of the Italian Civil Code, in accordance with the reporting principles that conform to the provisions of article 2423 bis, assessment criteria specified in article 2426 of the Civil Code.

The fiscal year's financial statements have been drawn up in abridged form in compliance with the provisions of article 2435-bis of the Civil Code, given that the conditions specified in paragraph 1 of said article apply. Consequently, these explanatory notes provide the information established in paragraph 1 of article 2427 limitedly to the entries specified in paragraph 5 of article 2435 bis of the Civil Code.

Furthermore, these notes to the financial statements contain the information requested in points 3) and 4) of article 2428 of the Civil Code and accordingly the Management Report has not been written, pursuant to article 2435 - b, paragraph 7 of the Civil Code.

The valuation criteria pursuant to article 2426 of the Civil Code are in compliance with those applied in the drafting of the previous financial statements.

Furthermore, where applicable, the principles and recommendations of the Italian Accounting Body (OIC) have been integrated, where lacking, by the IAS/IFRS issued by the IASB in order to give a true and fair view of the assets/liabilities, financial and economic situation of the Company. There are no asset and liability items falling under multiple entries in the financial statements.

There are no asset and liability items falling under multiple entries in the financial statements.

For comparison purposes of the financial statements amounts, pursuant to article 2423 ter, fifth paragraph of the Civil Code, the reclassification of the amounts related to the previous fiscal year was carried out.

### REPORTING CRITERIA

In order to draw up the financial statements clearly and provide a true and accurate capital and financial situation and economic result description, pursuant to article 2423 bis of the Civil Code, it was decided to:

- value single items prudently and with business continuity in mind;
- only include profits effectively made during the year;
- calculate income and costs on an accruals basis, regardless of when they appeared financially;
- include all risks and losses for the period, even if known after the fiscal year had ended;
- consider separately, for the related valuation, heterogeneous elements included in the financial statement items;
- maintain valuation criteria the same as those adopted for the previous fiscal year.

### Business continuity perspective

For what concerns this principle, the evaluation of the balance sheet items has been carried out with a perspective of business continuity and therefore taking into account the fact that the company constitutes a functioning economic structure, designed,

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at least for a foreseeable future period of time (12 months from the balance sheet reference date), for the production of income. The Company mainly operates in foreign markets, still affected in 2021 by the consequences of the Covid-19 pandemic, for this reason, the Shareholder, in anticipation of the economic recovery and purchase orders at a pre-Covid level, made a bank transfer on 9 March 2021, of which a part - amounting to € 608.600 – was used to cover the realized losses and to improve the solidity and balance of the equity and financial structure of the company.

## VALUATION CRITERIA

The criteria applied to value the financial statement items, detailed below, comply with art. 2426 of the Civil Code.

### Intangible fixed assets

Intangible fixed assets have been entered, within their recoverable value limit, at purchase or internal production cost, including all directly attributable additional expenses, and have been amortised systematically by constant percentages related to their residual possibility of use.

In particular, plant and expansion costs derive from the capitalisation of the charges related to the start-up stage or expansion of the operating capacity, and they have been amortised on a 5-year basis.

The industrial patent rights and the exploitation rights of intellectual property assets have been amortised on the basis of their presumed term of use; however, never exceeding those established by the licence agreements.

Intangible assets in progress have not been subjected to amortisation.

Intangible assets, whose value at the end of the fiscal year are durably less than the residual cost to be amortised, are posted at their lesser value; this is not maintained if in the subsequent fiscal years the reasons that led to the correction performed no longer apply.

### Tangible Fixed Assets

The tangible fixed assets have been recognised on the date in which the transfer of risks and benefits related to the assets acquired took place, and they have been posted, within the limit of their recoverable value, at the purchase cost or production cost at net of related amortisation provisions, including all charges and ancillary charges directly related to them, as well as the indirect charges associated to them due to the internal production and until the moment in which the assets can be used.

The costs sustained on existing assets for the expansion, modernisation and improvement of structural elements, and those sustained to increase correspondence with the reasons for their purchase, and the extraordinary maintenance in compliance with OIC 16 in paragraphs from 49 to 53, have been capitalised when there was a significant, measurable increase to production capacity or useful lifespan.

For those assets, amortisation was applied in a unitary way on the new book value considering the residual useful life span.

For tangible fixed assets represented by a group of assets related to each other, in compliance with what is established by OIC 16 pursuant to paragraphs 45 and 46, the value for each asset has been determined in order to identify the different duration of their useful life.

The capitalisation of the financial charges has not been performed.

The cost of assets where use is limited in time is amortised systematically in each fiscal year based on the economic-technical percentages calculated based on residual possible use. All assets, including those that are not being used at the moment, have been depreciated, except for those whose utility does not diminish and which consist of land and non-instrumental buildings and works of art.

Amortisation starts from when the assets become available and ready for use.

Rates that reflect the technical depreciation schedules have been applied. The rates take into account the Company's actual situation and have been reduced by 50% for acquisitions over the year as such acquisitions meet the conditions specified by OIC 16, paragraph 61.

Amortisation plans, in compliance with OIC 16 paragraph 70 are reviewed if there is a change to the residual possibility of use.

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Obsolete assets and those that will or can no longer be used in the production cycle, have not, in accordance with OIC 16, paragraph 80, been amortised and have been entered at their net book value, or at their recoverable value if the latter value is lower. The rates applied are set out below:

Other assets:

- furniture and furnishings: 15%
- electronic office equipment: 20%
- plants: 15%

#### ***Public contributions towards plants and operating expenses***

No contributions towards plant expenses have been issued by the State while operating contributions have been entered among the elements of income. Operating contributions refer to the non-repayable contribution pursuant to Legislative Decree 32/20.

#### **Shareholdings**

No shareholdings in other companies appear in the financial statements.

#### **Debt instruments**

No debt instruments appear in the financial statements.

#### **Inventories**

Inventory is recognised at the date on which the risks and benefits associated with the assets acquired are transferred and are posted at the lower value between the purchase cost, including all directly attributable ancillary costs and expenses and indirect costs related to internal production, and the estimated realisable value based on market trends.

More precisely:

Fungible assets were assessed by applying the "Weighted Average Cost" formula.

With reference to the assessment criteria adopted, the following should also be noted:

In compliance with OIC 13 paragraph 42, it is reported that the Company did not receive any contributions in the fiscal year.

Financial charges are not included in the value of inventory.

#### **Derivative financial instruments**

The Company does not hold derivative financial instruments.

#### **Receivables**

Receivables are classified in fixed assets or in current assets based on their intended use/origin compared to ordinary activities, and are entered at presumed collection value. On the basis of experience, trend of the seniority indexes of overdue receivables, general economic situation, sector and country risk, as well as events occurring after the end of the fiscal year, it is considered that there are no receivables at risk that cannot be collected. Amounts due within and after the fiscal year are subdivided on the basis of contractual or legal due dates, also taking into account facts and events that may lead to a change in the original due date, the debtor's realistic ability to fulfil its obligation within the contractual terms and the certain time period in which it is reasonably believed to collect the receivables.

Pursuant to the OIC 15, paragraph 84 it is specified that in the assessment of receivables, the amortised cost criterion has not been adopted.

#### ***Tax credits and credits for prepaid taxes***

The item "Tax credits" comprises amounts that are certain and defined arising from receivables giving entitlement to refunds or compensation.

The 'Prepaid taxes' entry includes the transactions for prepaid taxes calculated on the basis of temporary differences that can be deducted or carried forward in the tax losses, applying the estimated rate in force at the time in which said differences will be paid.

The prepaid taxes associated with a claimable loss were recognized when there is reasonable certainty of their future collection, proven by a tax plan for a reasonable period of time that foresees sufficient taxable income to utilize the losses that can be carried forward and/or by the presence of sufficient taxable temporary differences to absorb the losses that can be carried forward.

#### **Liquid assets**

Liquid assets are entered at their nominal value.

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**Accruals and deferrals**

Accrual and deferrals have been posted on an accrual basis and include revenues/expenses pertaining to the fiscal year and becoming due in subsequent fiscal years and the revenues/expenses borne within the end of the fiscal year, but pertaining to the subsequent fiscal years.

Therefore, solely those percentages of costs and revenues, common to two or more fiscal years, the amount of which varies based on time were entered.

At the end of the year, it was established that the conditions that justified the initial entry had been met, after any necessary adjustments had been made, also taking any recoverability into account, in addition to the temporal element.

