Date: 30.05.2025

To,
The Manager - Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G Block,
Bandra-Kurla Complex,
Bandra (East) Mumbai 400051

NSE Symbol: DIVYADHAN

Subject: Outcome of the Board Meeting held on 30th May 2025 and submission of Audited Standalone Financial Results for the half and financial year ended 31st March 2025

Dear Sir/ Madam,

With reference to the above, we hereby submit / inform that:

1. The Board of Directors ("the Board") of the company at its meeting held on 30th May 2025, has approved the Audited Standalone Financial Results of the Company for the half and financial year ended 31st March 2025.

2. The said Audited Standalone Financial Results prepared in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

   We would like to inform you that Amarnath Sharma & Co., Statutory Auditor have issued their Audit report with unmodified opinion on Audited Standalone Financial Results for the half and financial year ended 31st March 2025.

The said meeting of the Board commenced at 12:32 P.M. and concluded at 01:57 P.M.

You are requested to take the same on record and inform all those concerned.

For Divyadhan Recycling Industries Limited
(Formerly Known as Divyadhan Recycling industries Private Limited)

PRAMOD KUMAR GUPTA
Digitally signed by PRAMOD KUMAR GUPTA
Date: 2025.05.30 15:56:46 +05'30'

Pramod Kumar Gupta
Company Secretary & Compliance Officer
Membership No: A4171

Date: 30/05/2025
Place: Mumbai

अमरनाथ शर्मा एन्ड कं.
चार्टर्ड अकाउंटन्टस्
सी.ए. अमरनाथ शर्मा
बी.कॉम., एफ.सी.ए., आय.पी. (आय.सी.ए.आय.)

INDEPENDENT AUDITOR'S REPORT

To the Members of **DIVYADHAN RECYCLING INDUSTRIES LIMITED (FORMERLY KNOWN AS DIVYADHAN RECYCLING INDUSTRIES PRIVATE LIMITED) (FORMERLY KNOWN AS DIVYADHAN CONSULTANTS PRIVATE LIMITED)**

Report on the Financial Statements

We have audited the accompanying financial statements of **DIVYADHAN RECYCLING INDUSTRIES LIMITED (FORMERLY KNOWN AS DIVYADHAN RECYCLING INDUSTRIES PRIVATE LIMITED) (FORMERLY KNOWN AS DIVYADHAN CONSULTANTS PRIVATE LIMITED)** ("the Company"), which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss, the Cash Flow Statement for the period then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

607, ईजमिमा कॉम्प्लेक्स, इन्फिनिटी मॉल के पास, लिंक रोड, मालाड (पश्चिम), मुंबई - 64. दूरभाष : 022-49240182/0183
मोबाईल : 9869012520 ई-मेल : amarnathsharmaandco@gmail.com

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

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 Board of Directors are also responsible for overseeing the Company's financial reporting process

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

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

Considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Auditor's Responsibilities for the Audit of the Financial Statements

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

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, 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, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

• 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. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

• 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication

Opinion



In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2025, and its profit/loss and its cash flows for the period ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143 (3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

   d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   e) On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.

   f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".



g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For AMARNATH SHARMA & CO.
Chartered Accountants
FRN – 100300W

Proprietor
CA Amarnath Sharma
M.N. 039579
Place – Mumbai
Date – 30th May, 2025
UDIN: 25039579BMNYCT6050

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

Annexure "A"

The Annexure referred to in paragraph 1 of Our Report on "Other Legal and Regulatory Requirements" section of our report to the members of DIVYADHAN RECYCLING INDUSTRIES LIMITED (FORMERLY KNOWN AS DIVYADHAN RECYCLING INDUSTRIES PRIVATE LIMITED) (FORMERLY KNOWN AS DIVYADHAN CONSULTANTS PRIVATE LIMITED) for the year ended 31st March, 2025

We report that:

i. In respect of the company's Property, plant and equipment and Intangible Assets:

a. (A) The company has maintained proper records showing full particulars, including quantitative details and situation of its Property, plant and equipment.

(B) The Company has maintained proper records showing full particulars of Intangible assets.

b. As explained to us, Property, plant and equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.

c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the financial statements are held in the name of the company.

d. The Company has not revalued its property, plant and equipment or Intangible assets or both during the year.

e. According to the information and explanations given to us, No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

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

b. The Company has not been sanctioned working capital limits in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

iii. The Company has not made investments in any other company during the year and has not provided any guarantee and security and not granted any loans and advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year .

iv. In our opinion and according to the information and explanations given to us, the Companies has complied with the provisions of sections 185 and 186 of the Companies Act in respect of loans, investments, guarantees, and security provided, as applicable.

v. The company has not accepted any deposits, therefore, the reporting of clause 3(v) of the Order is not applicable to the Company.

vi. As per information & explanation given by the management, maintenance of cost records has not been maintained by the company.

vii. In respect of statutory dues;

(a) the company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2024 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no amount payable in respect of income tax, service tax, sales tax, customs duty, excise duty, value added tax and cess whichever applicable, which have not been deposited on account of any disputes.

viii. According to the information and explanations given to us and the records of the Company examined by us, as at March 31, 2025, there were no such transaction relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix. (a) In our opinion and according to the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of loans or other

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

borrowings or in the payment of interest thereon to any financial institution, bank, Government or lender, as applicable to the company.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) The term loans were applied for the purpose for which the loans were obtained reporting under clause 3(ix)(c) of the Order is not applicable.

(d) The funds raised on short term basis have not been utilised for long term purposes.

(e) On an overall examination of the financial statements of the Company, the company has not taken any funds from any entity or person on account of or to meet the obligation of its subsidiaries or associate companies.

(f) According to the information and explanations given to us and the records of the Company examined by us. The company has not raised loans during the year on the pledge of securities held in its subsidiaries or associate companies. Hence reporting on clause 3(ix) (f) of the Order is not applicable.

x. Based on our audit procedures and according to the information given by the management, the company has not raised any money by way of initial public offer or further public offer (including debt instruments) or taken any term loan during the year.

xi. (a) According to the information and explanations given to us, we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) As informed, the Company has not received any whistle blower complaints during the year and upto the date of this report.

xii. The company is not a Nidhi Company. Therefore clause 3(xii) of the order is not applicable to the company.

xiii. According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.

xiv. In our opinion and based on our examination, the Company does not have an internal audit system and is not required to have an internal audit system as per the provisions of the Companies Act 2013.

xv. The company has not entered into non-cash transactions with directors or persons connected with him.

xvi. (a) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

(b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year, hence reporting under clause 3(xvi) (b) of the order is not applicable.

