

NAVNEET (HK) LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

LIN KING WAI
CERTIFIED PUBLIC ACCOUNTANT
(PRACTISING)

練經緯
執業會計師

NAVNEET (HK) LIMITED
DIRECTORS' REPORT

The director hereby present their report and the audited financial statements for the year ended 31 March 2023.

PRINCIPAL ACTIVITIES

The principal activity of the Company during the year was trading of stationary.

THE STATE OF COMPANY'S AFFAIRS

The state of company's affairs at 31 March 2023 is set out in the financial statements on pages 5 to 9.

DIVIDENDS

The director does not recommend the payment of a final dividend for the financial year ended 31 March 2023.

RESERVES

The directors do not propose any transfers to reserves.

DIRECTOR

The director who held office during the period and up to the date of this report are:

POONAM MAHESH GANGWANI

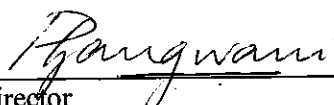
SAMPAT DILIP CHATRABHUJ

Under the provisions of the Company's Articles of Association, all directors retire from the board at the forthcoming annual general meeting and, being eligible, offer themselves for re-election.

AUDITOR

A resolution will be submitted to the annual general meeting to appoint the auditors, Messrs LIN KING WAI, Certified Public Accountant (Practising).

On behalf of the Board



Director
POONAM MAHESH GANGWANI
Hong Kong 18 MAY 2023

LIN KING WAI

Certified Public Accountant (Practising)

練經緯 執業會計師

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INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF NAVNEET (HK) LIMITED, (Incorporated in Hong Kong with limited liability)

Opinion

I have audited the financial statements of NAVNEET (HK) LIMITED ("the Company") set out on pages 5 to 9, which comprise the statement of financial position as at 31 March 2023, and the income statement for the year then ended and notes to the financial statements, including a summary of significant accounting policies

In my opinion, the financial statements of the Company are prepared, in all material respects, in accordance with the Hong Kong Small and Medium-Sized Entity Financial Reporting Standard ("SME-FRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for Opinion

I conducted my audit in accordance with Hong Kong Standards on Auditing ("HKSA") and with reference to PN 900 (Revised) Audit of Financial Statements Prepared in Accordance with the Small and Medium-Sized Entity Financial Reporting Standard issued by the HKICPA. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and I have fulfilled my other responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the director report, but does not include the financial statements and my auditor's report thereon.

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

In connection with my audit of the financial statements, my 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 in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

LIN KING WAI

Certified Public Accountant (Practising)

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Responsibilities of Directors and Those Charged with Governance for the Financial Statements

The directors are responsible for the preparation of the financial statements in accordance with the SME-FRS issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are 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 the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

It is my responsibility to form an independent opinion, based on my audit, on those financial statements and to report my opinion solely to you, as a body, in accordance with Hong Kong Companies Ordinance and for no other purpose. I do not assume responsibility towards or accept liability to any other person for the contents of this report. My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with HKSA's, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

LIN KING WAI

Certified Public Accountant (Practising)

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- Conclude on the appropriateness of the directors' 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

I 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 I identify during my audit.

Lin King Wai

LIN KING WAI

Certified Public Accountants (Practising)

5/F, Gofuku Tower, 62-64 Woosung Street, Kowloon

18 MAY 2023

NAVNEET (HK) LIMITED
 INCOME STATEMENT
 FOR THE YEAR ENDED 31 MARCH 2023

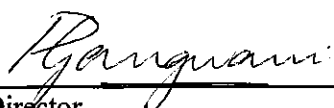
	NOTES	2023 HK\$	2022 HK\$
TURNOVER	3	6,440,316	5,469,281
COST OF SALES		(6,185,738)	(5,285,233)
GROSS PROFITS		<u>254,578</u>	<u>184,048</u>
OTHER REVENUE	3	477	2
OTHER INCOME		3,195	-
ADMINISTRATIVE EXPENSES		(168,954)	(177,217)
PROFIT FROM OPERATION	4	<u>89,296</u>	<u>6,833</u>
FINANCE COST	6	-	(30)
PROFIT BEFORE TAXATION		<u>89,296</u>	<u>6,803</u>
TAXATION	7	-	-
PROFIT AFTER TAXATION		<u><u>89,296</u></u>	<u><u>6,803</u></u>

The accompanying notes to the financial statements form an integral part of, and should be read in conjunction with, these financial statements.

NAVNEET (HK) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2023

	NOTES	2023 HK\$	2022 HK\$
CURRENT ASSETS			
Prepayments, deposits and other receivables		9,786	98,035
Bank balances		321,063	145,937
		330,849	243,972
CURRENT LIABILITIES			
Accruals and other payables		(15,581)	(18,000)
NET CURRENT ASSETS		315,268	225,972
SHARE CAPITAL	8	390,100	390,100
ACCUMULATED LOSSES	9	(74,832)	(164,128)
		315,268	225,972

The accompanying notes to the financial statements form an integral part of, and should be read in conjunction with, these financial statements.