Accrued income, which could be included in the receivables for the fiscal year, has been assessed at its presumable realisable value, by applying a depreciation in the income statement, if said value was less than the book value.

Deferred income, which could be included in the payables for the fiscal year, have been assessed at their nominal value.

Prepaid expenses were reported on the basis of the calculation of the future financial benefit of differed costs, the value being adjusted if the benefit was found to be less than the discounted amount.

**Provisions for risks and charges**

They do not appear in the financial statements.

**Provision for pensions and similar obligations**

They do not appear in the balance sheet

**Taxes, including deferred taxes provision**

They do not appear in the balance sheet

**Employees' severance pay indemnity**

Employees' severance indemnities are reported in compliance with current regulations and the item states the Company's actual commitment to individual employees at the end of the fiscal year, less advances paid out.

**Payables**

The distribution of the amounts receivables within and past the fiscal year was performed with reference to the contractual or legal due date, also taking into consideration facts and events that may lead to a change of the original due date.

Payables are stated under liabilities at their face value, which is deemed to correspond to their settlement value.

Pursuant to the OIC 19, paragraph 86 it is specified that in the assessment of payables, the amortised cost criterion has not been adopted

Payables from the acquisition of assets are entered when risks, expenses and benefits are transferred. Those for services when the service is provided. Financial ones and of another kind when the obligation with the counterpart arises.

Tax payables include liabilities for certain and calculated taxes, and those withheld as a substitute and not yet paid at the financial statements date, and, if compensation is allowed, are entered at net of advances, withheld taxes and tax receivables.

**Foreign currency entries**

They do not appear in the balance sheet

**Costs and Revenues**

These are entered applying the prudence and economic accrual principles.

Any commercial and financial transactions with companies of the Group and with connected counterparties are conducted subject to normal market conditions.

With reference to "Revenues from sales and services" please note that the adjustments to the revenues, pursuant to OIC 12 paragraph 50, have not been subjected to a decrease in the revenues item.

**EXCEPTIONAL CASES EX ART. 2423, FIFTH PARAGRAPH OF THE CIVIL CODE**

There were no exceptional events that made it necessary to resort to exceptions pursuant to article 2423, fifth paragraph of the Civil Code.

**CHANGES IN ACCOUNTING PRINCIPLES**

There were no changes in accounting standards during the year.

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**CORRECTION OF RELEVANT ERRORS**

No significant errors made in previous years emerged during the year.

**COMPARABILITY AND ADAPTATION ISSUES**

There are no assets and liabilities that fall under several accounts of the financial statements.

### INFORMATION ON THE BALANCE SHEET ASSETS

**FIXED ASSETS**

Fixed assets amount to € 387.381 (€ 431.317 in the previous fiscal year).

The individual item details and transactions are as follows:

	Intangible Fixed Assets	Tangible Fixed Assets	Financial Fixed Assets	Total Fixed Assets
<b>Value at the start of fiscal year</b>				
Cost	0	0	6.207	6.207
Carrying amount	382.608	42.502	6.207	431.317
<b>Variations in the fiscal year</b>				
Increases for acquisitions	7.415	340	0	7.755
Decreases for transfers and disposals (of the balance sheet value)	950	0	0	950
Amortization in the fiscal year	40.199	10.543		50.742
Other variations	0	1	0	1
Total variations	-33.734	-10.202	0	-43.936
<b>Value at the end of fiscal year</b>				
Cost	468.938	72.194	6.207	547.339
Amortization (Provision for amortization)	40.000	39.894		79.894
Depreciation	80.064	0	0	80.064
Carrying amount	348.874	32.300	6.207	387.381

**CURRENT ASSETS****Inventories**

Inventories included in current assets amount to € 240.949 (€ 232.679 in the previous fiscal year).

**Receivables**

Receivables included in current assets amount to € 223.871 (€ 256.883 in the previous fiscal year).  
The individual item details are as follows:

Due within the next fiscal year	Due beyond the following fiscal year	Total nominal value	Provision for risk and impairment losses	Net value

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From customers	543	0	543	0	543
Tax credit	211.678	0	211.678		211.678
Prepaid taxes			11.650		11.650
<b>Total</b>	<b>212.221</b>	<b>0</b>	<b>223.871</b>	<b>0</b>	<b>223.871</b>

### Capitalised finance charges

There no finance charges related for the fiscal year for values posted in the assets of the Balance Sheet, pursuant to article 2427, paragraph 1, No. 8), of the Civil Code.

Complementing the information provided on the assets posted in the Balance Sheet, please find below any "Depreciation due to significant loss of value" and "Revaluation of tangible and intangible Fixed Assets"

### Depreciation due to significant loss of value of tangible and intangible assets

Pursuant to article 2427, paragraph 1, number 3-bis of the civil code, it is specified that no decreases have been applied to the value of the tangible and intangible fixed assets.

### Revaluation of tangible and intangible fixed assets.

No monetary and financial revaluations have been performed by the Company.

## INFORMATION ON THE BALANCE SHEET LIABILITIES AND NET EQUITY

### NET EQUITY

Net equity at the end of the fiscal year amounts to € 960.543 (€ 133.752 in the previous fiscal year).

The following tables show changes to the individual net equity items and the details of item 'Other reserves'.

	Value at start of fiscal year	Allocation of dividends	Other Allocations	Increases
Share capital	1.000.000	0	0	0
<b>Other reserves</b>				
Payments for future capital increase	0	0	1.000.000	0
Miccellaneous other reserves	2	0	0	0
<b>Total other reserves</b>	<b>2</b>	<b>0</b>	<b>1.000.000</b>	<b>0</b>
Profit (losses) carried forward	-608.600	0	-257.650	608.600
Profit (losses) for the fiscal year	-257.650	0	257.650	0
<b>Total net equity</b>	<b>133.752</b>	<b>0</b>	<b>1.000.000</b>	<b>608.600</b>

	Decreases	Riclassifications	Result for the fiscal year	Value at the end of fiscal year
Share Capital	0	0		1.000.000
<b>Other reserves</b>				
Payments for future capital increase	608.600	0		391.400
Miscellaneous other reserves	0	1		3
<b>Total other reserves</b>	<b>608.600</b>	<b>1</b>		<b>391.403</b>

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Profits (losses) carried forward	0	0		-257.650
Profits (losses) for the fiscal year	0	0	-173.210	-173.210
<b>Totale net equity</b>	<b>608.600</b>	<b>1</b>	<b>-173.210</b>	<b>960.543</b>

Description	Amount
Rounding to units of Euro	3
<b>Total</b>	<b>3</b>

The following table shows the transactions in net equity of the previous fiscal year:

	Value at start of fiscal year	Allocation of dividends	Other Allocations	Increases
Share capital	1.000.000	0	0	0
Other reserves				
Miccellaneous other reserves	3	0	0	0
<b>Total other reserves</b>	<b>3</b>	<b>0</b>	<b>0</b>	<b>0</b>
Profit (losses) carried forward	-299.913	0	-308.687	0
Profit (losses) for the fiscal year	-308.687	0	308.687	0
<b>Total net equity</b>	<b>391.403</b>	<b>0</b>	<b>0</b>	<b>0</b>

	Decreases	Riclassification s	Result for the fiscal year	Value at the end of fiscal year
Share Capital	0	0		1.000.000
Other reserves				
Miscellaneous other reserves	0	-1		2
<b>Total other reserves</b>	<b>0</b>	<b>-1</b>		<b>2</b>
Profits (losses) carried forward	0	0		-608.600
Profits (losses) for the fiscal year	0	0	-257.650	-257.650
<b>Totale net equity</b>	<b>0</b>	<b>-1</b>	<b>-257.650</b>	<b>133.752</b>

#### Cash flow hedge reserve

The Company does not hold derivative financial instruments.

To complete information provided on the Net Equity we are providing the following details:

#### Revaluation reserve

No revaluation reserves appear in the financial statements.

#### Capital reduction and losses

The losses realized in 2020 are not covered by the available reserves and therefore the case referred to in Law 178/2020 art. 1 paragraph 266 points 1 to 4 occurs and is made use of, which allows the losses to be covered in five years.