(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.

(d) The Group does more than one CIC as part of the Group.



xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

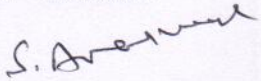
xviii. There has not been resignation of the statutory auditors of the Company during the year.

xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however state that this is not an assurance as to future viability of the company. We further state that our reporting is based on the facts up to the date of audit report and we neither, give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, we get discharge by the company as and when they fall due.

xx. The provision of Sec 135 of Companies Act 2013 is not applicable to the company, accordingly reporting under clause 3(xx) (a) and (b) is not applicable.

xxi. There is no consolidation of financial statements, accordingly reporting under clause 3(xxi) is not applicable

For AMARNATH SHARMA & CO.
Chartered Accountants
FRN – 100300W





Proprietor
CA Amarnath Sharma
M.N. 039579
Place – Mumbai
Date – 30th May, 2025
UDIN: 25039579BMNYCT6050

Annexure 'B'

Report on Internal Financial Controls Over Financial Reporting

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of DIVYADHAN RECYCLING INDUSTRIES LIMITED (FORMERLY KNOWN AS DIVYADHAN RECYCLING INDUSTRIES PRIVATE LIMITED) (FORMERLY KNOWN AS DIVYADHAN CONSULTANTS PRIVATE LIMITED) ("the Company") as of March 31, 2025 in conjunction with our audit of the financial statements of the Company for the period ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

Meaning of Internal Financial Controls Over Financial Reporting

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

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For AMARNATH SHARMA & CO.
Chartered Accountants
FRN – 100300W



Proprietor
CA Amarnath Sharma
M.N. 039579
Place – Mumbai
Date – 30th May, 2025
UDIN: 25039579BMNYCT6050

अमरनाथ शर्मा एन्ड कं.

चार्टर्ड अकाउंटन्टस्

सी.ए. अमरनाथ शर्मा

बी.कॉम., एफ.सी.ए., आय.पी. (आय.सी.ए.आय.)

May 30th, 2025

To,
Listing Compliance Department,
National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra East, Mumbai - 400051, Maharashtra, India.

Subject: **Certificate on utilization of Initial Public Offer ('1PO') Proceeds by the Divyadhan Recycling Industries Limited ('Company') for the half year ended 31st March, 2025**

Dear Sir/Madam,

We, AMARNATH SHARMA & CO, Chartered Accountants and Statutory Auditors of the Company, pursuant to Regulation 32 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and in reference to NSE Circular No. NSE/CML/2024/23 dated 5t September, 2024.

We hereby confirm and certify, as detailed below, that there was no deviation or variation in the utilization of the funds raised through the IPO by the Company from the objects stated in the Prospectus for the half year ended 31st March, 2025.

Information which is certified has been obtained from audited Financial Statements as on March 31, 2025. Our responsibility is to examine the relevant documents and records as per the Guidance note on Report of Certificates for Special purpose (revised 2016) issued by the Institute of Chartered Accountants of India (the ICAI). The Guidance note requires that we comply with the ethical requirements of the code of Ethics issued by the ICAI.

Details of Utilization of Proceeds

The company has proposed to utilize the proceeds for the below objects as Described in the Prospectus and the actual utilization made upto 31.03.2025 are as below:

Rs. In Lakhs

S.NO.	Particulars	Amount Stated in the Prospectus	Utilisation upto 31st March 2025	Amount Pending for Utilisation
1	Funding Working Capital Requirements	1703.71	1581.76	121.95
2	General Corporate Purpose	397.93	397.93	0
3	Issue Related Expense	314.47	314.47	0

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

607, ईजमिमा कॉम्प्लेक्स, इन्फिनिटी मॉल के पास, लिंक रोड, मालाड (पश्चिम), मुंबई - 64. दूरभाष : 022-49240182 /0183
मोबाईल : 9869012520 ई-मेल : amarnathsharmaandco@gmail.com

The certificate is addressed to and provided to the Divyadhan Recycling Industries Limited, solely for the use by the Company in connection with submission to the Listing Compliance Department and is not to be used for any other purpose.

For **AMARNATH SHARMA & CO**
Chartered Accountants
(Firm's Registration No. 100300W)

S. Arora

Proprietor
CA AMARNATH SHARMA
Membership No. 039579
Place-Mumbai
Date-30th May, 2025

AMARNATH SHARMA & CO
Memb No 039579 Mumbai

UDIN :- 25039579BMNYCV9805

DIVYADHAN RECYCLING INDUSTRIES LIMITED

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2025

A. Significant Accounting Policies

1. Basis of accounting:-

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) including the Accounting Standards notified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.

The financial statements have been prepared under the historical cost convention on accrual basis.

2. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

3. Revenue Recognition: -

Expenses and Income considered payable and receivable respectively are accounted for on accrual basis.

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

4. Property, Plant & Equipment :-

Property, Plant & Equipment including intangible assets are stated at their original cost of acquisition including taxes, freight and other incidental expenses related to acquisition and installation of the concerned assets less depreciation till date.

Company has adopted cost model for all class of items of Property Plant and Equipment.

5. Depreciation :-

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written down Value (WDV) Method/SLM method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Depreciation on assets acquired/sold during the year is recognized on a pro-rata basis to the statement of profit and loss till the date of acquisition/sale.

The carrying amount of assets is reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets, net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

6. Foreign currency Transactions: -

Transactions arising in foreign currencies during the year are converted at the rates closely approximating the rates ruling on the transaction dates. Liabilities and receivables in foreign currency are restated at the year-end exchange rates. All exchange rate differences arising from conversion in terms of the above are included in the statement of profit and loss.

7. Investments :-

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non-current investments.

8. Inventories :-

Inventories are valued as under:-

1. Inventories	:	Lower of cost(FIFO/specific cost/Weighted Average) or net realizable value
2. Scrap	:	At net realizable value.

