

# DIVYADHAN RECYCLING INDUSTRIES LIMITED

(Formerly Known as Divyadhan Recycling Industries Private Limited and Divyadhan Consultants Private Limited)  
**Reg. Off.:1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400072**

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Date: 24.06.2025

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: Clarification on Audited Standalone Financial Results submitted for the Quarter and Financial year ended 31<sup>st</sup> March, 2025.**

This is with reference to the above mentioned subject and your email dated June 23, 2025, seeking clarification on Quick result submitted to the Exchange dated May 30, 2025 for the Quarter and Financial year ended 31<sup>st</sup> March, 2025. We hereby submit our reply as follows:

**Query: Financial Results not signed by authorized signatory/ies.**

**Clarification:** As per regulation 33 (2) (b) Financial Results submitted to stock exchange shall be signed by the chairperson or managing director, or a whole time director or in the absence of all of them; it shall be signed by any other director of the listed entity who is duly authorized by the board of directors to sign the financial results. In this regard I would like to clarify that our company have managing director Mr. Varun Gupta to sign the financial results.

**Query: Financial results submitted is not as per format prescribed by SEBI- Balancing Figure note missing.**

**Clarification:** We have erroneously missed out the Balancing Figure Note and therefore we hereby submit the following note in Point no. 6 in the Standalone Financial Results for the Quarter and Financial Year ended 31st March, 2025.

*“The results for the Quarter ended 31st March, 2025 is a differential figure between the Audited financials for the financial year ended 31st March 2025 and Un-Audited figures for Six months ended 30th September, 2024”.*

**Query: Machine Readable Form/ Legible copy of financial result not submitted.**

**Clarification:** we wish to inform the exchange that the financial results of Divyadhan Recycling Industries Limited (“the Company”) for the period ending March 31, 2025 submitted with the stock exchanges on May 30, 2025 was in Machine readable/ searchable format. However, due to average quality of the print of the results, the scanned file was not clear enough.

Accordingly, Please find enclosed herewith the legible copy of the financial results of the Company for the Financial year ended March 31, 2025.

## **DIVYADHAN RECYCLING INDUSTRIES LIMITED**

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

**Reg. Off.:1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400072**

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**Query: Financial results not submitted within 30 minutes or 3 hours from the end of board meeting (as may be applicable).**

**Clarification:** In this regard would like to clarify that due to technical issues we were unable to submit financial results within 30 minutes from the end of the board meeting.

We sincerely apologize for the inconvenience caused and thank you for your understanding.

You are requested to kindly consider the above explanation and take the same on your record.

Thanking You.

Yours faithfully,

**For Divyadhan Recycling Industries Limited**

PRAMOD  
KUMAR  
GUPTA

Digitally signed by  
PRAMOD KUMAR  
GUPTA  
Date: 2025.06.24  
18:14:24 +05'30'

**Pramod Kumar Gupta**

Company Secretary & Compliance Officer

## 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.





## **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**





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**

*S. Amarnath*

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





## 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 31<sup>st</sup> 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.





- 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





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 45-1A 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

*S. Amarnath Sharma*

**Proprietor**  
**CA Amarnath Sharma**  
**M.N. 039579**  
**Place – Mumbai**  
**Date – 30<sup>th</sup> 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**

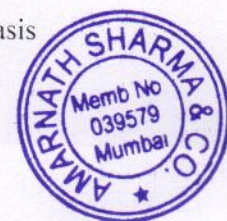
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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.





### **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

*S. Amarnath Sharma*

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





# अमरनाथ शर्मा एन्ड कं.

चार्टर्ड अकाउंटन्ट्स



सी.ए. अमरनाथ शर्मा

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

May 30<sup>th</sup>, 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 ('IPO') 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 5th 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 31 <sup>st</sup> 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                              |





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. Arun*

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



UDIN:- 25039579BMNYCU9805



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

Divyadhan Recycling Industries Limited

Place: Mumbai  
Date : 30th May, 2025

Varun Gupta  
DIN : 00471296  
(Director)



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

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

| Particulars   | Figures for the half year ended on |                |                |                | ₹ Lakh                  |                         |
|---|------------------------------------|----------------|----------------|----------------|-------------------------|-------------------------|
|   | 31.03.2025                         | 30.09.24       | 31.03.24       | 30.09.23       | Financial year ended on | Financial year ended on |
|   | (Audited)                          | (Un-Audited)   | (Audited)      | (Un-Audited)   | 31.03.25                | 31.03.24                |
| <b>Revenue</b>  |                                    |                |                |                |                         |                         |
| Revenue from operations   | 2806.08                            | 3142.16        | 2849.81        | 2763.17        | 5948.23                 | 5612.99                 |
| Other Income  | 3.20                               | 60.92          | 103.72         | 196.52         | 64.12                   | 300.23                  |
| <b>Total Revenue</b>  | <b>2809.27</b>                     | <b>3203.08</b> | <b>2953.53</b> | <b>2959.69</b> | <b>6012.35</b>          | <b>5913.22</b>          |
| <b>Expenses</b>   |                                    |                |                |                |                         |                         |
| Cost of Material Consumed   | 2782.20                            | 2662.70        | 2685.98        | 2382.35        | 5444.90                 | 5068.33                 |
| Changes in inventories of finished goods  | -249.27                            | 78.40          | -44.83         | 67.32          | -170.87                 | 22.50                   |
| Financial Costs   | 2.60                               | 27.03          | 30.65          | 33.97          | 29.63                   | 64.61                   |
| Employee Benefits Expenses  | 47.72                              | 74.22          | 51.44          | 50.92          | 121.94                  | 102.36                  |
| Depreciation and Amortization Expense (Est)   | 30.13                              | 98.11          | 28.86          | 27.99          | 128.24                  | 56.85                   |
| Other Expenses  | 176.90                             | 65.49          | 108.76         | 57.16          | 242.40                  | 165.91                  |
| <b>Total Expenses</b>   | <b>2790.29</b>                     | <b>3005.94</b> | <b>2860.86</b> | <b>2619.70</b> | <b>5796.24</b>          | <b>5480.56</b>          |
| 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                  |
| <b>Tax expense:</b>   |                                    |                |                |                |                         |                         |
| (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   | <b>11.81</b>                       | <b>141.82</b>  | <b>58.92</b>   | <b>247.80</b>  | <b>153.62</b>           | <b>306.72</b>           |
| <b>Other Comprehensive Income for the period</b>  |                                    |                |                |                |                         |                         |
| 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         |                                    |                |                |                |                         |                         |
| <b>Total Comprehensive income for the period</b>  | <b>11.81</b>                       | <b>141.82</b>  | <b>58.92</b>   | <b>247.80</b>  | <b>153.62</b>           | <b>306.72</b>           |
| 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:-**