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**PAYABLES****Payables - Difference by due date**

Here below are the details of the subdivision of payables by due date, pursuant to art. 2427 par. 1 number 6 of the Civil Code:

	Value at start of fiscal year	Variation in the fiscal year	Value at the end of fiscal year	Installment due within the fiscal year	Installment due after the fiscal year	Of which of residual term beyond 5 years
Advance payment	10.818	11.416	22.234	22.234	0	0
Payables to suppliers	54.815	-23.534	31.281	31.281	0	0
Payables represented by credit instruments	218	-120	98	98	0	0
Payables to parent companies	173.611	-173.611	0	0	0	0
Tax Payables	1.774	919	2.693	2.693	0	0
Payables to social security and welfare institutions	3.040	1.296	4.336	4.336	0	0
Other Payables	616.391	-607.471	8.920	8.920	0	0
<b>Totale Pyables</b>	<b>860.667</b>	<b>-791.105</b>	<b>69.562</b>	<b>69.562</b>	<b>0</b>	<b>0</b>

**Payables due beyond 5 years and payables supported by collateral guarantees on corporate assets**

There are no payables due beyond 5 years nor payables supported by collateral guarantees on corporate assets 2427, paragraph 1, No. 6), of the Civil Code.

	Amount
Payables secured by collateral guarantees	
Payables not secured by collateral guarantees	69.562
<b>Total</b>	<b>69.562</b>

**Loans made by shareholders**

Below the information concerning loans made by the shareholders of the company, pursuant to of the art. 2427, paragraph 1, number 19-bis of the civil code. The loans also include those made by subjects who carry out financing and control activities. No loan is included in the financial statements at 31/12/2021.

**INFORMATION ON THE INCOME STATEMENT****REVENUES OF EXTRAORDINARY VALUE OR IMPACT**

Regarding to what is set forth in art. 2427, paragraph 1, number 13 of the Civil Code, please note that Company did not have any revenues of extraordinary value or impact.

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**COSTS OF EXTRAORDINARY VALUE OR IMPACT**

Regarding to what is set forth in art. 2427, paragraph 1, number 13 of the Civil Code, please note that Company did not incur in any expenses of extraordinary value or impact

**CURRENT, DEFERRED AND ADVANCE TAXES ON THE FISCAL YEAR'S INCOME**

There are no taxes due in the fiscal year

***Composition and transactions occurred in liabilities for deferred taxes and in assets for prepaid taxes***

The tables below, separately for IRES and IRAP, summarize the transactions during the year, deriving from the increases for the temporary differences that arose during the year and from the decreases for the temporary differences attributed to the items "Provision for deferred taxes" and "Receivables for prepaid taxes".

	Prepaid taxes previous fiscal year	Variation in the fiscal year	IRES rate	Amount at the end of the fiscal year
First year loss	11.650		24%	11.650
Total	11.650			11.650

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## ADDITIONAL INFORMATION

### Employment data

Regarding the information concerning personnel, pursuant to article 2427, paragraph 1, number 15 of the Civil Code, it should be noted that the Company hired 3 full time employees in 2021.

### Remunerations to the corporate bodies

Pursuant to art. 2427, paragraph 1, number 16 of the Civil Code, please note that in 2017 no remunerations were paid to the administrative body.

### Commitments, guarantees and potential liabilities not appearing in the balance sheet

Regarding to what is set forth in art. 2427, paragraph 1, number 9 of the Civil Code, there were no commitments, guarantees and potential liabilities for the fiscal year that did not appear in the balance sheet.

### Commitments

The company did not undertake any commitment

### Guarantees

The company did not issue any guarantee during the fiscal year.

### Potential liabilities

No potential liabilities apply to the fiscal year.

### Information on assets and loans intended for a specific deal

There are no assets and loans assigned to a specific deal, pursuant to articles 2447 bis and 2447 decies of the Civil Code.

### Transactions with related parties

During the fiscal year, there were no transactions with related parties, pursuant to article 2427, paragraph 1, No. 22-bis, of the Civil Code.

### Agreements not appearing in the balance sheet

They did not take place during the fiscal year.

### Significant events occurred after the end of the fiscal year

No significant events took place after the end of the fiscal year that were such to have a financial, economic or equity impact on the Company, pursuant to article 2427, paragraph 1, number 22-quater of the Civil Code.

At the time of drafting these financial statements, the entire community worldwide is confronted with the effects of Covid-19 pandemic, with serious implications concerning public health, the health system and the economic system as a whole. For what concerns the company's activities, 2021 shows a small improvement in terms of revenues, nevertheless it still significantly suffers from the international crisis. For this reason, in anticipation of the economic recovery and of purchase orders at pre-covid level, the Shareholder made a transfer of € 800,000 on March 9, 2021, part of which to cover the losses realized up to 31/12/2019. The losses relating to 2021, as well as 2020 losses, are "frozen" due to the regulations referred to in Law 178/2020 art. 1 paragraph 266 points from 1 to 4 and of Legislative Decree 228/2021.

### Derivative financial instruments

The Company does not hold derivative financial instruments.

### Information on the companies or entities performing direction and coordination - art. 2497 bis of the Civil Code

The Company is subject to the direction and coordination of the company SIYARAM SILK MILLS LIMITED, with registered office in India.

For CADINI S.R.L.

- S/d -

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Pursuant to article 2497 bis, paragraph 4 of the Civil Code, the key data related to the last financial statements approved by the Company exercising direction and coordination are shown below in Lakhs:

	Last Fiscal Year	Previous Fiscal Year
Date of last approved financial statement	31/03/2021	31/03/2020
A) Receivables from shareholder for payments still due	0	0
B) Fixed Assets	55.209	60.787
C) Current Assets	66.470	89.471
D) Accrued income and prepaid expenses	0	0
<b>Total assets</b>	<b>121.679</b>	<b>150.258</b>
<b>A) Net equity</b>		
Share Capital	77.392	76.697
Reserves	0	0
Profit (losses) for the fiscal year	0	0
<b>Total net equity</b>	<b>77.392</b>	<b>76.697</b>
B) Provisions for risks and charges	0	0
C) Severance indemnities	0	0
D) Payables	44.287	73.561
E) Deferred income and accrued expenses	0	0
<b>Total liabilities</b>	<b>121.679</b>	<b>150.258</b>

	Last Fiscal Year	Previous fiscal Year
Date of last approved financial statement	31/03/2021	31/03/2020
A) Value of production	112.821	173.218
B) Cost of production	112.298	164.458
C) Financial income and expenses	160	-112
D) Adjustment to the carrying value of financial assets	0	0
Income tax on fiscal year profit	-11	1.591
<b>Profit (losses) for the fiscal year</b>	<b>694</b>	<b>7.057</b>

### Own Shares and Parent Company's Shares/quotas

Pursuant to article 2435 bis, paragraph 7 of the Civil Code, concerning the information requested in art. 2428, paragraph 3, points 3) and 4) of the Civil Code, it is reported that in the financial statements there are no shares of parent companies held by the company also through trust companies or third parties and that during the fiscal year no shares of parent companies were purchased or sold by the company through trust companies or third parties.

For CADINI S.R.L.

- s/d -  
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**Information required by law regarding Start-ups and Innovative Small-Medium Enterprises*****Research and development expenses pursuant to Law Decree 179/2012***

They do not appear in the financial statements.

***Research and development expenses pursuant to Law Decree 3/2015***

They do not appear in the financial statements.

**Allocation of profit for the fiscal year**

Pursuant to art. 2427, paragraph 1, number 22-septies of the Italian civil code, it is proposed to postpone the negative result to the next fiscal year, specifying that for the loss for the year 2021 pursuant to Legislative Decree 228/2021, articles 2446, second and third paragraphs do not apply. and 2447 of the Italian Civil Code for spa and 2482-bis, fourth, fifth and sixth paragraphs, and 2482 ter of the Italian Civil Code for the srl and that the cause of dissolution of the company due to reduction or loss of the share capital referred to in articles 2484, first paragraph no. 4.

In this regard, it is acknowledged that the shareholder on 9 March 2021 did a bank transfer of € 800.000 and on 12 March 2021 a bank transfer of € 200.000 in order to cover the losses realized up to 31/12/2019 and the remaining part contributions for future capital increase.

