

INDIAN TONERS U.S.A. COMPANY

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

Sr. No	Particulars	Note. No.	Amount in Lakhs			
			(in Rs.)		(in USD)	
			Year ended 31st March, 2021	Year ended 31st March, 2020	Year ended 31st March, 2021	Year ended 31st March, 2020
I	Income:					
	Revenue from Operations	9	58.78	134.92	0.79	1.90
	Other Income		-	0.14	-	0.002
	Total Income (I)		58.78	135.06	0.79	1.91
II	Expenses:					
	Purchases of stock-in-trade	10	61.45	81.17	0.85	1.08
	Changes in inventories of traded goods	11	(12.14)	33.13	(0.18)	0.53
	Employee Benefits Expense	12	-	24.17	-	0.34
	Other Expenses	13	35.94	34.76	0.48	0.49
	Total Expenses (II)		85.25	173.22	1.15	2.44
III	Profit / (Loss) before exceptional items and tax (I-II)		(26.47)	(38.16)	(0.35646)	(0.54)
IV	Exceptional items		-	-	-	-
V	Profit / (Loss) before tax (III-IV)		(26.47)	(38.16)	(0.36)	(0.54)
VI	Tax expense:					
	(1) Current tax		-	-	-	-
	(2) Deferred tax		-	-	-	-
VII	Profit/(Loss) for the year (V-VI)		(26.47)	(38.16)	(0.36)	(0.54)
VIII	Other comprehensive income (OCI)					
	(i) Items that will be reclassified to profit or loss					
	Exchange differences on translation of foreign operations		(1.04)	4.60	-	-
IX	Total comprehensive income for the year (VII +VIII)		(27.51)	(33.56)	(0.36)	(0.54)
X	Earnings per equity share:					
	(1) Basic		(81.45)	(120.01)	(1.10)	(1.69)
	(2) Diluted		(81.45)	(120.01)	(1.10)	(1.69)

Summary of Significant Accounting Policies
The Notes form an Integral part of these Financial Statements

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As per our Report of even date.

FOR M.L.GARG & CO.

CHARTERED ACCOUNTANTS

ICAI'S FRN 001604N

(M.L.GARG)

Partner

Membership No. : 008850

Place : New Delhi

Date: 22nd June, 2021



For Indian Toners U.S.A. Company

Akshat Jain
(AKSHAT JAIN)
PRESIDENT

INDIAN TONERS U.S.A. COMPANY

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST MARCH, 2021

Amount in Lakhs

Sr. No.	Particulars	(in USD)		(in Rs.)	
		Year ended 31.03.2021	Year ended 31.03.2020	Year ended 31.03.2021	Year ended 31.03.2020
A.	CASH FLOW FROM OPERATING ACTIVITIES :				
	Net Profit/(Loss) Before Tax	(0.36)	(0.54)	(26.47)	(38.16)
	Adjustment for :				
	Depreciation	-	-	-	-
	Finance costs	-	-	-	-
	Unrealised Foreign Exchange (Gain) / Loss	-	-	-	-
	Operating profit before working capital changes	(0.36)	(0.54)	(26.47)	(38.16)
	Adjustment for :				
	(Increase)/Decrease in Inventories	(0.18)	0.53	(12.14)	33.13
	(Increase)/Decrease in Trade receivables	0.18	0.16	13.71	8.95
	(Increase)/Decrease in Loans & Advances and Other Assets	-	-	-	-
	Increase/(Decrease) in Trade Payables & Other liabilities	0.24	(0.63)	16.26	(40.35)
	Cash Generated from/(used in) Operations	(0.12)	(0.48)	(8.64)	(36.44)
	Direct Tax Paid (net of refund)	-	-	-	-
	Net Cash (used in)/generated by Operating Activities (A)	(0.12)	(0.48)	(8.64)	(36.44)
B.	CASH FLOW FROM INVESTING ACTIVITIES :				
	Purchase of Fixed Assets & Capital Advances	-	-	-	-
	Net Cash (used in)/generated by Investing Activities (B)	-	-	-	-
C.	CASH FLOW FROM FINANCING ACTIVITIES :				
	Proceeds from / (payment of) Long term Borrowings	-	0.50	-	34.63
	Proceeds from issuance of Equity Shares	-	-	-	-
	Net Cash (used in)/generated by financing activities (C)	-	0.50	-	34.63
D	Effect of exchange rate changes (D)	-	-	(1.04)	4.60
	Net increase/ (Decrease) in cash and cash equivalents (A+B+C+D)	(0.12)	0.02	(9.68)	2.80
	Cash and cash equivalents at the beginning of the year	0.17	0.15	13.17	10.37
	Cash and cash equivalents at End of year	0.05	0.17	3.49	13.17
	Components of cash & cash equivalents:				
	- Balance with Banks : On current accounts	0.05	0.17	3.49	13.17
	- Cash on hand	-	-	-	-
		0.05	0.17	3.49	13.17

