

SIGACHI US INC
Balance Sheet as at 31st March, 2025

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Note	As at 31st Mar 25	As at 31st Mar 24
ASSETS			
Non-current assets			
Property, plant and equipment		1,69,898	2,70,178
Total non-current assets		1,69,898	2,70,178
Current assets			
Inventories	1	14,04,64,229	8,65,89,861
Financial assets			
Trade receivables	2	24,90,75,076	30,82,46,638
Cash and cash equivalents	3	3,35,80,092	77,01,575
Other financial assets	4	1,37,74,981	27,07,955
Total current assets		43,68,94,378	40,52,46,028
TOTAL ASSETS		43,70,64,276	40,55,16,206
EQUITY AND LIABILITIES			
Equity			
Equity share capital		13,00,800	13,00,800
Other equity		22,76,54,244	21,97,69,252
Total Equity		22,89,55,044	22,10,70,052
Current liabilities			
Financial liabilities			
Borrowings	5	4,30,899	11,08,133
Trade payables	6	19,37,37,642	17,05,80,892
Other current liabilities	7	1,39,40,690	1,27,57,130
Total current liabilities		20,81,09,231	18,44,46,154
TOTAL EQUITY AND LIABILITIES		43,70,64,276	40,55,16,206

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Sd/-

C. Bhavani Shanmugam

Director

SIGACHI US INC

Statement of Profit and Loss for the year ended 31st March, 2025

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Note	Year ended 31st Mar 25	Year ended 31st Mar 24
Gross Revenue from operations	8	62,24,51,940	79,13,47,560
Other income		-	-
Total income		62,24,51,940	79,13,47,560
Expenses			
Purchahses of stock in trade	9	56,42,25,783	48,10,61,462
Changes in inventories of finished goods, work in progress and stock in trade	10	(5,38,74,368)	6,99,96,927
Employee benefit expenses	11	5,40,45,505	2,61,17,084
Finance costs	12	24,667	1,85,768
Depreciation and amortization		1,00,280	46,496
Other expenses	13	4,84,75,932	3,69,60,748
Total expenses		61,29,97,799	61,43,68,486
Profit/(loss) before tax		94,54,141	17,69,79,075
Tax expense			
(i) Fedral Income tax		13,63,852	1,16,54,043
(ii) State IncomeTax		-	-
Profit/(loss) for the period from continuing operations		80,90,289	16,53,25,031
Other comprehensive income			
A.			
i) Items that will not be reclassified to profit and loss		-	-
ii)Income tax relating to items that will not be reclassified to profit or loss		-	-
B.			
i) Items that will be reclassified to profit and loss		29,15,852	2,22,394
ii)Income tax relating to items that will be reclassified to profit or loss		-	-
Total Comprehensive income for the period (Comprising profit(Loss) and other comprehensive Income for the period)		1,10,06,141	16,55,47,425

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Sd/-

C. Bhavani Shanmugam

Director

SIGACHI US INC

STATEMENT OF CHANGES IN EQUITY AND OTHER EQUITY

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Equity share capital		Other Comprehensive Income	Total Other Equity
		Profit and loss		
Balance as at 1st Apr 24	13,00,800	22,74,04,557	(76,35,305)	21,97,69,252
Current year		80,90,289	-	80,90,289
Prior Period Items		(31,21,148)	-	(31,21,148)
Foreign exchange difference		-	29,15,852	29,15,852
Balance as at 31st Mar 25	13,00,800	23,23,73,697	(47,19,453)	22,76,54,244