9. Borrowing cost:-

Borrowing costs that are attributable to the acquisition or construction of the qualifying assets are capitalized as part of the cost of such assets. A qualifying assets is one that necessarily takes a substantial period of time to get ready for its intended uses or sale. All other borrowing costs are charged to revenue in the year of incurrence. The amount of borrowing cost capitalized during the year is **NIL**.

10. Retirement Benefits:-

The retirement benefits are accounted for as and when liability becomes due for payment.

11. Taxes on Income:-

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted by the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is virtual certainty with convincing evidence that these would be realized in future. At each Balance Sheet date, the carrying amount of deferred tax is reviewed to reassure realization

12. Provisions, Contingent Liabilities and Contingent Assets:- (AS-29)

Provisions are recognized only when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made.

Contingent Liabilities is disclosed in Notes to the account for:-

(i) Possible obligations which will be confirmed only by future events not wholly within the control of the company or

(ii) Present Obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognized in the financial statement since this may result in the recognition of the income that may never be realized.

General:

Except wherever stated, accounting policies are consistent with the generally accepted accounting principles and have been consistently applied.



(B) Notes on Financial Statements

1. The SSI status of the creditors is not known to the Company; hence the information is not given.

2. Trade receivables, Trade payables, Loans & Advances and Unsecured Loans have been taken at their book value subject to confirmation and reconciliation.

3. Payments to Auditors:

(Figure in Lakh)

Auditors Remuneration	**2024-2025**	**2023-2024**
Audit Fees	1.50	2.50
	-	-
Total	**1.50**	**2.50**

4. Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.

5. No provision for retirement benefits has been made, in view of accounting policy No. 11. The impact of the same on Profit & Loss is not determined.

6. Related Party disclosure as identified by the company and relied upon by the auditors:

(A) Related Parties and their Relationship

(I) Key Management Personnel

1. Mr. Pratik Pramod Gupta
2. Mr. Varun Gupta
3. Mr. Pramod Kumar Gupta
4. Mr. Manoj Kumar
5. Mr. Satish Chandra Sharma
6. Mrs. Priyanka Agarwal

(II) Relative of Key Management Personnel

1. Mrs. Ankita Gupta
2. Mrs. Nikita Gupta

(III) Enterprises owned or significantly influenced by Key Management personnel or their relatives

1. Proma Greentech Pvt Ltd (Yashash Commodities Pvt Ltd)
2. Sonpankhi Shares and Securities Pvt Ltd
3. Associated Textile Industries Pvt Ltd
4. Proma Industries Limited
5. YMC India Pvt Ltd
6. Deltech Instruments Pvt Ltd
7. Medilia Ltd
8. Vinpro Recycletech Pvt Ltd



Transactions with Related parties **(Figure in Lakh)**

Particulars	Current Year (FY 2024-25)			Previous Year (FY 2023-24)		
	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by Key Management personnel or their relatives	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by Key Management personnel or their relatives
Advance Paid						
Proam Greentech Pvt Ltd						30.00
Received Back						
Proma Greentech Pvt Ltd						30.00
Remuneration Paid						
Varun Gupta	24.00			20.00		
Pratik Gupta	24.00			14.00		
Nikita Gupta		24.00		6.00	8.00	
Ankita Gupta		24.00		6.00	18.00	
Kusum Gupta					4.00	
Pramod Gupta		3.00		1.50		

Outstanding Balances **(Figure in Lakh)**

Particulars	Current Year (FY 2024-25)			Previous Year (FY 2023-24)		
	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by Key Management personnel or their relatives	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by Key Management personnel or their relatives
Loans Taken	0.00	0.00	0.00	0.00	0.00	0.00
Loans Repaid	0.00	0.00	0.00	0.00	0.00	0.00

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

7. % of imported & indigenous raw material **(Figure in Lakh)**

Particulars	FY 2024-25		FY 2023-24	
	%	Amount	%	Amount
Imported	0.00	-	0.00	-
Indigenous	100	5418.39	100	4538.41

8. Value of Imports

Raw Material	Nil	Nil
Finished Goods	Nil	Nil

9. Expenditure in Foreign Currency — Nil — Nil

10. Earning in Foreign Exchange — Nil — Nil

11. Previous year figures have been regrouped/rearranged wherever necessary.

In terms of Our Separate Audit Report of Even Date Attached.

For: AMARNATH SHARMA & CO.

Chartered Accountants

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

(AMARNATH SHARMA)
PROPRIETOR
Membership No. 039579
Registration No. 100300W
Place: Mumbai
Date: 30th May, 2025
UDIN: 25039579BMNYCT6050

For: DIVYADHAN RECYCLING INDUSTRIES LIMITED

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory

PRATIK GUPTA
Director
DIN : 06576759

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory

VARUN GUPTA
Director
DIN : 00471296

PRAMOD GUPTA
Company Secretary

DIVYADHAN RECYCLING INDUSTRIES LIMITED

(Formerly Known as Divyadhan Recycling Industries Private Limited & Divyadhan Consultants Private Limited)

Registered Office: 1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400 072

CIN NO. U39000MH2010PLC202686

Balance Sheet as at 31st March, 2025

Particulars	Note No.	As at 31st March 2025	As at 31st March 2024
I. EQUITY AND LIABILITIES			
Shareholder's Funds			
(a) Share capital	2	14,30,67,140	5,26,53,570
(b) Reserves and surplus	3	20,64,05,124	7,47,08,177
Share application money pending for allotment			
Non-Current Liabilities			
(a) Long-term borrowings	4	-	48,08,000
(b) Deferred tax Liabilities (net)	5	54,07,028	26,33,335
(c) Long Term Provisions	6	12,14,683	11,40,390
(d) Other Long term liabilties			
Current Liabilities			
(a) Short-term borrowings	7	1,35,59,458	5,58,56,020
(b) Trade payables	8	4,00,91,246	3,19,17,245
(c) Other current liabilities	9	70,58,718	71,33,349
(d) Short-term provisions	10	34,75,540	1,03,61,002
Total Equity & Liabilities		**42,02,78,938**	**24,12,11,087**
II. ASSETS			
Non-Current Assets			
(a) Fixed assets			
Tangible assets	11	21,16,79,905	12,29,78,655
(b) Non-current investments			
(c) Deferred tax assets (net)			
(d) Long term loans and advances			
Current Assets			
(a) Inventories	12	12,17,79,413	4,52,77,416
(b) Trade receivables	13	4,55,70,330	3,40,45,827
(c) Cash and cash equivalents	14	2,32,198	2,00,49,584
(d) Short-term loans and advances	15	41,48,880	19,40,364
(e) Other current assets	16	3,68,68,211	1,69,19,241
Total Assets		**42,02,78,938**	**24,12,11,087**
Significant Accounting Policies	1		
The accompanying notes are an integral part of the financial statements	1 to 25		

As per our Report of even date.