As per our Report of even date

FOR M.L.GARG & CO.
CHARTERED ACCOUNTANTS
FRN 001604N

(M.L.GARG)
Partner
Membership No. : 008850

Place : New Delhi
Date:22nd June,2021



For Indian Toners U.S.A. Company

Akshat Jain
(AKSHAT JAIN)
PRESIDENT

INDIAN TONERS U.S.A. COMPANY

Notes to the Financial Statements as at 31st March, 2021

Amount in Lakhs

Note No. : 2 Inventories		Non -Current		Current		Non -Current		Current	
Sr. No	Particulars	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020
1	Stock-in-trade (Toners Only)	-	-	53.79	41.65	-	-	0.73	0.55
	Total	-	-	53.79	41.65	-	-	0.73	0.55

Note No. : 3 Trade Receivables		Non -Current		Current		Non -Current		Current	
Sr. No	Particulars	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020
1	Secured								
	a) Considered Good :	-	-	-	-	-	-	-	-
	b) Considered Doubtful	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
2	Unsecured								
	a) Considered Good :	-	-	8.93	22.65	-	-	0.12	0.30
	b) Considered Doubtful	-	-	-	-	-	-	-	-
	Total	-	-	8.93	22.65	-	-	0.12	0.30

Note No. : 4 Cash & Cash Equivalents		Non -Current		Current		Non -Current		Current	
Sr. No	Particulars	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020
1	Cash-on-Hand								
	Cash Balance	-	-	-	-	-	-	-	-
	Sub Total (A)	-	-	-	-	-	-	-	-
2	Bank Balance								
	Current Account with Bank of America	-	-	3.49	13.17	-	-	0.05	0.17
	Sub Total (B)	-	-	3.49	13.17	-	-	0.05	0.17
	Total [A + B]	-	-	3.49	13.17	-	-	0.05	0.17



INDIAN TONERS U.S.A. COMPANY

Notes to the Financial Statements as at 31st March, 2021

Note no. : 5 Share Capital

Amount in Lakhs

Sr. No	Particulars	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020
1	AUTHORIZED CAPITAL 35,000 Equity Shares of USD 10/- each.	(in Rs.)		(in USD)	
				3.50	3.50
		-	-	3.50	3.50
2	ISSUED, SUBSCRIBED & PAID UP CAPITAL 32,500 Equity Shares of USD 10 each (P/Y 32,500 Equity Shares of USD 10 each)	218.91	218.91	3.25	3.25
	Total	218.91	218.91	3.25	3.25

5.1 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period in USD & Rs.

Amount in Lakhs

Particulars	As at 31st March, 2021		
	Units in Number	Amount in Rs.	Amount in USD
Shares outstanding at the beginning of the year	32,500	218.91	3.25
Shares issued during the year			
Shares bought back during the year	-	-	
Shares outstanding at the end of the year	32,500	218.91	3.25

5.2 The Company has only one class of Equity Shares of USD 10/- per share. Each Shareholder is eligible for one vote per share.

