

NAVNEET (HK) LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

LIN KING WAI

CERTIFIED PUBLIC ACCOUNTANT
(PRACTISING)

練經緯
執業會計師

The directors hereby present their report and the audited financial statements for the year ended 31 March 2025.

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 2025 is set out in the financial statements on pages 6 to 11.

DIVIDENDS

The director did not recommend any dividend for the year.

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:

GANGWANI, POONAM MAHESH

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.

MATERIAL INTEREST IN TRANSACTIONS, ARRANGEMENT OR CONTRACTS

No transaction, arrangement or contacts of significance to which the Company was a party and in which a director of the Company or an entity connected with a director had a material interest, whether directly or indirectly, subsisted at the end of the period or at any time during the period.

MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the business of the Company were entered into or existed during the period.

ARRANGEMENT TO PURCHASE SHARES OR DEBENTURES.

At no time during the period was the Company a party to any arrangements to enable the directors of the company to acquire benefits by means of the acquisition of shares in, or debentures of the company or any other body corporate.

BUSINESS REVIEW

The company falls within reporting exemption for the financial year. Accordingly, the Company was exempted from preparing a business review in accordance with Section 388(3)(a) and schedule 5 to the Companies Ordinance.

EQUITY-LINKED ARRANGEMENTS

During the financial year, the Company did not enter into any equity-linked agreements.

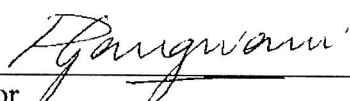
PERMITTED INDEMNITY PROVISION

During the financial year and at the time of approval of this report, there are no permitted indemnity provisions in force for the benefit of one or more directors of the Company.

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
GANGWANI, POONAM MAHESH
Hong Kong 14 MAY 2025

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 6 to 11, which comprise the statement of financial position as at 31 March 2025, 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 ("HKSAs") 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.

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 HKSAs 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 HKSAs, 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)

練經緯 執業會計師

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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)

Practising Certificate Number: P04482

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

14 MAY 2025

NAVNEET (HK) LIMITED
INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2025

	NOTES	2025 HKD	2024 HKD
TURNOVER	3	11,977,689	19,916,838
COST OF SALES		(11,338,041)	(18,661,936)
GROSS PROFITS		639,648	1,254,902
OTHER REVENUE	3	23,552	25
OTHER INCOME		2	7,289
OTHER OPERATING EXPENSES		(112,711)	(153,201)
ADMINISTRATIVE EXPENSES		(41,888)	(43,792)
PROFIT FROM OPERATION		508,603	1,065,223
FINANCE COST	4	(788,612)	(344,721)
(LOSS) PROFIT BEFORE TAX	5	(280,009)	720,502
INCOME TAX EXPENSE	7	(37,016)	(77,444)
(LOSS) PROFIT AFTER TAX		(317,025)	643,058

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 2025

	NOTES	2025 HKD	2024 HKD
CURRENT ASSETS			
Account receivables		5,937,250	14,035,742
Prepayments, deposits and other receivables		59,540	744,690
Bank balances		2,245,088	2,116,736
		8,241,878	16,897,168
CURRENT LIABILITIES			
Account payables		-	2,159,787
Accruals and other payables		34,784	18,890
Loan from ultimate holding company	8	7,451,332	13,682,721
Tax payable		114,460	77,444
		(7,600,576)	(15,938,842)
NET CURRENT ASSETS		641,302	958,325
SHARE CAPITAL	9	390,100	390,100
RETAINED PROFIT	10	251,202	568,226
		641,302	958,326

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


Director
GANGWANI, POONAM MAHESH


Director
SAMPAT, DILIP CHATRABHUJ

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) Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

(c) 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.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONTINUED)

(d) 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.