For Amarnath Sharma & Co
Chartered Accountants
Firm Reg. No.: 100300W

(CA. Amarnath Sharma)
Proprietor
Membership No. : 039579
UDIN: 25039579BMNYCT6050
Place: Mumbai
Date : 30th May, 2025

For Divyadhan Recycling Industries Limited

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory
Pravin Gupta
DIN : 06576759
(Director)

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory
Varun Gupta
DIN : 00471296
(Director)

Pramod Gupta
Company Secretary

DIVYADHAN RECYCLING INDUSTRIES LIMITED

(Formerly Known as Divyadhan Recycling Industries Private Limited & Divyadhan Consultants Private Limited)

Registered Office: 1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400 072

CIN NO. U39000MH2010PLC202686

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

Particulars	Note No.	As at 31st March 2025	As at 31st March 2024
Revenue			
Revenue from operations	17	59,48,23,450	56,12,98,594
Other Income	18	64,11,678	3,00,23,208
Total Revenue		**60,12,35,127**	**59,13,21,801**
Expenses			
Cost of Material Consumed	19	54,44,89,685	50,68,33,065
Changes in inventories of finished goods	20	- 1,70,86,873	22,49,709
Financial Costs	21	29,62,920	64,61,402
Employee Benefits Expenses	22	1,21,94,375	1,02,35,605
Depreciation and Amortization Expense (Est)	11	1,28,23,821	56,84,881
Other Expenses	23	2,42,39,713	1,65,91,229
Total Expenses		**57,96,23,640**	**54,80,55,891**
Profit before tax		**2,16,11,487**	**4,32,65,910.02**
Tax expense:			
(1) Current tax		34,75,540	1,02,86,710
(2) Deferred tax		27,73,693	23,07,230
(3) MAT			
Profit(Loss) for the year		**1,53,62,254**	**3,06,71,970**
Earning per equity share:			
(1) Basic		1.34	6.21
(2) Diluted		1.34	6.21
Significant Accounting Policies	1		
The accompanying notes are an integral part of the financial statements	1 to 25		

As per our Report of even date.

For Amarnath Sharma & Co
Chartered Accountants
Firm Reg. No.: 100300W

(CA. Amarnath Sharma)
Proprietor
Membership No. : 039579
UDIN: 25039579BMNYCT6050
Place: Mumbai
Date : 30th May, 2025

For Divyadhan Recycling Industries Limited

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory

Pratik Gupta
DIN : 06576759
(Director)

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory

Varun Gupta
DIN : 00471296
(Director)

Pramod Gupta
Compamy Secretary

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Cash Flow Statement for the year ended 31st March, 2025

Particulars	As at 31st March, 2025	As at 31st March, 2024
Cash flow from operating activities:		
Net Profit before tax as per the statement of profit and loss	2,16,11,487	4,32,65,910
Adjusted for:		
Depreciation and amortization expense	1,28,23,821	56,84,881
Adjustment in Depreciation	-	-
Interest received	(2,72,747)	(55,051)
Finance cost	29,62,920	64,61,402
Provision for Gratuity	74,293	11,40,390
Cash generated from operations before working capital changes	**3,71,99,774**	**5,64,97,532**
Movements in working capital:		
(Increase) / Decrease in trade receivables	(1,15,24,503)	(1,44,35,853)
(Increase) / Decrease in Short Term Loans and Advances	(22,08,516)	(12,30,884)
(Increase) / Decrease in Other Current Assets	(1,99,48,971)	(1,00,33,298)
(Increase) / Decrease in Inventories	(7,65,01,997)	32,71,488
(Decrease) / Increase in Short Term Borrowing	(4,22,96,562)	78,24,112
(Decrease) / Increase in Trade Payables	81,74,001	(20,35,272)
(Decrease) / Increase in Short Term Provision	(68,85,462)	7,81,132
(Decrease) / Increase in Other Current Liabilities	(74,631)	(4,29,947)
Cash Generated from Operations	**(11,40,66,866)**	**4,02,09,011**
Taxes paid (Net of refund)	38,84,072	1,02,86,710
Net cash generated from operating activities	**(11,79,50,938)**	**2,99,22,301**
Cash flow from investing activities:		
Purchase of Fixed Assets	(10,15,25,070)	(2,18,16,764)
Sales Of Fixed Assets	-	-
Proceed from sale of Investment	-	-
Long term loan & advance	-	-
Security Deposit	-	-
Interest income	2,72,747	55,051
Net cash used in investing activities	**(10,12,52,323)**	**(2,17,61,713)**
Cash flow from financing activities:		
Share issue money received	24,16,64,000	2,00,00,000
IPO Issue Expense	(3,45,07,206)	
Repayment of Term loan	-	-
Borrowing /Repayment) from Bank / Related party	(48,08,000)	(17,14,906)
Deposit given for Lease	-	-
Finance cost	(29,62,920)	(64,61,402)
Net cash used in financing activities	**19,93,85,874**	**1,18,23,692**
Net increase / (decrease) in cash and cash equivalents	(1,98,17,387)	1,99,84,280
Cash and cash equivalents as at the beginning of the year	2,00,49,585	65,305
Cash and cash equivalents as at the end of the year	2,32,198	2,00,49,585
Cash and cash equivalent comprises of :		
Cash in hand	95,421	6,364
Balance with banks	1,36,777	2,00,43,220
Deposits with Bank having maturity less than a year	-	-
Total	**2,32,198**	**2,00,49,584**

Notes

1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Notified Accounting Standard - 3 on Cash Flow Statements.
2. Figures in bracket indicate cash outgo.
3. Previous years' figures have been regrouped/rearranged to conform with current years' classifications.