5.3 During the year, NIL Equity Shares of USD 10/- each (P / Y 5000 Equity Shares of USD 10/- each) issued and allotted at par to its holding company, namely Indian Toners and Developers Limited.

5.4 Shares in the company held by each shareholders holding more than 5 percent shares :

Name of Shareholders	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Indian Toners and Developers Limited	32500	100	32500	100
Total	32500	100	32500	100

Note No. : 6 Other Equity

Amount in Lakhs

(i) Reserves & Surplus		(In Rs.)		(in USD)	
Sr. No	Particulars	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020
1	Surplus				
	Balance as at 01.04.2020	(181.00)	(142.84)	(2.67)	(2.13)
	Profit during the year	(26.47)	(38.16)	(0.36)	(0.54)
	Balance as at 31.03.2021 (A)	(207.47)	(181.00)	(3.0309030)	(2.67)
2	Foreign Currency Translation Reserve				
	Balance as at 01.04.2020	5.63	1.03	-	-
	Add : Exchange differences on translation of foreign operations	(1.04)	4.60	-	-
	Balance as at 31.03.2021 (B)	4.60	5.63	-	-
	Total (A+B)	(202.87)	(175.37)	(3.03)	(2.67)



INDIAN TONERS U.S.A. COMPANY

Notes to the Financial Statements as at 31st March, 2021



INDIAN TONERS U.S.A. COMPANY

Notes to the Financial Statements as at 31st March, 2021

Amount in Lakhs

Note No. : 7 Trade Payables		(in Rs.)				(in USD)			
		Non -Current		Current		Non -Current		Current	
		As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020
Sr. No	Particulars								
1	Indian Toners and Developers Limited	-	-	47.25	29.40	-	-	0.65	0.38
2	Others	-	-	2.50	3.57	-	-	0.02	0.05
	Total	-	-	49.75	32.97	-	-	0.67	0.43

Note No. : 8 Other Liabilities		Non -Current		Current		Non -Current		Current	
		As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020	As at 31st March, 2021	As at 31st March, 2020
Sr. No	Particulars								
1	Statutory Dues Payable	-	-	-	-	-	-	-	0.00
2	Others	-	-	0.42	0.96	-	-	0.01	0.01
	Total	-	-	0.42	0.96	-	-	0.01	0.02



INDIAN TONERS U.S.A. COMPANY

Notes to the Financial Statements as at 31st March, 2021

Amount in Lakhs

Note No. : 9 Revenue from Operations		(in Rs.)		(in USD)	
		Year ended 31st March, 2021	Year ended 31st March, 2020	Year ended 31st March, 2021	Year ended 31st March, 2020
Sr. No	Particulars				
1	<u>Sales of products (Traded Goods)</u>				
	Sale of Products constitute Toners only.	59.15	134.92	0.80	1.90
	Less : Discount Given	(0.38)		(0.005)	
	Total	58.78	134.92	0.79	1.90

Note No. : 10 Purchase of stock-in-trade

Sr. No	Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020	Year ended 31st March, 2021	Year ended 31st March, 2020
1	Purchases during the year	61.45	81.17	0.85	1.08
	Sub-total	61.45	81.17	0.85	1.08
	Total	61.45	81.17	0.85	1.08

Note No. : 11 Change in Inventories of traded goods

Sr. No	Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020	Year ended 31st March, 2021	Year ended 31st March, 2020
1	<u>Inventories at the end of the year</u>				
	Closing Stock	53.79	41.65	0.73	0.55
2	<u>Inventories at the beginning of the year</u>				
	Opening Stock	41.65	74.78	0.55	1.08
	Total	(12.14)	33.13	(0.18)	0.53

Note No. : 12 Employee Benefits Expense

Sr. No	Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020	Year ended 31st March, 2021	Year ended 31st March, 2020
1	Salaries	-	22.32	-	0.32
2	Staff Welfare Expenses	-	0.11	-	0.00
3	Payroll Taxes	-	1.74	-	0.02
	Total	-	24.17	-	0.34