(e) 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

	2025 HKD	2024 HKD
An analysis of the Company's revenue is as follows:		
TURNOVER –Sales of goods	11,977,689	19,916,838
OTHER REVENUE – Interest income	23,552	7,289
TOTAL REVENUE	<u>12,001,241</u>	<u>19,924,127</u>

4 FINANCE COST

	2025 HKD	2024 HKD
Interest on bank loan and overdraft	-	-
Interest on loan from ultimate holding company	788,612	344,721
	<u>788,612</u>	<u>344,721</u>

5 PROFITS BEFORE TAX

Profits before tax is arrived at	2025	2024
	HKD	HKD
After crediting the following item:		
Exchange gain	2	25
And after charging the following item		
Cost of inventories sold	11,338,041	18,661,936

6 DIRECTORS' REMUNERATION

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

	2025	2024
	HKD	HKD
Fees	-	-
Other emoluments	-	-

7 INCOME TAX EXPENSE

Hong Kong Profits Tax has been provided at the policy as mentioned below and after deducted the tax exemption imposed by the Hong Kong Government.

Hong Kong Profits Tax has been calculated at the rate of 8.25% (2024: 8.25%) on first HKD2,000,000 of the Company's estimated assessable profits and at 16.5% (2024: 16.5%) on rest of the estimated assessable profits for the year.

	2025	2024
	HKD	HKD
Profits Tax for the year	40,016	80,444
Profits Tax exempted	(3,000)	(3,000)
Net Profits Tax provided for the year	37,016	77,444

NAVNEET (HK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

8 LOAN FROM ULATIMATE HOLDING COMPANY

	2025 HKD	2024 HKD
Loan principal	6,318,000	13,338,000
Interest payable	1,133,332	344,721
	<u>7,451,332</u>	<u>13,682,721</u>

The amount due is unsecured, interest bearing at 8.5% per annum and have no fixed repayment terms.

9 SHARE CAPITAL

	2025 HKD	2024 HKD
390,100 ordinary shares issued and fully paid	<u>390,100</u>	<u>390,100</u>

10 CHANGES IN EQUITY

	Share capital HKD	Retained profits HKD	Total HKD
At 31 March 2024	390,100	568,227	958,327
Loss for the year	-	(317,025)	(317,025)
At 31 March 2025	<u>390,100</u>	<u>251,202</u>	<u>641,302</u>

11 ULTIMATE HOLDING COMPANY

In the opinion of the board of directors, the ultimate company of the company is NAVNEET EDUCATION LIMITED a company incorporated in India.

12 APPROVALS OF FINANCIAL STATEMENTS

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

14 MAY 2025

NAVNEET (HK) LIMITED
 DETAILED INCOME STATEMENT FOR MANAGEMENT INFORMATION PURPOSE
 FOR THE YEAR ENDED 31 MARCH 2025

	2025 HKD	2024 HKD
TURNOVER - trading of stationary	11,977,689	19,916,838
COST OF SALES	(11,338,041)	(18,661,936)
GROSS PROFITS	639,648	1,254,902
OTHER REVENUE - Interest income	23,552	7,289
OTHER INCOME - Exchange gain	2	25
OTHER OPERATING EXPENSES		
Consultancy fee	106,330	108,759
Courier fee	-	446
Documentation fee	-	450
Inspection fee	5,749	43,546
Insurance	632	-
	(112,711)	(153,201)
ADMINISTRATIVE EXPENSES		
Accounting fee	12,000	12,000
Auditor's remuneration	12,000	12,000
Bank charges	13,083	13,932
Business registration fee	2,200	2,150
Secretarial fee	2,605	3,710
	(41,888)	(43,792)
PROFIT FROM OPERATION	508,603	1,065,223
FINANCE COST –		
Interest on loans from ultimate holding company	(788,612)	(344,721)
(LOSS) PROFIT BEFORE TAX	(280,009)	720,502
INCOME TAX EXPENSE	(37,016)	(77,444)
(LOSS) PROFIT AFTER TAX	(317,025)	643,058
RETAINED PROFITS BROUGHT FORWARD	568,227	(74,831)
RETAINED PROFITS CARRIED FORWARD	251,202	568,227