For Amarnath Sharma & Co.
Chartered Accountants
Firm Reg. No.: 100300W

(CA. Amarnath Sharma)
Proprietor
Membership No. : 039579
UDIN: 25039579BMNYCT6050
Place: Mumbai
Date : 30th May, 2025

For Divyadhan Recycling Industries Limited

For Divyadhan Recycling Industries Limited

Pratik Gupta DIN:06886759 (Director)

For Divyadhan Recycling Industries Limited

Varun Gupta DIN:00471296 (Director)

For Divyadhan Recycling Industries Limited

Pramod Gupta Company Secretary

Director / Authorised Signatory

Director / Authorised Signatory

DIVYADHAN RECYCLING INDUSTRIES LIMITED

(Formerly Known as Divyadhan Recycling Industries Private Limited & Divyadhan Consultants Private Limited)
Registered Office: 1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400 072
CIN NO. U39000MH2010PLC202686

Balance Sheet as at 31st March, 2025 ₹ Lakh

Particulars	Notes	Financial year ended on 31.03.25 (Audited)	Financial year ended on 31.03.24 (Audited)
I. ASSETS			
Non-current assets			
Property, plant and equipment	11	2116.80	1229.79
Goodwill		-	-
Other intangible assets		-	-
Non-current financial assets			
Non-current investments		-	-
Loans, non-current		-	-
Deferred tax assets(net)		-	-
Total non-current assets [A]		**2116.80**	**1229.79**
Current assets			
Inventories	12	1217.79	452.77
Current financial assets			
Current investments		-	-
Trade receivables, current	13	455.70	340.46
Cash and cash equivalents	14	2.32	200.50
Bank balance other than cash and cash equivalents		-	-
Loans, current	15	41.49	19.40
Other current assets	16	368.68	169.19
Total current assets [B]		**2085.99**	**1182.32**
Total assets [A]+[B]		**4202.79**	**2412.11**
II-Equity and liabilities			
Equity			
Equity attributable to owners of parent			
Equity share capital	2	1430.67	526.54
Other equity	3	2064.05	747.08
Non-controlling interest		-	-
		3494.72	**1273.62**
Liabilities			
Non-current liabilities			
Non-current financial liabilities			
Borrowings, non-current	4	-	48.08
Provisions, non-current	6	12.15	11.40
Deferred tax liabilities (net)	5	54.07	26.33
Total non-current liabilities [A]		**3560.94**	**1359.43**
Current liabilities			
Current financial liabilities			
Borrowings, current	7	135.59	558.56
Trade payables, current			
(A) Total outstanding dues of micro enterprises and small enterprises	8	69.97	130.36
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	8	330.94	188.81
Other current liabilities	9	70.59	71.33
Provisions, current	10	34.76	103.61
Current tax liabilities (net)		0.00	0.00
Total current liabilities [B]		**641.85**	**1052.68**
Total liabilities [A]+[B]		**4202.79**	**2412.11**

Summary of Significant Accounting Policies 1

The accompanying notes are an integral part of the financial statement 1 to 25

As per our attached report of even date

For Amarnath Sharma & Co.
Chartered Accountants
Firm Reg. No.: 100300W

(CA. Amarnath Sharma)
Proprietor
Membership No. : 039579
UDIN: 25039579BMNYCT6050
Place: Mumbai
Date : 30th May, 2025

Divyadhan Recycling Industries Limited

Pravin Gupta
DIN : 06576759
(Director)

Varun Gupta
DIN : 00471296
(Director)

Pramod Gupta
Company Secretary

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory

DIVYADHAN RECYCLING INDUSTRIES LIMITED

(Formerly Known as Divyadhan Recycling Industries Private Limited & Divyadhan Consultants Private Limited)
Registered Office: 1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400 072
CIN NO. U39000MH2010PLC202686

Standalone Financial result for the Financial year ended 31st March, 2025 ₹ Lakh

Particulars	Notes	Figures for the half year ended on				Financial year ended on	Financial year ended on
		31.03.2025 (Audited)	30.09.24 (Un-Audited)	31.03.24 (Audited)	30.09.23 (Un-Audited)	31.03.25 (Audited)	31.03.24 (Audited)
Revenue							
Revenue from operations	17	2806.08	3142.16	2849.81	2763.17	5948.23	5612.99
Other Income	18	3.20	60.92	103.72	196.52	64.12	300.23
Total Revenue		**2809.27**	**3203.08**	**2953.53**	**2959.69**	**6012.35**	**5913.22**
Expenses							
Cost of Material Consumed	19	2782.20	2662.70	2685.98	2382.35	5444.90	5068.33
Changes in inventories of finished goods	20	-249.27	78.40	-44.83	67.32	-170.87	22.50
Financial Costs	21	2.60	27.03	30.65	33.97	29.63	64.61
Employee Benefits Expenses	22	47.72	74.22	51.44	50.92	121.94	102.36
Depreciation and Amortization Expense (Est)	11	30.13	98.11	28.86	27.99	128.24	56.85
Other Expenses	23	176.90	65.49	108.76	57.16	242.40	165.91
Total Expenses		**2790.29**	**3005.94**	**2860.86**	**2619.70**	**5796.24**	**5480.56**
Profit before Exception items and Tax		18.98	197.14	92.67	339.99	216.11	432.66
Exception Items		-	-	-	-	-	-
Profit before Tax		18.98	197.14	92.67	339.99	216.11	432.66
Tax expense:							
(1) Current tax		-25.08	59.83	22.03	80.84	34.76	102.87
(2) Deferred tax		32.25	-4.51	11.71	11.36	27.74	23.07
Profit(Loss) for the year		**11.81**	**141.82**	**58.92**	**247.80**	**153.62**	**306.72**
Other Comprehensive Income for the period							
A- Items that will not be reclassified to profit or loss income tax relating to items that will not be reclassified to profit or loss		-	-	-	-	-	-
B- Items that will be reclassified to profit or loss income tax relating to items that will be reclassified to profit or loss		-	-	-	-	-	-
Total Comprehensive income for the period		**11.81**	**141.82**	**58.92**	**247.80**	**153.62**	**306.72**
Paid up Equity Share Capital (Face value Rs. 10/- per Share)		1430.67	1053.07	526.54	491.00	1430.67	526.54
Reserves (excluding Revaluation Reserve)						2064.05	747.08
Earning per equity share:							
(1) Basic		0.10	1.24	1.16	5.05	1.34	6.21
(2) Diluted		0.10	1.24	1.16	5.05	1.34	6.21

NOTES:-

1.The above results were reviewed and recommended by the Audit Committee, for approval by the Board, as its meeting held on 30th May, 2025 and were approved and taken on record at the meeting of the Board of Directors of the company held on that date.