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Sd/-

C. Bhavani Shanmugam

Director

SIGACHI US INC

Statement of Cash Flows for the year ended 31st march, 2025

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Year ended 31st Mar 25	Year ended 31st Mar 24
Cash flows from operating activities		
Profit/(loss) before tax	94,54,141	17,69,79,075
Adjustments to reconcile net loss to net cash provided by operating activities		
Finance costs	24,667	1,85,768
Forex Difference	29,15,852	2,22,394
Changes in Current assets and Current liabilities		
Inventories	(5,38,74,368)	6,99,96,927
Trade receivables	5,60,50,412	(21,93,16,475)
Trade payables	2,31,56,751	(3,70,59,636)
Other assets	(1,10,67,026)	4,73,050
Other liabilities	37,69,569	11,17,323
Cash generated from operations	3,04,29,998	(74,01,574)
Income taxes paid	(39,49,860)	(76,86,363)
Net cash flow from operating activities (A)	2,64,80,138	(1,50,87,937)
Cash flows from investing activities		
Purchase of property, plant and equipment	1,00,280	(2,70,178)
Net cash flow used in investing activities (B)	1,00,280	(2,70,178)
Cash flow from financing activities		
Proceeds/(Repayment) of short-term borrowings (net)	(6,77,234)	2,85,950
Finance costs	(24,667)	(1,85,768)
Net cash flow (used in)/from financing activities (C)	(7,01,901)	1,00,183
Net increase in cash and cash equivalents (A+B+C)	2,58,78,517	(1,52,57,933)
Cash and cash equivalents at the beginning of the year	77,01,575	2,29,59,507
Cash and cash equivalents at the end of the year	3,35,80,092	77,01,575

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Sd/-

C. Bhavani Shanmugam

Director

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1 Corporate information

Sigachi US, Inc. was incorporated on January 20, 2017 under the laws of Virginia with the State Corporate Commission, Richmond and its registered office is situated at 4310 Prince William parkway, Suite 300, Prince William, Virginia-22192. The Company is majorly engaged in the business of trading of Micro Crystalline Cellulose Powder ("MCCP") and other food and pharma active ingredients.

2 Basis of Preparation and Presentation of Financial Statements

The financial statements of Sigachi US Inc ("the Company") for the year ended 31st March, 2025 have been prepared and presented in accordance with the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

2.1 Foreign Currency:

i. Foreign currency transactions:

Transactions in foreign currencies are translated to the respective functional currencies of entities within the Company at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate at that date. Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements are recognised in the consolidated statement of profit and loss in the period in which they arise.

ii. Foreign Operations:

Foreign exchange gains and losses arising from a monetary item receivable from a foreign operation, the settlement of which is neither planned nor likely in the foreseeable future, are considered to form part of the net investment in the foreign operation and are recognised in OCI and presented within equity as a part of foreign currency translation reserve ("FCTR").

In case of foreign operations whose functional currency is different from the parent company's functional currency, the assets and liabilities of such foreign operations, including goodwill and fair value adjustments arising upon acquisition, are translated to the reporting currency at exchange rates at the reporting date. The income and expenses of such foreign operations are translated to the reporting currency at the monthly average exchange rates prevailing during the year. Resulting foreign currency differences are recognised in OCI and presented within equity as part of FCTR.

2.2 Basis of Measurement

All assets and liabilities are classified into current and non-current based on the operating cycle of twelve months or based on the criteria of realisation/settlement within twelve months period from the reporting/balance sheet date.

Assets: An asset is classified as current when it satisfies any of the following criteria:

- a. It is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is expected to be realized within twelve months after the reporting date; or
- d. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

Liabilities: A liability is classified as current when it satisfies any of the following criteria:

- a. It is expected to be settled in the Company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is due to be settled within twelve months after the reporting date; or
- d. The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current assets/ liabilities include the current portion of noncurrent assets/ liabilities respectively.

All other assets/ liabilities are classified as noncurrent. Deferred tax assets and liabilities are always disclosed as non-current.

2.3 Operating Cycle

Operating cycle is the time between the acquisition of assets for processing and their in cash and cash equivalents. The company has ascertained its operating cycle as twelve months for the purpose of current/ non-current classification of assets and liabilities.

2.4 Accounting Estimates

The preparation of the financial statements, in conformity with the recognition and measurement principles of Ind AS, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the results of operation during the reported period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates which are recognized in the period in which they are determined.

a. Depreciation and amortization: Depreciation and amortization is based on Schedule II to the Companies Act, 2013, which describes useful lives of property, plant and equipment and intangible assets.

b. Provisions and contingencies: Provisions and contingencies are based on the Management's best estimate of the liabilities based on the facts known at the balance sheet date.

2.5 Cash and Cash Equivalents

Cash and Bank balances comprise of cash balance in hand, in current accounts with banks and Bank Fixed Deposits with maturity of 3 months or less than 3 months.

