

INDEPENDENT AUDITORS' REPORT

THE SHAREHOLDER

DANTA LLC

Sharjah Media City, Sharjah U.A.E.

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of M/s. DANTA LLC, Sharjah Media City, Sharjah U.A.E. which comprise the statement of financial position as at 31st March 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements presented fairly in all material respects, the financial position of the company as of 31st March 2023 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in United Arab Emirates and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

This is the first audited report audit by us for this company.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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



Auditors' Responsibilities for the Audit of the Financial Statements (continuation)

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

• Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Report on Other Legal and Regulatory Requirements

According to the information available to us, there were no contraventions during the year. To the best of our knowledge and belief no violations of the U.A.E. Commercial Companies Law No. 2 of 2015, which would have had a material effect on the business of the company or on its financial position.

For Synergy Auditing & Accounting
Economic Reg. No. 820

Friday, May 26, 2023





DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
STATEMENT OF FINANCIAL POSITION
AS AT 31ST MARCH 2023

	Notes	31/03/2023 USD	31/03/2022 USD
Assets			
Non-Current Assets:			
Fixed assets - Net	3	3,633	4,541
		<u>3,633</u>	<u>4,541</u>
Current Assets:			
Inventories	4	-	139,603
Trade Receivables	5	2,520,083	1,524,912
Other Receivable	6	790	3,264
Cash and Cash Equivalent	7	81,227	166,977
		<u>2,602,100</u>	<u>1,834,756</u>
Total Assets		<u><u>2,605,733</u></u>	<u><u>1,839,297</u></u>
Equity & Liabilities			
Equity:			
Share Capital	8	27,248	27,248
Retained Earnings		1,970,534	1,180,761
		<u>1,997,782</u>	<u>1,208,009</u>
Non-Current Liabilities:			
Provision for End Service Benefits		2,753	2,214
		<u>2,753</u>	<u>2,214</u>
Current Liabilities:			
Trade Payables	9	605,198	629,074
		<u>605,198</u>	<u>629,074</u>
Total Liabilities		<u><u>607,951</u></u>	<u><u>631,288</u></u>
Total Equity & Liabilities		<u><u>2,605,733</u></u>	<u><u>1,839,297</u></u>

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

Accepted and Confirmed
For DANTA LLC



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST MARCH 2023

	Notes	31/03/2023 USD	31/03/2022 USD
Sales	10	12,953,584	12,230,076
Less: Cost of Sales	11	(12,053,768)	(11,584,491)
Gross profit		899,816	645,585
Less: General and Administrative Expenses	12	(109,200)	(89,456)
Less: Depreciation Expenses	3	(908)	(1,135)
Add: Other Income		65	132
Net profit/(loss) for the year/period		789,773	555,126

Statement of Retained Earnings

	31/03/2023 USD	31/03/2022 USD
Opening balance	1,180,761	625,635
Net profit/(loss) for the year/period	789,773	555,126
	1,970,534	1,180,761

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

Accepted and Confirmed
For DANTA LLC



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31ST MARCH 2023

	Share Capital	Retained Earnings	Total
	USD	USD	USD
As At 31 March 2021	27,248	625,635	652,883
Net profit (loss) for the year	-	555,126	555,126
As At 31 March 2022	27,248	1,180,761	1,208,009
Net profit (loss) for the year	-	789,773	789,773
As At 31 March 2023	27,248	1,970,534	1,997,782



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST MARCH 2023

	<u>31/03/2023</u>	<u>31/03/2022</u>
	USD	USD
Cash flows from operating activities		
Net profit/(loss) for the year/period	789,773	555,126
Adjustments for non cash items:		
Depreciation of Fixed assets	908	1,135
Operating profit before changes in working capital	<u>790,681</u>	<u>556,261</u>
(Increase) / Decrease in Inventory	139,603	(27,323)
(Increase) / Decrease in Accounts Receivable	(995,171)	(521,732)
(Increase) / Decrease in Other Receivables	2,474	230
Increase / (Decrease) in Accounts Payable	(23,876)	78,146
Increase / (Decrease) in Gratuity	539	663
Net cash generated from / (used in) operating activities	<u>(85,750)</u>	<u>86,245</u>
Net cash flow (used in) investing activities	-	-
Cash flows from financing activities		
Net cash from /(used in) financing activities	-	-
Net increase /(decrease) in cash and cash equivalents	(85,750)	86,245
Cash and cash equivalents, beginning of the year	166,977	80,732
Cash and cash equivalents, end of the year/ period	<u>81,227</u>	<u>166,977</u>
Represented by:		
Cash in Hand & at Bank	81,227	166,977
Cash and cash equivalents, end of the year/ period	<u>81,227</u>	<u>166,977</u>