2.The financial results of the company have been prepared in accordance with Indian Accounting Standards(Ind AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing obligation and Disclosure Requirements) Regulation, 2015 and SEBI Circular dated July 05,2016.

3.The Company is primarily engaged in the business of recycling of plastic bottles, which are as per Indian Accounting Standard-108 –'Operating Segments' is considered to be the only reportable business segment. Therefore, disclosure relating to segment is not applicable and accordingly not made.

4.Figures for previous half year/year have been regrouped/restated where necessary

5.The company is not having any subsidiary, associates or joint venture ; therefore it has prepared only standalone results as consolidation requirement is not applicable to the company.

Significant Accounting Policies	1
The accompanying notes are an integral part of the financial statement	1 to 25

As per our Report of even date
For Amarnath Sharma & Co
Chartered Accountants
Firm Reg. No.: 100300W

(CA. Amarnath Sharma)
Proprietor
membership No.: 039579
UDIN : 25039579BMNYCT6050
place : mumbai
Date : 30th may 2025

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

For Divyadhan Recycling Industries Limited

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory

For Divyadhan Recycling Industries Limited
Director / Authorised Signatory

Rohit Gupta DIN : 06576759 (Director)
Varun Gupta DIN : 00471296 (Director)
Parimod Gupta Company secretary

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2025

Note 2 : Share Capital

Particulars	As at 31st March 2025	As at 31st March 2024
AUTHORIZED CAPITAL		
1,80,90000 Equity Shares of Rs.10/- each	18,09,00,000	18,00,00,000
90,000/- Preference Shares Of Rs. 10/- Each		9,00,000
Total	18,09,00,000	18,09,00,000
ISSUED , SUBSCRIBED & PAID UP CAPITAL		
52,65,357 Equity Shares of Rs. 10/- each, Fully Paid.	5,26,53,570	5,26,53,570
52,65,357 Equity Shares of Rs. 10/- each, Bonus share	5,26,53,570	
377600 Equity Shares of Rs. 10/- each, Public Issue	3,77,60,000	
Total	**14,30,67,140**	**5,26,53,570**

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.

	As at 31st March 2025	As at 31st March 2024
Equity Shares		
At the beginning of theperiod Equity & Preference	52,65,357	50,00,000
Add: Issued Equity Share during the Period	90,41,357	3,55,357
Add: Issued Preference Share during theperiod		
Less: Shares redeemed / Transfer during the period		90,000
Total	**1,43,06,714**	**52,65,357**

Terms / Rights Attached to Shares

The Company Has issued only one class of Equity shares having a per value of Rs.10/- per share. Each shareholder is eligible for one vote per share. In the event of liquidation,the equity shareholders are eligible to receive the remaining assets of the company, after distribution of all preferential amounts, in praportion of their shareholdings

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2025

Shareholders Holding more than 5% Shares

Name of Shareholders	No. of Shares Held (% of Holding)	No. of Shares Held (% of Holding)
Pratik Gupta	4998816 (34.94%)	2476408 (47.03%)
Varun Gupta	4968798 (34.73%)	2476399 (47.03%)

During the financial year 2024-25, The company issued bonus shares. The bonus issue has been made pursuant to section 63 of Companies Act,2013 and rules made thereunder, a sum of Rs. 5,26,53,570 capitalized as bonus equity shares out of free reserves and surplus, and distributed amongst the equity shareholders by issue of 52,65,357 share in the proportion of 1:1 i.e One new fully paid-up equity share of Rs. 10/- each (Rupees Ten) for every One existing fully paid-up equity shares of Rs. 10/. (Rupees Ten). As a result of that the issued, subscribed and fully paid up equity share capital of the company is 1,05,30,714 shares of face value of Rs 10 each i. e. Rs. 10,53,07,140.

During the financial year 2024-25, The company successfully completed its Initial Public Offer (IPO) of equity shares.The IPO comprised a fresh issue of 37,76,000 equity shares of face value Rs. 10/- (Rupees Ten) each at an issue price of Rs. 64/- (Rupees Sixty Four) per equity share, aggregating amount Rs. 24,16,64,000.00 raised. The equity shares were listed on the national stock exchange of india limited (SME) with effect from 4th October 2024. The issue was fully subscribed and the proceeds from the fresh issue have been utilized in accordance with the objects of the issue as stated in the offer document/prospectus dated 18th September 2024. The total increase in the equity share capital of the company persuant to the IPO was Rs. 3,77,60,000 and the securities premium amounting to Rs. 20,39,04,000 was credited to the securities premium account.

Note 3 : Reserve & Surplus

Particulars	As at 31st March 2025	As at 31st March 2024
Balance brought forward from previous year	7,47,08,177	2,66,89,777
Add: Profit for the period	1,53,62,254	3,06,71,970
Security Premium	11,63,34,693	1,73,46,430
Total	**20,64,05,124**	**7,47,08,177**



DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2025

Note 4 : Long term Borrowing

Particulars	As at 31st March 2025	As at 31st March 2024
Secured		
Term Loans from Bank (refer note below)	-	1,29,26,906
Less :- Current Maturities of Long Term Debt	-	- 81,18,906
Total	**-**	**48,08,000**

During the financial year 2024-25, The company repaid oustanding term loans. The repayment was funded through Proceeds from IPO and has resulted in a reduction in the finance cost for the year. There is no outstanding default as on the balance sheet date in repayment of principal or interest to any bank.

Note 5 : Deferred Tax Liability

Particulars	As at 31st March 2025	As at 31st March 2024
Deferred tax liability	54,07,028	26,33,335
Total	**54,07,028**	**26,33,335**

Note 6: Long Term Provisions

Particulars	As at 31st March 2025	As at 31st March 2024
Provision for Gratuity	12,14,683	11,40,390
Total	**12,14,683**	**11,40,390**

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2025

Note 7 : Short term Borrowing

Particulars	As at 31st March 2025	As at 31st March 2024
Secured Loans from Banks		
Loans Repayable on Demand (Cash Credit) (refer note below)	1,35,59,458	4,57,37,113
Current Maturities	-	81,18,906
Unsecured Loans		
Loans Repayable on Demand		
from others	-	20,00,000
Total	**1,35,59,458**	**5,58,56,020**

Note:

Secured through primary security - Hypothecation of entire Current assets and Movable fixed assets (except vehicles) of the company, both present and future. And Collatral security of Industrial property located at Kheat / khatuni No 18/18, , 71/71, Khasra No. 755, 756, 758, to 765, Village Kalyanpur, Near Gupta Hospital, Baddi, Solan - 174101.