- The above results were reviewed and recommended by the Audit Committee, for approval by the Board, as its meeting held on 30<sup>th</sup> May, 2025 and were approved and taken on record at the meeting of the Board of Directors of the company held on that date.
- 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.
- 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.
- Figures for previous half year/year have been regrouped/restated where necessary.
- 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.
- The Results for the Quarter ended 31st March, 2025 is a differential figure between the Audited financials for the financial year ended 31st March, 2025 and Un-Audited figures for 6 months ended 30th September 2024.

For Divyadhan Recycling Industries Limited



Place: Mumbai  
Date: 30th May, 2025



**DIVYADHAN RECYCLING INDUSTRIES LIMITED**  
Cash Flow Statement for the year ended 31st March, 2025

₹ Lakh

| Particulars  | As at<br>31st March, 2025 | As at<br>31st March, 2024 |
|--|---------------------------|---------------------------|
| <b>Cash flow from operating activities:</b>                          |                           |                           |
| Net Profit before tax as per the statement of profit and loss        | 216.11                    | 432.66                    |
| Adjusted for:  |                           |                           |
| Depreciation and amortization expense                                | 128.24                    | 56.85                     |
| Adjustment in Depreciation   | -                         | -                         |
| Interest received  | (2.73)                    | (0.55)                    |
| Finance cost   | 29.63                     | 64.61                     |
| Provision for Gratuity   | 0.74                      | 11.40                     |
| <b>Cash generated from operations before working capital changes</b> | <b>372.00</b>             | <b>564.98</b>             |
| <b>Movements in working capital:</b>                                 |                           |                           |
| (Increase) / Decrease in trade receivables                           | (115.25)                  | (144.36)                  |
| (Increase) / Decrease in Short Term Loans and Advances               | (22.09)                   | (12.31)                   |
| (Increase) / Decrease in Other Current Assets                        | (199.49)                  | (100.33)                  |
| (Increase) / Decrease in Inventories                                 | (765.02)                  | 32.71                     |
| (Decrease) / Increase in Short Term Borrowing                        | (422.97)                  | 78.24                     |
| (Decrease) / Increase in Trade Payables                              | 81.74                     | (20.35)                   |
| (Decrease) / Increase in Short Term Provision                        | (68.85)                   | 7.81                      |
| (Decrease) / Increase in Other Current Liabilities                   | (0.75)                    | (4.30)                    |
| <b>Cash Generated from Operations</b>                                | <b>(1,140.67)</b>         | <b>402.09</b>             |
| Taxes paid (Net of refund)   | 38.84                     | 102.87                    |
| <b>Net cash generated from operating activities</b>                  | <b>(1,179.51)</b>         | <b>299.22</b>             |
| <b>Cash flow from investing activities:</b>                          |                           |                           |
| Purchase of Fixed Assets   | (1,015.25)                | (218.17)                  |
| Sales Of Fixed Assets  | -                         | -                         |
| Proceed from sale of Investment                                      | -                         | -                         |
| Long term loan & advance   | -                         | -                         |
| Security Deposit   | -                         | -                         |
| Interest income  | 2.73                      | 0.55                      |
| <b>Net cash used in investing activities</b>                         | <b>(1,012.52)</b>         | <b>(217.62)</b>           |
| <b>Cash flow from financing activities:</b>                          |                           |                           |
| Share issue money received   | 2416.64                   | 200.00                    |
| IPO Issue Expense  | (345.07)                  | -                         |
| Repayment of Term loan   | -                         | -                         |
| Borrowing /Repayment) from Bank / Related party                      | (48.08)                   | (17.15)                   |
| Deposit given for Lease  | -                         | -                         |
| Finance cost   | (29.63)                   | (64.61)                   |
| <b>Net cash used in financing activities</b>                         | <b>1993.86</b>            | <b>118.24</b>             |
| Net increase / (decrease) in cash and cash equivalents               | (198.17)                  | 199.84                    |
| Cash and cash equivalents as at the beginning of the year            | 200.50                    | 0.65                      |
| Cash and cash equivalents as at the end of the year                  | 2.32                      | 200.50                    |
| <b>Cash and cash equivalent comprises of :</b>                       |                           |                           |
| Cash in hand   | 0.95                      | 0.06                      |
| Balance with banks   | 1.37                      | 200.43                    |
| Deposits with Bank having maturity less than a year                  | -                         | -                         |
| <b>Total</b>   | <b>2.32</b>               | <b>200.50</b>             |

**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 Divyadhan Recycling Industries Limited

Place: Mumbai  
Date : 30th May, 2025

  
Varun Gupta  
DIN: 00471296  
(Director)