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

1 Legal status and business activities

- 1.1 M/s. Danta LLC was registered in Sharjah Media City Sharjah on 11th November, 2019 as a Limited Liability Free Zone Company under the U.A.E. Federal Commercial Company Law with license no. 1906736-01 issued by Government of Sharjah Media City Sharjah. The registered address of the company is P.O. Box 515000, Sharjah, U.A.E.
- 1.2 The company is primarily engaged in business of general trading and non-specialized wholesale trade .
- 1.3 The company is controlled and managed by Mrs. Shweta Singhal, an Indian national.

2 Significant accounting policies

2.1 Statement of compliance

The financial statements have been prepared under accrual basis of accounting and on the basis that the entity will continue as a going concern in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Board (IASB) and interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC) and applicable requirements of the Free Zone & U.A.E. Law.

2.2 Basis of preparation

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets or goods or services.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Entity's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed after significant accounting policies.

2.3 Current/ Non current classification

The Entity presents assets and liabilities in statement of financial position based on current/non-current classification. An asset as current when it is:

Expected to be realized or intended to sold or consumed in normal operating cycle or held primarily for the purpose of trading or Expected to be realized within twelve months after the reporting period, or cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current. A liability is current when:

It is expected to be settled in normal operating cycle or it is held primarily for the purpose of trading or it is due to be settled within twelve months after the reporting period, or there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Entity classifies all other liabilities as non-current.



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

2.4 Foreign currency

In preparing the financial statements of the Entity, transactions in currencies other than the Entity's functional currency are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognized in profit or loss in the period in which they arise:

Changes in the fair value of monetary securities denominated in foreign currency classified as available for sale are analyzed between translation differences resulting from changes in the amortized cost of the security and other changes in the carrying amount of the security. Translation differences related to changes in amortized cost are recognized in profit or loss, and other changes in carrying amount are recognized in other comprehensive income.

Translation differences on non-monetary financial assets and liabilities such as equities held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss. Translation differences on non-monetary financial assets, such as equities classified as available for sale, are included in other comprehensive income.

2.5 Property, plant and equipment

Property, plant and equipment is stated at cost less accumulated depreciation and identified impairment loss, if any. The cost comprise of purchase price, together with any incidental expense of acquisition.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Entity and the cost of the item can be measured reliably. All other repairs and maintenance expenses are charged to the statement of profit or loss during the financial period in which they are incurred.

Depreciation is spread over its useful lives so as to write off the cost of property, plant and equipment using the straight-line method over its useful lives as follows:

	Years
Furniture & Fixtures	5
Office Equipments	5

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The building and leasehold improvements are being depreciated over the period from when it became available for use up to the end of the lease term.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the statement of profit or loss.

2.6 Financial instruments

Financial assets and financial liabilities are recognized when the Entity becomes a party to the contractual provisions of the instrument.



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

2.7 Financial assets

Financial assets are classified into the following specified categories: financial assets 'at fair value through profit or loss' (FVTPL), 'held-to-maturity' investments, 'available-for-sale' (AFS) financial assets and 'loans and receivables'.

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

Trade and other receivables

Trade receivables are amounts due from customers for merchandise sold or services performed in the ordinary course of business. If collection is expected in one year or less (or in the normal operating cycle of the business if longer), they are classified as current assets. If not, they are presented as non-current assets. Trade and other receivables are initially recognized at fair value and subsequently measured at amortized cost reduced by appropriate allowance for estimated doubtful debts.

2.8 Financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability. All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Trade and other payables

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trades payable are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, they are presented as non-current liabilities. Trade and other payables are recognized initially at fair value and subsequently are measured at amortized cost using effective interest method.

2.9 Provisions

Provisions are recognized when the Entity has a present obligation (legal or constructive) as a result of a past event, it is probable that the Entity will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

2.10 Revenue recognition

Revenue is recognized to the extent it is probable that the economic benefits will flow to the establishment and the revenue can be reliably measured. Revenue is reduced for estimated returns, rebate and other similar allowances.

Revenue from sales of goods is recognised when the establishment has delivered products to the customer; the customer has accepted the products; and collectability of the related receivables is reasonably assured.

DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

3 Fixed assets - Net

	Furniture & Fixtures	Office Equipments	Total
	USD	USD	USD
Cost			
As At 31 March 2022	3,264	4,337	7,601
Additions during the year	-	-	-
As At 31 March 2023	3,264	4,337	7,601
Depreciation			
As At 31 March 2022	1,314	1,746	3,060
Depreciation for the year	390	518	908
As At 31 March 2023	1,704	2,264	3,968
Net book value			
As At 31 March 2023	1,560	2,073	3,633
As At 31 March 2022	1,950	2,591	4,541



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

	<u>31/03/2023</u>	<u>31/03/2022</u>
	USD	USD
4 Inventories		
Inventories	-	139,603
	<u>-</u>	<u>139,603</u>
5 Trade Receivables		
Trade receivables	2,520,083	1,524,912
	<u>2,520,083</u>	<u>1,524,912</u>
Ageing of trade receivables:		
1 to 60 days	2,345,157	
61 to 120 days	174,926	
	<u>2,520,083</u>	
6 Other Receivable		
Advances to staff	790	3,264
	<u>790</u>	<u>3,264</u>
7 Cash and Cash Equivalent		
Cash on hand	2,180	1,054
Cash at bank	79,047	165,923
	<u>81,227</u>	<u>166,977</u>
8 Share Capital		
Issued, Subscribed and Paid-up Capital	Holding	
distributed as follows:	Percentage	
M/s. Nupur Recyclers Limited	51%	13,896
Mrs. Shweta Singhal	49%	27,248
	<u>100%</u>	<u>27,248</u>



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

	<u>31/03/2023</u>	<u>31/03/2022</u>
	USD	USD
9 Trade Payables		
Trade payables	605,198	629,074
	<u>605,198</u>	<u>629,074</u>
Ageing of trade Payables		
1 to 60 days	605,198	
	<u>605,198</u>	
10 Sales		
Third port sale	12,953,584	12,230,076
	<u>12,953,584</u>	<u>12,230,076</u>
11 Cost of Sales		
Inventory, beginning of the year	139,603	-
Purchases & direct expenses	11,914,165	11,724,094
Inventory, end of the year	-	(139,603)
	<u>12,053,768</u>	<u>11,584,491</u>
12 General and Administrative Expenses		
Salaries and benefits	64,136	50,527
Communication and utilities	1,028	930
Printing and stationery	632	589
Legal, professional and visa charges	7,861	7,134
Commission	12,824	9,614
Travelling and conveyance	2,618	2,311
Business promotion expenses	3,689	2,866
Postage and couriers	422	418
Other expenses	1,369	2,203
Shipping and clearing charges	14,621	12,864
	<u>109,200</u>	<u>89,456</u>



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

13 Fair value of financial instruments

The company's financial instruments are accounted for under the historical cost convention. Fair value represents the amount at which an asset could be exchanged or a liability settled between knowledgeable, willing parties in an arm's length transaction, therefore, differences can arise between values under the historical cost method and fair value estimates. The fair value of the company's financial instruments is not materially different from the carrying value at 31st March, 2023.

14 Liquidity and interest risk

Liquidity risk is the risk that the company is unable to meet its payment obligations associated with its financial liabilities when they fall due and to replace funds when they are withdrawn.

The company aims to maintain adequate cash and bank balances to meet its operating commitments. In addition, the company has an arrangement to settle its liabilities and obligations on a timely basis in order to ensure that the company has sufficient liquidity to meet its operating requirements.

15 Risk factors related to COVID 19

The Company's operations, cash flows and financial condition could be negatively affected due to the following:

If employees are quarantined as a result of exposure to COVID 19, this could result in disruption of operations, supply chain delays, trade restrictions and impact on economic activity.

Similarly, travel restrictions or operational issues resulting from the rapid spread of COVID 19 in a part of the world in which the Company has significant operations may have a material adverse effect on the business and results of operations.

Continued decline in oil prices could have an impact, including reduced government spending, in the primary economies in which the Company operate in.

Notwithstanding, these developments could impact our future financial results, cash flows and financial position. As at the reporting date, management has assessed that the Company will continue to operate as a going concern in the near future.



DANTA LLC
SHARJAH MEDIA CITY, SHARJAH U.A.E.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

16 Exchange rate risk

Since the main underlying currencies of the financial instruments, other assets, other liabilities and transactions including cost of revenue and revenue are in U.S. Dollars, the company is not exposed to a significant exchange rate risk.

18 Contingencies and commitments

As at 31st March, 2023, the company had no contingencies and commitments.

19 Comparative figures

Previous year's figures have been reclassified /regrouped wherever necessary to conform to the presentation adopted in these financial statements. Figures of the company have been rounded off to nearest USD 1/-.