**The Administrative Body**

PODDAR GAURAV

**Declaration of Compliance**

Copy corresponding to the documents held by the Company; the Sole Director, pursuant to Articles 47 and 76 of the D.P.R. 445/2000, hereby declares that this electronic document complies with the document registered and signed in the Company's corporate books; further declares that the electronic document in Xbrl format containing the Balance Sheet and Income Statement complies with the corresponding original documents filed at the Company. Stamp duty paid digitally through the Chamber of Commerce of Florence authorization No. 10882/2001/T2 dated March 13, 2001 A.E. Regional Directorate of Tuscany

For CADINI S.R.L.



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## RELAZIONE AL BILANCIO CHIUSO AL 31 DICEMBRE 2021

All'Assemblea dei Soci della società CADINI SRL

### **Premessa**

Il sottoscritto Dott. Nicola Sisti, Revisore legale, Numero Iscrizione:154942, Data Decreto Ministeriale: 31/03/2009 Gazzetta Ufficiale: n.37 del 15/05/2009 incaricato dalla Società Cadini Srl di effettuare una revisione contabile sul bilancio chiuso al 31 dicembre 2021, ha svolto l'incarico avendo riguardo dei principi di revisione e dell'art. 2409-bis c.c. ancorché la società non sia obbligata alla revisione.

### **Relazione sulla revisione contabile del bilancio d'esercizio**

#### **Giudizio**

Ho svolto la revisione contabile del bilancio d'esercizio al 31 dicembre 2021 della società Cadini Srl costituito dallo stato patrimoniale, dal conto economico e dalla nota integrativa.

A mio giudizio, il bilancio d'esercizio fornisce una rappresentazione veritiera e corretta della situazione patrimoniale e finanziaria della società al 31 dicembre 2021, del risultato economico per l'esercizio chiuso a tale data in conformità alle norme italiane che ne disciplinano i criteri di redazione.

#### ***Elementi alla base del giudizio***

Ho svolto la revisione contabile in conformità ai principi di revisione. Sono indipendente rispetto alla società in conformità alle norme e ai principi in materia di etica e di indipendenza applicabili nell'ordinamento italiano alla revisione contabile del bilancio.

Ritengo di aver acquisito elementi probativi sufficienti ed appropriati su cui basare il mio giudizio

#### ***Responsabilità degli amministratori***

Gli amministratori sono responsabili per la redazione del bilancio d'esercizio che fornisca una rappresentazione veritiera e corretta in conformità alle norme italiane che ne disciplinano i criteri di redazione e, nei termini previsti dalla legge, per quella parte del controllo interno dagli stessi ritenuta necessaria per consentire la redazione di un bilancio che non contenga errori significativi dovuti a frodi o a comportamenti o eventi non intenzionali.

Gli amministratori sono responsabili per la valutazione della capacità della società di continuare ad operare come un'entità in funzionamento e, nella redazione del bilancio d'esercizio, per l'appropriatezza dell'utilizzo del presupposto della continuità aziendale, nonché per una adeguata informativa in materia. Gli amministratori utilizzano il presupposto della continuità aziendale nella redazione del bilancio d'esercizio a meno che abbiano

For **CADINI S.R.L.**

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valutato che sussistono le condizioni per la liquidazione della società o per l'interruzione dell'attività o non abbiano alternative realistiche a tali scelte.

**La revisione contabile del bilancio d'esercizio.**

Obiettivi della presente revisione sono l'acquisizione di una ragionevole sicurezza che il bilancio d'esercizio nel suo complesso non contenga errori significativi, dovuti a frodi o a comportamenti o eventi non intenzionali.

Il mio esame è stato condotto secondo gli statuiti principi di revisione. In conformità ai predetti principi, la revisione è stata svolta al fine di acquisire ogni elemento necessario per accertare se il bilancio d'esercizio sia viziato da errori significativi e se risulti, nel suo complesso, attendibile. Il procedimento di revisione è stato svolto in modo coerente con la dimensione della società e con il suo assetto organizzativo. Esso comprende l'esame, sulla base di verifiche a campione, degli elementi probativi a supporto dei saldi e delle informazioni contenuti nel bilancio, nonché la valutazione dell'adeguatezza e della correttezza dei criteri contabili utilizzati e della ragionevolezza delle stime effettuate dagli amministratori. Ritengo che il lavoro svolto fornisca una ragionevole base per l'espressione del giudizio professionale.

Il bilancio in esame, nel suo complesso, è redatto con chiarezza e rappresenta in modo veritiero e corretto la situazione patrimoniale e finanziaria, nonché il risultato economico della CADINI S.R.L. per l'esercizio chiuso al 31 dicembre 2021, in conformità alle norme che disciplinano il bilancio di esercizio.

**Osservazioni in ordine al bilancio d'esercizio**

Relativamente al bilancio di esercizio chiuso al 31 dicembre 2021, che viene sottoposto alla Vostra approvazione, ho verificato l'impostazione generale data allo stesso e la sua generale conformità alla legge, per quel che riguarda la sua formazione e struttura.

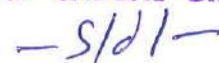
Per quanto riguarda la nota integrativa, ho verificato che la stessa è stata redatta seguendo le indicazioni obbligatorie previste dall'art. 2427 del Codice Civile (Contenuto della Nota Integrativa) e quelle richieste da altre norme civilistiche e dalla normativa fiscale; essa contiene, oltre all'indicazione dei criteri di valutazione, le informazioni dettagliate sulle voci dello stato patrimoniale e del conto economico, nonché tutte le altre, richieste al fine di esporre in modo veritiero e corretto la situazione patrimoniale ed economica della Società.

Il bilancio chiuso al 31 dicembre 2021, che viene sottoposto alla Vostra approvazione, può riassumersi nelle seguenti sintetiche evidenze della situazione patrimoniale:

**ATTIVITA'**

Immobilizzazioni	€.	387.381
Attivo circolante	€.	646.977
Ratei e risconti attivi	€.	7.409
TOTALE ATTIVITA'	€.	1.041.767

For **CADINI S.R.L.**



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PASSIVITA'

Capitale Sociale	€.	1.000.000
Altre riserve (arrotondamento €)	€	3
Utile dell'esercizio (perdite)	€	(173.210)
Perdite portate a nuovo	€	(257.650)
TFR	€	11.437
Debiti	€	69.562
Ratei e risconti passivi	€	225
TOTALE PASSIVITA'	€	1.041.767

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CONTO ECONOMICO

Valore della produzione	€	250.823
Costi della produzione	€	419.233-
Proventi ed oneri finanziari	€	4.800-
PERDITA DELL'ESERCIZIO	€	173.210-

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Per quanto di mia competenza, posso affermare che la predisposizione delle voci di bilancio è avvenuta nel rispetto delle norme dettate dal Codice Civile e delle altre disposizioni che disciplinano la formazione del bilancio, in ordine al suo contenuto formale e sostanziale.

I criteri di valutazione adottati rispettano i principi di competenza e prudenza nella prospettiva della continuazione dell'attività aziendale.

Per quanto a nostra conoscenza l'Organo Amministrativo, nella redazione del bilancio, non ha derogato ex art. 2423 comma quarto (Redazione del Bilancio) ai criteri generali dettati dal Codice Civile.

Per ciò che concerne i criteri di iscrizione e valutazione delle specifiche voci di bilancio, esaustivamente indicati nella Nota Integrativa, attesto che sono state rispettate le norme civilistiche di cui all'art. 2426 del Codice Civile (Criteri di valutazioni) in particolare:

- la valutazione delle immobilizzazioni immateriali è stata effettuata al costo storico di acquisizione;
- i crediti sono stati iscritti secondo il valore di presumibile di realizzo (art. 2426, n.8 C.C.) (Criteri di valutazioni);
- i debiti sono stati iscritti al presumibile valore di estinzione, coincidente con il loro valore nominale;
- i ratei e risconti sono stati iscritti nel rispetto del principio della competenza temporale.

Considerando le risultanze dell'attività svolta, il sottoscritto aveva già raccomandato il rispetto degli adempimenti richiesti dall'art 2482-bis, comma 4, codice civile, in quanto le perdite realizzavano la fattispecie prevista al comma 1 del predetto articolo, il bonifico del 9 marzo 2021 a copertura delle perdite realizzate fino al 31/12/2019 per € 608.600 lo ha evitato, si raccomanda comunque di monitorare la situazione economica in

For **CADINI S.R.L.**

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considerazione della rilevante perdita dell'esercizio in commento, tenuto conto delle raccomandazioni, si ritiene che la assemblea possa approvare il bilancio d'esercizio chiuso al 31 dicembre 2021, così come redatto dagli amministratori.