2.6 Borrowing Cost:

Borrowing costs are charged to the Statement of Profit and Loss except in cases where the borrowings are directly attributable to the acquisition, construction or production of qualifying asset till it is put to use.

2.7 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and is recognised when it is probable that the economic benefits associated with the transaction will flow to the Company and the amount of income can be measured reliably. Revenue is net of returns and is reduced for rebates, trade discounts, refunds and any other taxes collected on behalf of government.

Sale of goods

Revenue is recognised when the control of the goods has been transferred to a third party. This is usually when the title passes to the customer, either upon shipment or upon receipt of goods by the customer. At that point, the customer has full discretion over the channel and price to sell the products, and there are no unfulfilled obligations that could affect the customer's acceptance of the product.

2.8 Trade Receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using effective interest method, less provision for impairment, if any.

2.9 Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. The amounts are unsecured and are presented as current liabilities unless payment is not due within twelve months after the reporting period. They are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note	Particulars	As at 31st Mar 25	As at 31st Mar 24
1	INVENTORIES		
	Finished Goods	14,04,64,229	8,65,89,861
		14,04,64,229	8,65,89,861
2	TRADE RECEIVABLES		
	Unsecured		
	Considered good	24,90,75,076	30,82,46,638
	Considered doubtful		
		24,90,75,076	30,82,46,638
	<i>Less: Allowances for credit losses</i>	-	-
		24,90,75,076	30,82,46,638
3	CASH AND CASH EQUIVALENTS		
	Balances with banks		
	In Current accounts	3,35,80,092	77,01,575
		3,35,80,092	77,01,575
4	OTHER FINANCIAL ASSETS		
	Pre paid Expenses	1,34,97,037	24,37,181
	Rent Deposit	2,77,943	2,70,773
		1,37,74,980	27,07,954
5	BORROWINGS		
	Unsecured Loans	4,30,899	11,08,133
		4,30,899	11,08,133
6	TRADE PAYABLES		
	Due to micro, small and medium enterprises		
	Others	19,37,37,642	17,05,80,892
		19,37,37,642	17,05,80,892
7	OTHER CURRENT LIABILITIES		
	Provision for income tax	13,81,672	39,67,681
	Accrued Expenses Payable	1,15,66,621	78,22,650
	Employee Benefits Payable	9,92,398	9,66,800
		1,39,40,690	1,27,57,130

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Sd/-

C. Bhavani Shanmugam
Director

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

NOTES	Particulars	Year ended 31 Mar 25	Year ended 31 Mar 24
8	REVENUE FROM OPERATIONS		
	Sale of products	62,24,51,940	79,13,47,560
		62,24,51,940	79,13,47,560
9	PURCHASES OF STOCK IN TRADE		
	Add:Purchases	56,42,25,783	48,10,61,462
		56,42,25,783	48,10,61,462
10	CHANGES IN INVENTORIES OF WORK-IN-PROCESS AND FINISHED GOODS		
	Inventories at the end of the year		
	Finished Goods	14,04,64,229	8,65,89,861
		14,04,64,229	8,65,89,861
	Inventories at the beginning of the year		
	Finished Goods	8,65,89,861	15,65,86,788
	Net (increase)/decrease	(5,38,74,368)	6,99,96,927
11	EMPLOYEE BENEFIT EXPENSE		
	Salaries and wages	5,40,45,505	2,61,17,084
		5,40,45,505	2,61,17,084
12	FINANCE COSTS		
	Interest on borrowings	-	-
	Bank Charges	24,667	1,85,768
		24,667	1,85,768
13	OTHER EXPENSES		
	Administration ,Selling and Other Expenses		
	Rental	22,46,920	13,35,295
	Insurance	48,08,345	17,06,838
	Rates and taxes	67,22,212	55,93,874
	Selling Expenses	1,05,35,660	74,28,506
	Travelling and conveyance	48,91,259	52,68,471
	Bad debts	13,20,784	-
	Professional & consultancy fees	50,65,873	27,91,605
	Communication expenses	6,50,325	7,01,988
	Warehouse Charges	89,79,882	1,15,43,336
	Other Expenses	32,54,672	5,90,835
	Total	4,84,75,932	3,69,60,748

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Sd/-

C. Bhavani Shanmugam
Director