Note No. : 13 Other Expenses

Sr. No	Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020	Year ended 31st March, 2021	Year ended 31st March, 2020
1	Communication Expenses	0.13	0.03	0.00	0.00
2	Freight, Clearing & Forwarding Expenses	4.51	7.62	0.06	0.11
3	Bank Charges	0.14	0.76	0.00	0.01
4	Conveyance & Travelling	0.04	0.01	0.00	0.00
5	Subscription	0.11	0.11	0.00	0.00
6	Office Expenses	0.65	0.98	0.01	0.01
7	Legal & Professional Charges	20.13	12.65	0.27	0.18
8	Telephone & Internet	1.23	1.20	0.02	0.02
9	Sales Promotion & Advertisement	-	0.11	-	0.00
10	Warehousing Expenses	7.22	9.46	0.10	0.13
11	Miscellaneous Expenses	1.78	1.84	0.02	0.03
	Total	35.94	34.76	0.48	0.49



INDIAN TONERS U.S.A. COMPANY

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31.03.2021

ACCOUNTING POLICIES

i) General Corporate Information:

Indian Toners USA Company is a Company domiciled and incorporated in Florida(U.S.A.) under the state of Florida and is in the business of trading of Toners only . Indian Toners U.S.A. company is wholly owned subsidiary company of Indian Toners and Developers Limited incorporated in India.The company has been formed for the purpose of marketing and distribution of Toners to customers based in America.

ii) Basis of preparation of financial statements:

a) Functional and Presentation currency

These financial statements are presented in USD which is the Company's functional currency & converted in Indian Rupees (INR) for the purpose of consolidation. All financial information presented in USD & INR has been rounded to the nearest Lakhs (upto two decimals), except as stated otherwise.

iii) Use of Estimates

The preparation of the Financial Statements in conformity with the management to make estimates, judgments and assumptions. These estimates, judgment and assumptions affect the application of accounting policies and the reported amount of Assets and Liabilities on the date of the Financial Statements and reported amounts of revenues and expenses for the year. Accounting estimate could change from year to year. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of the changes in estimates are reflected in the financial statements in the year in which the changes are made and if material, their effects are disclosed in the notes to financial statements.

iv) Current and non-current classification

The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

An asset is current when it is:

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

All other assets are classified as non-current.

A liability is current when:

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

All other liabilities are classified as non-current.

v) Revenue Recognition

Revenue is recognized upon transfer of control of promised products or services to customers in an amount that reflects the probable consideration expected to be received in exchange for those products or services. Revenue is reduced for estimated customer returns, rebates and other similar allowances.

vi) Employee Benefits



All employee benefits falling due wholly within twelve months of rendering the services are classified as Short Term employee benefits, which include benefits like salaries, incentives and contribution to 401(k) plan as it prevalent in USA, and are recognised as expenses in the year in which the employee renders the related services and measured accordingly.

vii) **Valuation of Inventories**

Inventories are stated at lower of cost or net realisable value. The cost for the purpose of valuation is computed on the basis of weighted average price. The cost comprises of Purchase price, direct labour, other direct costs, cost of conversion and appropriate portion of variable and fixed production overheads and such other costs incurred as to bring the inventory to its present location and condition. Net realisable value is the estimate of the selling price in the ordinary course of business, less the estimated costs of completion/reprocessing and the estimated cost necessary to make the sale.

viii) **Foreign Currency Transactions and Translations**

- a) Initial Recognition: Foreign currency transactions are recorded in the reporting currency (in USD), by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency on/or closely approximating to the date of the transaction.
- b) Conversion: Foreign currency monetary items, if any are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.
- c) Exchange Difference: Exchange differences arising on the settlement of monetary items, if any or on reporting such monetary items of the Company at rates different from those at which they were initially recorded during the year or reported in financial statements, are recognized as Foreign Exchange Translation Reserve.

ix) **Provisions and Contingent Liabilities**

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. Contingent liabilities are disclosed in respect of possible obligations that may arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent Assets are neither recognized nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the assets and related income are recognized in the year in which the change occurs.