Data 09/04/2022

Dott. Nicola Sisti – Revisore contabile



For **CADINI S.R.L.**

*- Sisti -*

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# REPORT ON THE FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED ON 31 DECEMBER 2021

To the Shareholders' Meeting of the Company CADINI SRL

## **Introduction**

The undersigned, Mr. Nicola Sisti, Statutory Auditor, Registration No. 154942, Ministerial Decree dated 31/03/2009 Official Gazette: No.37 dated 15/05/2009 appointed by the Company Cadini Srl to perform an audit on the financial statements ended on 31 December 2021, has performed this duty in full compliance with the auditing principles and article 2409-bis of the Civil Code even if the Company is not subjected to mandatory auditing.

## **Report on the Auditing of the Financial Statements**

### **Opinion**

I have audited the financial statements at 31 December 2021 related to the Company Cadini Srl comprising a balance sheet, income statement and explanatory notes.

In my opinion, the financial statements provide a truthful and correct representation of the assets/liabilities and financial situation of the Company at 31.12.2021 and of the income statement for the fiscal year ended in such date, in compliance with the Italian regulations that govern their preparation.

### ***Elements on which the opinion was formed***

I carried out the audit in compliance with the auditing principles. I am independent respect to the Company in compliance with the regulations and principles governing ethics and independence pursuant to the Italian regulations related to the auditing of financial statements.

I believe to have acquired sufficient and appropriate evidence on which to base my opinion.

### ***Directors Responsibilities***

The Directors are responsible for the preparation of the financial statements, which must reflect an accurate and truthful representation of the financial information in compliance with the Italian regulations that govern their preparation and, according to what is established by law, for that portion of internal oversight deemed necessary by the Directors to allow the preparation of the financial statements without significant errors due to frauds or unintentional conducts or events.

The Directors are responsible for the assessment of the ability of the Company to continue operating as a functioning entity and, in preparing the financial statements, for the appropriate application of the business continuity principle, as well as a for an adequate information report on the matter. The Directors apply the business continuity principle in the preparation of the financial statements unless they have assessed that the conditions for liquidation of the company or for halting the business activities exist, or if they do not have realistic alternatives to said choices.

### ***Auditing of the Financial Statements for the fiscal year***

The aim of this audit is to acquire reasonable certainty that the financial statements for the fiscal year, overall, do not contain significant errors due to frauds or accidental conducts or events.

**For CADINI S.R.L.**

—s/d—

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My review has been carried out according to established auditing principles. In accordance with the aforementioned principles, the audit was carried out in order to acquire every element necessary to ascertain whether the financial statements are affected by significant errors and if they are, on the whole, reliable. The auditing procedure was carried out in a manner consistent with the size of the company and its organizational structure. The auditing process includes the examination, on a sampling basis, of the evidence and information contained in the financial statements, as well as the assessment of the adequacy and correctness of the accounting criteria adopted and the reasonableness of the assessments performed by the Directors. I believe that the work carried out provides a reasonable base on which to express my professional opinion.

The financial statements audited, overall, have been presented clearly and they depict in a truthful and accurate manner the financial and equity situation of the company as well as the income statement of the Company CADINI S.R.L. for the fiscal year ended on 31 December 2021, in compliance with the rules governing financial statements.

### Remarks on the Financial Statements

Concerning the financial statements ended on 31 December 2021, which are submitted for your approval, I have verified the general set-up of the financial statements and their general compliance to the law, in terms of form and structure.

Concerning the Explanatory Notes, I have verified that they have been prepared according the mandatory instructions established by article 2427 of the Civil Code (Contents of the Explanatory Notes) and in compliance with the other requirements of civil laws as well as fiscal laws. They contain, in addition to the valuation criteria, detailed information on the entries appearing in the balance sheet and income statement, as well as all others necessary in order to provide truthful and accurate information regarding the financial and assets/liabilities situation of the Company. The financial statements ended on 31 December 2021, which are submitted to your approval, can be summarised in the following summary assets/liabilities results table:

ASSETS		
Fixed assets	€	387.381
Current assets	€	646.977
Accrued income and prepaid expenses	€	7.409
TOTAL ASSETS	€	1.041.767
LIABILITIES		
Share capital	€	1.000.000
Other reserves (rounding in €)	€	3
Profit (loss) for the year	€	(173.210)
Losses carried forwards	€	(257.650)
Severance Indemnity Fund	€	11.437
Payables	€	69.562
Accrued liabilities and deferred expenses	€	225
TOTAL LIABILITIES		1.041.767
INCOME STATEMENT		
Production value	€	250.823
Production costs	€	419.233 -
Financial income and charges	€	4.800 -
FISCAL YEAR LOSS		173.210 -

For CADINI S.R.L.

- S/d -  
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To the extent of my competence, I can state that the financial statements entries have been posted in full respect of the regulations established by the Civil Code and by the other regulations that discipline the preparation of the financial statements, both in terms of their formal and substantial aspects.

The evaluation criteria adopted are in full compliance with accrual principle and the principles of prudence in light of the continuation of business.

As far as I know, the Administrative Body, in the preparation of the financial statements, did not make any exceptions, pursuant to art. 2423, fourth paragraph (Preparation of the Financial Statements) to the general criteria established by the Civil Code.

Regarding the posting and evaluation criteria of the specific entries in the financial statements, fully detailed in the Explanatory Notes, I also state that the Civil Code regulations according to article 2426 of the Civil Code (Assessment Criteria) have been respected, in particular:

- The assessment of the intangible fixed assets has been performed according to their historical cost of acquisition;
  - The criteria have been posted according to their presumable realisable value (article 2426 No. 8 of the Civil Code) (Assessment criteria);
- Liabilities have been posted at their presumed settlement value, matching their nominal value;
- Adjustment accounts have been posted on an accrual basis.

Considering the results of the activity carried out, the undersigned had already recommended compliance with the obligations required by Article 2482-bis, paragraph 4, of the Italian Civil Code, as the losses resulted in the case provided for in paragraph 1 of the aforementioned article. It is reported that on 9 March 2021 a bank transfer was made to cover losses up to 31/12/2019 for € 608.600, avoiding the case mentioned, It is however recommended to monitor the economic situation in consideration of the significant loss for the year in question, taking into account the recommendations, it is believed that the shareholders' meeting can approve the financial statements for the year ended December 31, 2021, as prepared by the directors.

Date 09/04/2022

Nicola Sisti - Auditor

For **CADINI S.R.L.**

-s/d-

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## RELAZIONE ALLA SITUAZIONE AL 31/03/2022

All'Assemblea dei Soci della società CADINI SRL

### Premessa

Il sottoscritto Dott. Nicola Sisti, Revisore legale, Numero Iscrizione:154942, Data Decreto Ministeriale: 31/03/2009 Gazzetta Ufficiale: n.37 del 15/05/2009 incaricato dalla Società Cadini Srl di effettuare una revisione contabile sulla situazione al 31 marzo 2022, ha svolto l'incarico avendo riguardo dei principi di revisione ancorché la società non sia obbligata alla revisione.

Nel I trimestre 2022 si è riscontrata:

- 1) La regolare tenuta della contabilità sociale e la regolare esecuzione degli adempimenti fiscali e previdenziali;
- 2) La corretta rilevazione dei fatti di gestione nelle scritture contabili.

### Osservazioni in ordine alla situazione economica al 31/03/2022

Relativamente alla situazione economico patrimoniale al 31/03/2022 si è verificata la sua redazione in base ai principi contabili e alle norme del codice civile nell'ottica della continuazione dell'attività.

La situazione si riassume nelle sintetiche evidenze economiche:

#### CONTO ECONOMICO

Valore della produzione	€	31.016
Variatione rimanenze	€	4.562-
Costi della produzione	€	63.398-
PERDITA DEL PERIODO	€	36.944-

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I criteri di valutazione adottati rispettano i principi di competenza e prudenza nella prospettiva della continuazione dell'attività aziendale e non si discostano da quelli relativi all'esercizio precedente.