Director
POONAM MAHESH GANGWANI



Director
SAMPAT DILIP CHATRABHUJ

NAVNEET (HK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

1 REPORTING ENTITY

NAVNEET (HK) LIMITED is a company incorporated in Hong Kong with limited liability. The Company's registered office is located at Room 718, Metro Centre-II, 21 Lam Hing Street, Kowloon Bay, Kowloon. The principal activity of the Company during the year was trading of stationary.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

The Company qualifies for the reporting exemption as a small private company under section 359(1)(a) of the Hong Kong Companies Ordinance (Cap. 622) and is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants.

These financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the Company is a going concern.

The measurement base adopted is the historical cost convention.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

(a) Revenue

Revenue is recognised when it is probable that the economic benefits will flow to the Company and when the revenue can be measured reliably, on the following bases:

- (i) Sales of goods are recognised when the significant risks and rewards of ownership of the goods are transferred to the customers
- (ii) Interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable

(b) Foreign exchange

The reporting currency of the company is Hong Kong Dollars, which is the currency of the primary economic environment in which the company operates. The financial statements are presented in Hong Kong Dollars.

Foreign currency transactions are converted at the exchange rate applicable at the transaction date. Foreign currency monetary items are translated into Hong Kong Dollars using exchange rates applicable at the end of the reporting period. Gains and losses on foreign exchange are recognised in the income statement.

NAVNEET (HK) LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 MARCH 2023

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONTINUED)

(c) Taxation

Income tax expense represents current tax expense. The income tax payable represents the amounts expected to be paid to the taxation authority, using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is not provided.

(d) Trade and other receivables

Trade and other receivables are stated at estimated realisable value after each debt has been considered individually. Where the payment of a debt becomes doubtful a provision is made and charged to the income statement.

3 REVENUE

	2023 HK\$	2022 HK\$
An analysis of the Company's revenue is as follows:		
TURNOVER – Trading of stationary	6,440,316	5,469,281
OTHER REVENUE – interest income	477	2
TOTAL REVENUE	<u>6,440,793</u>	<u>5,469,283</u>

4 FINANCE COST

	2023 HK\$	2022 HK\$
Interest on bank loan and overdraft	<u>-</u>	<u>30</u>

5 PROFITS BEFORE TAX

	2023 HK\$	2022 HK\$
Profits before tax is arrived at		
After crediting the following item:		
Exchange gain	3,195	-
And after charging the following item		
Cost of inventories sold	6,185,738	5,285,233
Exchange loss	<u>-</u>	<u>11,742</u>

NAVNEET (HK) LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 MARCH 2023

6 DIRECTORS' REMUNERATION

Directors' remuneration disclosed pursuant to section 383(1) of the Companies Ordinance is as follows:

	2023 HK\$	2022 HK\$
Fees	-	-
Other emoluments	-	-

7 TAXATION

Hong Kong Profits Tax has not been provided as the Company has no assessed profits for the year.

8 SHARE CAPITAL

	2023 HK\$	2022 HK\$
390,100 ordinary shares issued and fully paid	<u>390,100</u>	<u>390,100</u>

9 CHANGES IN EQUITY

	Share capital HK\$	Accumulated losseses HK\$	Total HK\$
At 31 March 2022	390,100	(164,128)	225,972
Profit for the year	-	89,296	89,297
At 31 March 2023	<u>390,100</u>	<u>(74,832)</u>	<u>315,268</u>

10 APPROVALS OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Company's board of directors on

18 MAY 2023

NAVNEET (HK) LIMITED
 DETAILED INCOME STATEMENT FOR MANAGEMENT INFORMATION PURPOSE
 FOR THE YEAR ENDED 31 MARCH 2023

	2023 HK\$	2022 HK\$
TURNOVER - trading of stationary	6,440,316	5,469,281
COST OF SALES	(6,185,738)	(5,285,233)
GROSS PROFITS	<u>254,578</u>	<u>184,048</u>
OTHER REVENUE - Interest income	477	2
OTHER INCOME - Exchange gain	3,195	-
ADMINISTRATIVE EXPENSES		
Accounting fee	12,000	12,000
Auditor's remuneration	12,000	12,000
Bank charges -	14,255	6,791
Business registration fee	150	250
Consultancy fee	113,275	119,075
Courier fee	-	276
Exchange loss	-	11,742
Inspection fee	13,555	13,333
Secretarial fee	1,855	1,750
Telecommunication fee	1,864	-
	<u>(168,954)</u>	<u>(177,217)</u>
PROFIT FROM OPERATION	<u>89,296</u>	<u>6,833</u>
FINANCE COST	-	(30)
PROFIT BEFORE TAXATION	<u>89,296</u>	<u>6,803</u>
TAXATION	-	-
PROFIT AFTER TAXATION	<u>89,296</u>	<u>6,803</u>
RETAINED PROFITS BROUGHT FORWARD	(164,128)	(170,931)
RETAINED PROFITS CARRIED FORWARD	<u>(74,831)</u>	<u>(164,128)</u>