x) **Cash & Cash Equivalents**

Cash and cash equivalents consist of cash in hand and balance with banks.

xi) **Income Tax**

Tax expense for the year, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the year.

xii) **Earnings Per Share**



Basic Earning Per Share is calculated by dividing the net profit for the year attributable to equity shareholders by weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit after tax during the year and the weighted average number of shares outstanding during the year are adjusted for the effect of all dilutive potential equity shares.

xiii) **Cash Flow Statement**

Cash Flow are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from regular revenue generating, financing and investing activities of the company are segregated.

xiv) **Key accounting estimates and judgements**

- a) The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future years.
- b) Accounts of the Company (a wholly owned subsidiary of Indian Toners and Developers Ltd., a company incorporated in India), incorporated in USA.; based upon the returns and information received, have been made out as per requirement of Companies Act, 2013 of India. This entailed drawing up the Balance Sheet, Statement of Profit & Loss and Cash Flow Statement (including Auditor's Report thereon) of the subsidiary in a manner so as to make it appear conforming to Holding Company and its requirements of presenting the financial statements in accordance with Indian Accounting Standards notified under the provisions of Sec 133 of the Companies Act, 2013 of India read with Indian Accounting Standards (Rules) ,2015 , to facilitate the cause of consolidation with the holding company as required under Ind AS – 110 CONSOLIDATED FINANCIAL STATEMENTS, issued by ICAI and presentation of accounts in terms of Schedule III of the Companies Act, 2013 of India, including disclosure of necessary information.



INDIAN TONERS U.S.A. COMPANY

Notes to the Financial Statements as at 31st March, 2021

14 Conversion in Foreign Exchange Rates

For the purpose of conversion of accounts into Indian Currency, the following rates are applied:

Average rate for 2020-21	1 USD = INR 74.2629
Closing rate as on 31.03.2021	1 USD = INR 73.2065

15 Employee Benefits

During the year company has recognised the following amounts in the statement of profit and loss.

Particulars	Amount in Lakhs	
	31.03.2021	31.03.2020
Benefits (Contributed to):		
FICA	-	1.71
FUTA	-	0.03
SUTA	-	0.005
Total	-	1.74

16 Provisions, Contingent Liabilities and Contingent Assets

	31.03.2021	31.03.2020
Commitments	NIL	NIL
Contingent Liability to the extent not provided for	NIL	NIL

17 Related Party Transactions:

a) Holding Company

Indian Toners and Developers Limited, India

b) Key Management Personnel :

Mr. Akshat Jain (President)

Mr. Allen L. Kronstat (Secretary)

c) Transactions with Related parties

Particulars	31.03.2021		31.03.2020	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Purchase of Goods	61.45	0.85	81.17	1.08
Remuneration to Secretary	0.00	0.00	22.32	0.32

18 Earnings Per Share

Particulars	Units	31.03.2021		31.03.2020	
		Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Profit/ (Loss) after Tax	in Lakhs	(26.47)	(0.36)	(38.16)	(0.54)
Weighted average no. of Shares	in Number	32500	32500	31796	31796
Face Value (in USD)	Per Share	10	10	10	10
Basic & diluted EPS	Per Share	(81.45)	(1.10)	(120.01)	(1.69)

Weighted average no. of Shares

Particulars	31.03.2021	31.03.2020
At the beginning of the year	32,500	27,500
Weighted average no. of Shares issued during the year	-	4,296
Weighted average no. of Shares for calculation of Basic EPS	32500	31,796

19 Previous Year figures has been re-grouped / re-arranged wherever considered necessary to make them comparable with current year.

20 Figures in Indian Rupees have been given only for the purposes of consolidation with the Holding Company.

As per our Report of even date

FOR M.L.GARG & CO
CHARTERED ACCOUNTANTS
FRN 001604N

(M.L.GARG)
Partner
Membership No. : 008850

Place : New Delhi
Date: 22nd June, 2021

For Indian Toners U.S.A. Company

Akshat Jain
(AKSHAT JAIN)
PRESIDENT