Risulta evidente che la Società subisce ancora gli effetti della pandemia Covid-19, e la maggiore liquidità immessa attraverso la ricapitalizzazione e la copertura delle perdite maturate fino al 31/12/2019 non riescono a invertire la tendenza economica negativa. La perdita 2020, pari ad € 257.650, per effetto del DL 23/2020 potrà essere coperta fino al 2025, e anche la perdita 2021 di € 173.210 rimarrà congelata per cinque anni come previsto dal D.L. 228/2021. Tuttavia il I trimestre 2022 evidenzia una perdita pari a complessivi € 36.944 (più elevata rispetto allo stesso periodo del 2021) e si pone quindi la necessità indifferibile di correzioni nella gestione per evitare il maturare di perdite oltre il terzo del capitale (art 2482-bis c.c.).

Data 12/04/2022

Dott. Nicola Sisti – Revisore contabile



FC CADINI S.R.L.  
— s/d —  
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## REPORT ON THE FINANCIAL STATEMENTS AT 31/03/2022

To the Shareholders' Meeting of the Company CADINI SRL

### Introduction

The undersigned, Mr. Nicola Sisti, Statutory Auditor, Registration No.: 154942, Ministerial Decree Date: 31/03/2009 Official Gazette: No.37 dated 15/05/2009 appointed by the Company Cadini Srl to perform an audit on the financial statements of the period 31<sup>st</sup> March 2022, has performed this duty in full compliance with the auditing principles even if the company is not subjected to mandatory auditing.

In the first quarter 2022, the following has taken place:

- 1) Full compliance with the accounting records requirements and the compliance with the tax and social security requirements
- 2) The correct posting of the management transactions in the accounting records

### Remarks on the financial situation at 31/03/2022

Regarding the financial and equity situation of the company at 31/03/2022 all records have been prepared according to the accounting principles and the rules established in the civil code in view of the continuation of the business.

The situation is summarised in the following summary financial results table:

#### INCOME STATEMENT

Production Value Variation	€ 31.016
Inventory Production Costs	€ 4.562-
Income and Financial Expenses	€ 63.398-
<b>LOSS FOR THE PERIOD</b>	<b>€ <u>36.944-</u></b>

The evaluation criteria adopted are in full compliance with the principles of prudence in light of the continuation of the business and they do not differ from those of the previous year.

It is clear that the company still suffers the effects of the Covid-19 pandemic, and the greater liquidity injected through the recapitalization and coverage of losses accrued up to 31/12/2019 did not manage to reverse the negative economic trend. The 2020 losses, equal to € 257,650, as a result of the legislative decree 23/2020, can be covered within 2025, and also the 2021 losses amounting to € 173,210 will remain frozen for five years as per the legislative decree 228/2021.

However, the first quarter of 2022 shows a loss amounting to € 36,944 (higher than the same period of 2021) and therefore there is an urgent need for management corrections to avoid the accrual of losses beyond one third of the capital (Article 2482-bis of the Italian Civil Code).

Date 12/04/2022

Nicola Sisti - Auditor

For CADINI S.R.L.  
— s/d —  
AUTHORISED SIGNATORY

## PROFIT &amp; LOSS ACCOUNT/ BALANCE SHEET AS ON 31.03.2022

ACCOUNT CODE	PARTICULARS	Mar-22		
		TOTAL AMOUNT AS ON 31.03.2022 (IN EURO)	RATE	TOTAL AMOUNT AS ON 31.03.2022 (IN INR)
	<b>INCOME :-</b>			
	<b>EXPORT-SALES</b>			
901002	SALES ABROAD	2,10,634.34	86.24	1,81,64,581.26
		2,10,634.34		1,81,64,581.26
901001	NATIONAL SALES	9,020.09	86.24	7,77,870.11
912004	WINDFALL PROFITS	9,020.09		7,77,870.11
		36.90	86.24	3,182.16
	<b>TOTAL INCOME</b>	<b>2,19,691.33</b>		<b>1,89,45,633.53</b>
	<b>EXPENDITURE</b>			
	<b>RAW MATEIAL CONSUMED</b>			
	<b>TO OPENING STOCK:-</b>			
842002	Stock - RAW MATERIAL	1,01,439.97	85.92	87,15,935.25
842017	STOCK - CONSUMABLE	13,848.97	85.92	11,89,932.59
		1,15,288.94		99,05,867.83
	<b>Add Purchase</b>			
801001	PURCHASE OF RAW MATERAIL	42,754.18	86.24	36,87,014.08
801010	PURCHASE OF CONSUMABLE-ACCESSORIES	1,077.08	86.24	92,884.70
		43,831.26		37,79,898.78
	<b>Less Closing Stock</b>			
915002	Stock - RAW MATERIAL	1,05,207.53	84.22	88,60,200.74
915005	STOCK - CONSUMABLE -ACCESSORIES	13,893.49	84.22	11,70,059.88
		1,19,101.02		1,00,30,260.62
	<b>TOTAL</b>	<b>40,019.18</b>		<b>36,55,505.98</b>
	<b>FINISHED TRADED GOODS</b>			
	<b>TO OPENING STOCK:-</b>			
842011	FINISHED GOODS TRADED	41,142.41	85.92	35,35,042.27
842009	FINISHED PRODUCTS	79,991.69	85.92	68,73,053.99
		1,21,134.10		1,04,08,096.25
	<b>Add -Purchase</b>			
801006	PURCHASE GOODS	9,994.26	86.24	8,61,880.11
		9,994.26		8,61,880.11
	<b>Less Closing Stock</b>			
915011	Stock - FINISHED GOODS TRADED	34,735.64	84.22	29,25,310.98
915009	Stock - FINISHED GOODS	82,550.66	84.22	69,52,120.43
		1,17,286.30		98,77,431.41
	<b>TOTAL</b>	<b>13,842.06</b>		<b>13,92,544.95</b>
	<b>STORES &amp; SPARES /CONSUMBLE CONSUMED</b>			
821010	PURCHASE TOOLS AND SUPPLIES	234.89	86.24	20,256.33
		234.89		20,256.33
	<b>PROCESSING AND LABOUR CHARGES:-</b>			
809001	CMT COSTS	65,806.08	86.24	56,74,952.56
		65,806.08		56,74,952.56
	<b>SALARY , WAGES &amp; BONUS</b>			
804001	PERSONNEL EXPENSES	62,188.84	86.24	53,63,010.79
		62,188.84		53,63,010.79
	<b>EMPLOYEE SOCIAL SECURITY CONTRIBUTION</b>			
806001	SOCIAL SECURITY CONTRIBUTION WAGES	15,473.38	86.24	13,34,385.78
806005	INAIL INSURANCE FOR EMPLOYEE	196.81	86.24	16,972.40
807001	TRF EMPLOYEE SERVICE FUND	4,942.92	86.24	4,26,265.12
		20,613.11		17,77,623.30
	<b>STAFF WELFARE EXPENSES</b>			
809009	SUPPLY TECH.SERVICES	350.00	86.24	30,183.13
		350.00		30,183.13
	<b>AGENT COMMISSION</b>			
803001	COMMISSIONS ITALY	1,582.32	86.24	1,36,455.34
803004	COMMISSIONS ITALY			
833025	SUMUP COMMISSION	233.18	86.24	20,108.86
		1,815.50		1,56,564.20
	<b>RENT</b>			
812004	RENTAL FOR SALES	6,881.15	86.24	5,93,413.25
812001	RENT FLORENCE	37,195.84	86.24	32,07,676.67
		44,076.99		38,01,089.92
	<b>RATES &amp; TAXES</b>			
838006	GOVERNMENT LICENCE TAX	515.86	86.24	44,486.48
838007	LOCAL TAXES	1,115.00	86.24	96,154.82
833024	PAYPAL FEE	48.01	86.24	4,140.26
		1,678.87		1,44,781.57

For CADINI S.R.L.