Note 8 : Trade Payables

Particulars	As at 31st March 2025	As at 31st March 2024
Trade Payable		
Total Outstanding dues of MSMEs	69,97,091	1,30,35,858
Total Outstanding dues of Other than MSMEs	3,30,94,155	1,88,81,387
Total	**4,00,91,246**	**3,19,17,245**

Note: refer note no 24 for aging

Note 9 : Other Current Liabilities

Particulars	As at 31st March 2025	As at 31st March 2024
Statutory Dues	5,59,643	4,84,379
Salary & Wages Payable	31,13,581	
H P Electricity Board	22,60,707	
Other Payable	11,24,787	66,48,970
Total	**70,58,718**	**71,33,349**

Note 10 : Short Term Provisions

Particulars	As at 31st March 2025	As at 31st March 2024
Provision fo Gratuity	-	74,293
Provision fo Income Tax	34,75,540	1,02,86,709
Total	**34,75,540**	**1,03,61,002**

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2025

Note 12: Inventories

Particulars	As at 31st March 2025	As at 31st March 2024
Stock in Hand - Raw Material	9,48,82,485	3,54,67,361
Stock in Hand - Finished Goods	2,68,96,928	98,10,055
Total	**12,17,79,413**	**4,52,77,416**

Note 13 : Trade Receivables

Particulars	As at 31st March 2025	As at 31st March 2024
Trade Receivables Outstanding for a period less than Six Months		
(a) Secured Considered good		
(b) Unsecured Considered good	4,55,70,330	3,40,45,827
Trade Receivables Outstanding for a period exceeding Six Months		
(a) Secured Considered good		
(b) Unsecured Considered good		
Total	**4,55,70,330**	**3,40,45,827**

Note: refer note no 25 for aging

Note 14 : Cash & Cash Equivalent

Particulars	As at 31st March 2025	As at 31st March 2024
Cash-In-Hand	95,421	6,364
Balances with Banks in current accounts	1,36,777	2,00,43,220
Total	**2,32,198**	**2,00,49,584**

Note 15 : Short Term Loans and Advances

Particulars	As at 31st March 2025	As at 31st March 2024
Fixed Deposits	27,50,000	13,43,864
Advace to Staff	2,00,000	-
Other Security Deposits	11,98,880	5,96,500
Total	**41,48,880**	**19,40,364**

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2025

Note 16 : Other Current Assets

Particulars	As at 31st March 2025	As at 31st March 2024
TDS & TCS Receivables (NET)	12,88,214	22,84,122
GST Refund Receivable	1,51,95,210	1,44,51,500
Imprest	41,100	39,477
Prepaid Expenses	5,33,482	1,20,963
Balance With Revenue Authority	1,98,10,206	23,179
Total	**3,68,68,211**	**1,69,19,241**

Note 17: Revenue from operation

Particulars	As at 31st March 2025	As at 31st March 2024
Revenue from operation	59,48,23,450	56,12,98,594
Total	**59,48,23,450**	**56,12,98,594**

Note 18 : Other Income

Particulars	As at 31st March 2025	As at 31st March 2024
Interest Received	2,72,747	55,051
Commission Outward	46,34,237	81,77,432
Freight Income	88,184	
Misc Income	2	1,598
Balance write off	2,034	1,58,979
Government Grant	14,14,474	2,16,30,148
Total	**64,11,678**	**3,00,23,208**

AMARNATH SHARMA & CO. Memb No 035579 Mumbai

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2025

Note 19: Cost of Material Consumed

Particulars	As at 31st March 2025	As at 31st March 2024
Raw material at the beginning of the year	3,54,67,361	3,64,89,140
Cost of raw material and components purchase	54,18,39,010	45,38,40,748
Direct Expenses		
Additional local Tax	8,32,505	83,163
Electricity Expenses	2,92,96,580	2,67,48,298
Labour Charges Contract	58,61,737	1,10,81,943
Packing Charges	5,195	1,615
Shifting Charges	1,03,21,566	
Wages paid	1,30,92,287	1,31,14,480
Carriage inward	24,00,473	9,40,039
Loading & Unloading Charges	2,55,457	1,000.00
Raw material at the end of the year	9,48,82,485	3,54,67,361
Total	**54,44,89,685**	**50,68,33,065**

Note 20 : Change in Inventories

Particulars	As at 31st March 2025	As at 31st March 2024
Opening Stock of Finished Goods	98,10,055	1,20,59,764
Closing Stock of Finished Goods	2,68,96,928	98,10,055
Total	**- 1,70,86,873**	**22,49,709**

Note 21 : Financial Cost

Particulars	As at 31st March 2025	As at 31st March 2024
Finance cost	29,62,920	64,61,402
Total	**29,62,920**	**64,61,402**

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2025

Note 22 : Employee Benefits Expenses

Particulars	As at 31st March 2025	As at 31st March 2024
Salary & Wages	1,02,56,415	71,07,891
Gratuity Expense	-	12,14,683
Staff Welfare	7,41,340	4,74,988
Esi exp	1,82,792	3,96,810
Epf exp	10,13,828	10,41,233
Total	**1,21,94,375**	**1,02,35,605**

Note 23 : Other Expenses

Particulars	As at 31st March 2025	As at 31st March 2024
Bank Charges	4,17,433	90,510
Audit Fees	2,00,000	2,50,000
Align Books Software	1,00,000	
ASBA Commission for IPO	6,588	
Bonus	4,16,800	4,79,600
Business Promotion	5,29,762	
CETP Charges	2,91,331	2,19,535
Civil Work	-	88,100
Clearing Agency Charges	4,588	-
Consumable Store	-	1,51,111
Commission on Purchase	1,51,000	
Director's Remuneration	48,00,000	46,00,000
Diwali Exp	7,770	-
Director's Sitting Fees	2,01,200	
Fees and Tax Exp	6,60,013	-
Rates & Taxes	-	4,95,008
Carriage Outward	56,01,435	24,21,220
General Expenses	12,165	57,876
Insurance	3,85,260	3,25,180
ID Charges (Electricity) Charges	7,30,000	
Late fee on Gst/Tds Return	55,966	
Legal,Consultancy & Professional Fees	5,00,000	6,21,889
Medical Exp	25,054	10,057
Membership Fees	8,000	-
Pollution Fees	3,40,000	2,55,000



DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2025

Printing and Stationey	1,81,542	83,330
Professional Fees	8,96,287	
Professional tax Paid	17,443	
Processing Fees	-	2,17,436
Rent Paid	11,94,500	1,44,000
Repairs & Maintenance	38,61,066	33,36,550
Running Vehicle & Maintenance Expense	2,40,959	
Security Services Charges	14,15,962	11,28,391
Travalling & Conveyance Exps	4,73,650	2,69,222
Postage & Courier Expenses	68,552	83,578
Testing Charges	3,52,909	2,05,756
Telephone Expenses	38,750	27,880
Commission on Sale	53,728	10,30,000
Total	**2,42,39,713**	**1,65,91,229**



Note 24 : Trade Payable Aging

Particulars	As at 31st March, 2025				
	Outstanding for following periods from due date of				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
MSME	69,97,091	-	-	-	69,97,091
Others	3,30,94,155	-	-	-	3,30,94,155
Dispute dues-MSME	-	-	-	-	-
Dispute dues-Others	-	-	-	-	-
Total	**4,00,91,246**	**-**	**-**	**-**	**4,00,91,246**

Particulars	As at 31st March 2024				
	Outstanding for following periods from due date of				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
MSME	1,30,35,858	-	-	-	1,30,35,858
Others	1,88,81,387	-	-	-	1,88,81,387
Dispute dues-MSME	-	-	-	-	-
Dispute dues-Others	-	-	-	-	-
Total	**3,19,17,245**	**-**	**-**	**-**	**3,19,17,245**

AMARNATH SHARMA & CO. Memb No 039579 Mumbai

Note 25 : Trade Receivables Aging

Particulars	As at 31st March, 2025				
	Outstanding for following periods from due date of payment				
	Less Than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years
(i) Undisputed Trade Receivable- Considered good	4,55,70,330	-	-	-	-
(ii) Undisputed Trade Receivables- Considered doubtful	-	-	-	-	-
(iii) Disputed Trade Receivables- Considered Goods	-	-	-	-	-
(iv) Disputed Trade Receivables- Considered doubtful	-	-	-	-	-
Total	**4,55,70,330**	-	-	-	-

Particulars	As at 31st March, 2024				
	Outstanding for following periods from due date of payment				
	Less Than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years
(i) Undisputed Trade Receivable- Considered good	3,40,45,827	-	-	-	-
(ii) Undisputed Trade Receivables- Considered doubtful	-	-	-	-	-
(iii) Disputed Trade Receivables- Considered Goods	-	-	-	-	-
(iv) Disputed Trade Receivables- Considered doubtful	-	-	-	-	-
Total	**3,40,45,827**	-	-	-	-



DIVYADHAN RECYCLING INDUSTRIES LIMITED

Note 11 : Tangible Assets

Particulars	Gross Block				Depreciation					Net Block	
	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Adjustments	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2025	WDV as on 31.03.2024
Tangible Assets											
Land	90,00,000			90,00,000	-		-		-	90,00,000	90,00,000
Office Building	4,62,20,281	3,05,64,129		7,67,84,410	86,04,116	-	13,95,659	-	99,99,775	6,67,84,635	3,76,16,165
Plant & Machinery	14,14,17,503	6,95,20,569	-	21,09,38,072	6,73,19,308	-	1,09,60,549	-	7,82,79,857	13,26,58,215	7,40,98,195
Vehicle	39,64,579	10,78,609		50,43,188	19,31,335	-	4,30,111	-	23,61,446	26,81,742	20,33,244
Computer	1,69,640	-		1,69,640	1,25,987	-	8,294		1,34,281	35,359	43,653
Office Equipments	5,74,249	2,76,077		8,50,326	5,16,275	-	14,862		5,31,137	3,19,189	57,974
Furniture and fixture	89,560	85,686		1,75,246	(39,864)	-	14,346		(25,518)	2,00,764	1,29,424
									-		-
Capital Work in Progress	-	-	-	-	-				-	-	-
		-									
Total (Current Year)	**20,14,35,812**	**10,15,25,070**	-	**30,29,60,882**	**7,84,57,157**	-	**1,28,23,821**	-	**9,12,80,978**	**21,16,79,905**	**12,29,78,655**
Total (Previous Year)	**17,96,19,048**	**2,19,93,934**	**1,77,170**	**20,14,35,812**	**7,27,72,277**	**(1,19,32,872)**	-	-	-	**20,14,35,812**	**10,68,46,771**



DIVYADHAN RECYCLING INDUSTRIES LIMITED
ASSESSMENT YEAR 2025-26
DEPRECIATION STATEMENT AS PER INCOME TAX ACT

PARTICULERS	RATE (%)	AS ON 01/04/2024	ADDITION		DEDUCTION	BALANCE AS 31/03/2025	DEPRECIATION DURING YEAR	BALANCE AS ON 31/03/2025
			> 180 Days	< 180 Days				
Land	0%	90,00,000			-	90,00,000	-	90,00,000
Vehicle	15%	21,14,339		10,78,609	-	31,92,948	3,98,046.53	27,94,901
Office Equipment	15%	2,45,661	58,633	2,17,445	-	5,21,739	61,952.48	4,59,787
Plant & Machinarty	15%	7,48,34,024	98,65,641	5,96,54,928		14,43,54,593	1,71,79,069.35	12,71,75,524
Building	10%	2,49,93,904	49,82,531	2,55,81,598	-	5,55,58,033	42,76,723.40	5,12,81,310
Furniture	10%	76,371		85,686		1,62,057	11,921.40	1,50,136
Computer	40%	36,644			-	36,644	14,657.60	21,986
TOTAL (Rs.)		**11,13,00,943**	**1,49,06,805**	**8,66,18,266**	-	**21,28,26,014**	**2,19,42,371**	**19,08,83,643**