-sld-  
AUTHORISED SIGNATORY

ACCOUNT CODE	PARTICULARS	Mar-22		
		TOTAL AMOUNT AS ON 31.03.2022 (IN EURO)	RATE	TOTAL AMOUNT AS ON 31.03.2022 (IN INR)
	<b>FREIGHT &amp; TRANSPORTATION EXPENSES</b>			
803002	LOCAL TRANSPORT	2,125.01	86.24	1,83,255.57
803003	ABROAD TRANSPORT	6,819.72	86.24	5,88,115.68
		8,944.73		7,71,371.25
	<b>LEGAL PROFESSIONAL CHARGES</b>			
816001	PROFESSIONAL/LABOUR FEES	23,949.52	86.24	20,65,347.00
809005	THIRD PARTY SERVICES	16,697.11	86.24	14,39,917.21
836010	COSTS OUT OF FISCAL YEAR	3,380.39	86.24	2,91,516.42
816002	VARIOUS PROFESSIONALE SERVICES	2,470.00	86.24	2,13,006.65
816006	REM. OCCASIONAL SERVICE	825.00	86.24	71,145.95
838005	STAMP DUTY	208.40	86.24	17,971.90
		47,530.42		40,98,905.13
	<b>INSURANCE PAID</b>			
818001	INSURANCE	2,616.39	86.24	2,25,630.96
		2,616.39		2,25,630.96
	<b>ADVERTISEMANT &amp; SALES</b>			
820005	EXHIBITIONS	23,743.56	86.24	20,47,585.52
820006	MISC. ADVERTISING	85.00	86.24	7,330.19
820003	PRINTS AND CATALOGUES	1,361.33	86.24	1,17,397.71
		25,189.89		21,72,313.42
	<b>TRAVELING AND CONVEYANCE</b>			
817001	TRAVEL EXPENSES	584.28	86.24	50,386.85
817016	PETROL 100%DED	28.02	86.24	2,416.38
817008	PARKING COST	19.30	86.24	1,664.38
		631.60		54,467.61
	<b>MISCELLANEOUS EXPENSES</b>			
821003	OFFICE SUPPLIES	359.60	86.24	31,011.01
809014	CLEANING EXPENSES	1,798.00	86.24	1,55,055.05
810006	WATER SUPPLIES	90.88	86.24	7,837.27
810001	FLORENCE ENERGY UTILITY	2,209.63	86.24	1,90,552.99
810002	MILAN ENERGY UTILITY	149.70	86.24	12,909.76
837007	SANCTIONS REPENTANCE	243.06	86.24	20,960.89
803006	CONTRIBUTI ENASARCO	539.12	86.24	46,492.37
804008	REIMOURSEMENT EXPENSES COLLABORATORS	25.00	86.24	2,155.94
812007	SERVICE FEES AND MISC. MEMBERSHIPS	2,142.89	86.24	1,84,797.50
836007	NON DEDUCTABLE COSTS&LOSSES INDEDUCTABLE	780.11	86.24	67,274.74
820007	REPRESENTATION EXPENSES	136.37	86.24	11,760.21
835003	CONTINGENT LIABILITIES	1,787.24	86.24	1,54,127.13
821001	OTHER GENERAL COSTS	7.90	86.24	681.28
815001	RIGHTS AND MISC. EXP.	1,880.81	86.24	1,62,196.37
836005	LIABILITIES ROUNDING	1.81	86.24	156.09
905002	Discount or roundings on purchase	(61.96)	86.24	(5,343.28)
802002	Discount or roundings on sales	96.88	86.24	8,354.69
820009	MISC. COMMERCIAL EXPENSE	169.00	86.24	14,574.14
836011	SELF CONSUMPTION NO DED	13.97	86.24	1,204.74
911004	ROUNDING ASSETS	(0.38)	86.24	(32.77)
		12,369.63		10,66,726.11
	<b>VEHICLE EXP</b>			
812010	VEHICLES HIRING (DED.20%)	400.94	86.24	34,576.07
		400.94		34,576.07
	<b>TELEPHONE EXP.</b>			
814007	CELLULAR PHONE EXPENSES	56.00	86.24	4,829.30
814004	CANONI E ABBONAMENTI INTERNET	840.72	86.24	72,501.60
		896.72		77,330.90
	<b>BANK CHARGES</b>			
833005	INTEREST CHARGES ON BANK ACCOUNTS	3.60	86.24	310.46
833018	BANK CHARGES INC.	183.75	86.24	15,846.14
833012	FEES AND BANK CHARGES	2,356.27	86.24	2,03,198.86
		2,543.62		2,19,355.46

For CADINI S.R.L.

- s/d -

AUTHORISED SIGNATORY

**CADINI S.R.L.**  
**PROFIT & LOSS ACCOUNT/ BALANCE SHEET AS ON 31.03.2022**

ACCOUNT CODE	PARTICULARS	Mar-22		
		TOTAL AMOUNT AS ON 31.03.2022 (IN EURO)	RATE	TOTAL AMOUNT AS ON 31.03.2022 (IN INR)
	<b>REPAIRS AND MAINTENANCE</b>			
811004	MAINTENANCE AND REPAIRS SERVICE FEE	850.00	86.24	73,301.88
811001	MAINTENANCE AND REPAIRS	689.90	86.24	59,495.26
		1,539.90		1,32,797.14
	<b>Depreciation ON TANGIBLE ASSETS</b>			
822007	DEPRECIATION ON FACTORY EQUIPMENT (SMALL TOOLS<516.46)	109.94	84.22	9,258.75
822004	DEPRECIATION COMPUTER	2,471.12	84.22	2,08,108.86
822005	DEPRECIATION ON ELECTRICAL & INSTALLATION	603.46	84.22	50,821.24
822011	DEPRECIATION ON FURNITURE AND FIXTURE	7,367.85	84.22	6,20,493.89
		10,552.37		8,88,682.74
	<b>Depreciation ON INTANGIBLE ASSETS</b>			
826012	Depreciation ON Software	432.66	84.22	36,437.07
826002	DEPRECIATION ON INCORPORATION EXPENSES	601.59	84.22	50,663.75
826011	DEPRECIATION ON Lease hold	1,156.62	84.22	97,406.39
826008	DEPRECIATION ON Multi Year Expenses	2,223.27	84.22	1,87,235.82
826013	KNOW HOW DEPRECIATION	10,000.00	84.22	8,42,164.12
826005	DEPRECIATION ON LICENSES,patents	20,016.00	84.22	16,85,675.71
		34,430.14	-	28,99,582.87
	total expenses	3,98,271.87		3,46,58,252.40
	PROFIT / LOSS DURING THE YEAR	(1,78,580.54)		(1,57,12,618.87)
	EXCHANGE RATE GAIN/LOSSES ARISING FROM TRANSACTION DURING THE YEAR (Gains and loss arising from translating the financial statement of )			7,92,218.39
				7,92,218.39
	<b>TOTAL</b>	<b>3,98,271.87</b>	<b>-</b>	<b>3,54,50,470.79</b>
	<b>PROFIT / LOSS DURING THE YEAR</b>	<b>(1,78,580.54)</b>		<b>(1,65,04,837.26)</b>

For **CADINI S.R.L.**

- s/d -

**AUTHORISED SIGNATORY**

ACCOUNT CODE	PARTICULARS	Mar-22		
		TOTAL AMOUNT AS ON 31.03.2022 (IN EURO)	RATE	TOTAL AMOUNT AS ON 31.03.2022 (IN INR)
	<b>LIABILITIES</b>			
	<b>PARTICULARS</b>			
	<b>SHARE CAPITAL</b>			
701003	(7.01.003) SUBSCRIBED, RECEIVED AND PAID SHARE CAPITAL	10,00,000.00	75.71	7,57,10,000.00
709001	CAPITAL INCREASE	2,00,000.00	85.42	1,70,84,000.00
	CAPITAL INCREASE	1,91,400.49	86.96	1,66,44,760.81
709002	CONTRIB.TO COVER LOSSES	6,08,599.51	86.96	5,29,25,639.19
	<b>RESERVE AND SURPLUS</b>	20,00,000.00		16,23,64,400.00
706004	PROFIT & LOSS A/C OPENNING BAL.(Up to Dec-19 ) w/off	(6,08,599.51)		(4,32,91,956.66)
706005	PROFIT & LOSS A/C OPENNING BAL.(JAN-20 TO MARCH-20)	(78,126.68)		(57,11,060.31)
706006	PROFIT & LOSS A/C OPENNING BAL.( UP TO MARCH-21 )	(2,11,096.25)		(2,05,45,167.72)
	ADD: PROFIT / LOSS FOR THE PERIOD	(1,78,580.54)		(1,65,04,837.26)
		(10,76,402.98)		(8,60,53,021.95)
	<b>TOTAL RESERVE AND SURPLUS</b>	<b>(10,76,402.98)</b>		<b>(8,60,53,021.95)</b>
509012	LOAN FROM SHAREHOLDERS (FROM SIYARAM SILK MILLS LIMITED)	-		-
	<b>1. TRADE PAYABLES</b>			
	Sundry Creditors			
512002	INVOICES TO BE RECEIVED	12,221.90	84.22	10,29,284.57
	<b>2. OTHER CURRNET LIABILITIES</b>	12,221.90		10,29,284.57
	Advance Received From Customers-Domestic			
502005	CREDIT CARD	252.46	84.22	21,261.28
502009	CREDIT CARD 2	59.54	84.22	5,014.25
506001	INPS	1,543.57	84.22	1,29,993.93
506002	INAIL EMPLOYEE INSURANCE	267.42	84.22	22,521.15
605002	TRF EMPLOYEE SERVICE FUND	11,436.98	84.22	9,63,181.42
504001	DEBIT TOWARDS CUSTOMERS ADVANCE	55,927.94	84.22	47,10,050.46
		69,487.91		58,52,022.49
	<b>3. OTHERS PAYABLES</b>			
	A) STATUTORY DUES			
507001	WITHOLDING TAX EMPLOYEES	1,085.01	84.22	91,375.65
507002	WITHOLDING TAX ON PROFES	400.00	84.22	33,686.56
507027	TAX ON TFR	-	84.22	-
		1,485.01		1,25,062.21
	B) EMPLOYEE DUES			
505002	Salary/ Wages Payable A/c	3,874.00	84.22	3,26,254.38
		3,874.00		3,26,254.38
512001	DEFERED INCOME	149.20	84.22	12,565.09

FC CADINI S.R.L.

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AUTHORISED SIGNATORY

CADINI S.R.L.  
PROFIT & LOSS ACCOUNT/ BALANCE SHEET AS ON 31.03.2022

ACCOUNT CODE	PARTICULARS	Mar-22		
		TOTAL AMOUNT AS ON 31.03.2022 (IN EURO)	RATE	TOTAL AMOUNT AS ON 31.03.2022 (IN INR)
	<b>TOTAL</b>	10,10,815.04		8,36,56,566.80
		(0.00)		0.00
	<b>ASSETS</b>			
	<b>PARTICULARS</b>			
		TOTAL AMOUNT AS ON 31.03.2022 (IN EURO)	RATE	TOTAL AMOUNT AS ON 31.03.2022 (IN INR)
	<b>ASSETS :-</b>			
	<b>TANGIBLE ASSETS</b>			
401009	Electronic Office Equipment	3,875.94		3,17,286.05
		3,875.94		3,17,286.05
401010	Furniture & Fixture	51,847.63		41,97,273.72
		51,847.63		41,97,273.72
401016	Other Machinery & Equipments	732.95		59,335.24
		732.95		59,335.24
401018	Computer	16,474.12		13,33,646.13
		16,474.12		13,33,646.13
	<b>TOTAL TANGIBLE ASSETS</b>	<b>72,930.64</b>		<b>59,07,541.14</b>
	<b>INTANGIBLE ASSETS</b>			
404001	INCORPORATION EXPENSES AND CAPITAL EXPENDITURES	-		-
		-		-
404004	LICENSES, PATENTS AND TRADEMARKS	3,60,000.00		2,90,13,968.66
		3,60,000.00		2,90,13,968.66
404007	OTHER MULTI-YEAR EXPENSES	47,992.59		38,60,334.33
		47,992.59		38,60,334.33
404013	LEASEHOLD IMPROVEMENTS	8,772.40		6,90,248.57
		8,772.40		6,90,248.57
404017	KNOWHOW	50,000.00		40,29,717.87
		50,000.00		40,29,717.87
404011	SOFTWARE	-		-
		-		-
	<b>TOTAL INTANGIBLE ASSETS</b>	<b>4,66,764.99</b>	-	<b>3,75,94,269.43</b>
	<b>GROSS BLOCK</b>	<b>5,39,695.63</b>	-	<b>4,35,01,810.57</b>
	<b>LESS:-DEPRECIATION ON TANGIBLE ASSETS</b>			
607009	Accumulated Depreciation Electronic office equipment	2,486.72		1,93,580.92
607010	Accumulated Depreciation Furniture & Fixture	30,293.26		23,77,617.53
607014	ASSETS <516.46 F.AMORT	456.97		35,800.98
607016	GENERAL EQUIPMENT F.AMOR	9,258.22		7,38,368.12
	<b>Sub-Total</b>	<b>42,495.17</b>		<b>33,45,367.55</b>
	<b>DEPRECIATION ON IN-TANGIBLE ASSETS</b>			
608004	AMORTISATION PROVISION FOR INTANGIBLE ASSETS	42,465.75		35,14,673.65
608018	AMORTISATION PROVISION FOR TRADEMARKS	84,999.45		69,74,641.73
	<b>Sub-Total</b>	<b>1,27,465.20</b>		<b>1,04,89,315.38</b>
	<b>Total Depreciation</b>	<b>1,69,960.37</b>		<b>1,38,34,682.93</b>
	<b>TOTAL- (GROSS Less Accu.Depr.)</b>	<b>3,69,735.26</b>	-	<b>2,96,67,127.63</b>
	<b>TOTAL ( NET BLOCK)</b>	<b>3,69,735.26</b>	-	<b>2,96,67,127.63</b>

For CADINI S.R.L.

- S/D -  
AUTHORISED SIGNATORY

ACCOUNT CODE	PARTICULARS	Mar-22		
		TOTAL AMOUNT AS ON 31.03.2022 (IN EURO)	RATE	TOTAL AMOUNT AS ON 31.03.2022 (IN INR)
	<b>Other non-current Assets</b>			
	<b>DEPOSIT</b>			
411001	Security Deposit ON CONTRACT	6,000.00	84.22	5,05,298.47
411003	SECURTIY DEPOSIT ELECTRICITY	206.56	84.22	17,395.74
	<b>Total Other Non-Current Assets</b>	<b>6,206.56</b>		<b>5,22,694.22</b>
	<b>STOCK IN TRADE</b>			
	<b>[ AT COST OR MARKET VALUE WHICHEVER IS LOWER]</b>			
320006	RAW MATERIAL	1,05,207.53	84.22	88,60,200.74
320008	CONSUMABLE STOCK	13,893.49	84.22	11,70,059.88
320007	FINISHED PRODUCTS INVENTORY	82,550.66	84.22	69,52,120.43
320002	GOODS STOCK	34,735.64	84.22	29,25,310.98
	<b>TOTAL</b>	<b>2,36,387.32</b>		<b>1,99,07,692.04</b>
	<b>CASH &amp; CASH EQUIVALENTS</b>			
	<b>A) BANK BAL. WITH SCHEDULED BANKS</b>			
102015	MONTE DEI PASCHI DI SIENA	1,46,089.47	84.22	1,23,03,131.06
102051	BANK /ACCOUNT -GAURANTEE	18,000.00	84.22	15,15,895.42
		1,64,089.47		1,38,19,026.48
	<b>B) CASH IN HAND</b>			
101001	Cash On Hand	3,879.11	84.22	3,26,684.73
		3,879.11		3,26,684.73
	<b>SHORT TERM LOAN &amp; ADVANCES</b>			
323001	PREPAID EXPENSE OR COST	1,509.02	84.22	1,27,084.25
323003	PREPAID EXPENSES OR COST	6,493.39	84.22	5,46,850.01
		8,002.41		6,73,934.26
	<b>ADVANCE FOR SUPPLY OF GOODS &amp; SERVICES</b>			
204	CREDITI V/CLIENTI-TRADE RECEIVABLES	508.16	84.22	42,795.41
501	PAYABLE TO SUPPLIER	654.61	84.22	55,128.91
		1,162.77		97,924.32
	<b>OTHER TAXES RECEIVABLES</b>			
	<b>VAT SET OFF RECEIVABLE</b>			
216003	REVENUE AGENCY - VAT/ACCOUNT	8,081.30	84.22	6,80,578.09
216007	REVENUE AGENCY - VAT/ACCOUNT IN COMPENSATION	2,01,482.08	84.22	1,69,68,097.95
		2,09,563.38		1,76,48,676.04
	<b>ADVANE INCOME TAX / TDS</b>			
215017	Prepaid TAX FROM RECEIVABLE	11,650.00	84.22	9,81,121.20
		11,650.00		9,81,121.20
	<b>OTHERS</b>			
502014	PAYPAL	138.76	84.22	11,685.87
		138.76		11,685.87
	<b>TOTAL</b>	<b>10,10,815.04</b>		<b>8,36,56,566.79</b>

For CADINI S.R.L.

- S/D -

AUTHORISED SIGNATORY