

## INDEPENDENT AUDITOR'S REPORT

To,  
The Board of  
**Haique Stones Inc.**

### Report on the Audit of Financial Statements

#### Opinion

We have been appointed to audit the special purpose financial statement of the Haique Stones Inc. (The Company") being subsidiary of the parent as per the Indian GAAP. We have audited the special purpose financial statements of the Company, which comprise the Balance Sheet as at 31<sup>st</sup> March 2025, and Statement of Profit and Loss and the Cash Flow Statement for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "Financial Statements").

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31<sup>st</sup> March 2025, and of its financial performance for the year ended on 31<sup>st</sup> March 2025 in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI)

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SA) issued by ICAI. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

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

Management is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flow of the Company in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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.

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

**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 in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statement

**Restriction on Use and Distribution**

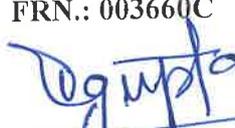
The financial statements dealt by this report have been prepared for the use in connection with the preparation of the consolidated financial statement of the parent and for no other purpose. These financial statements have been prepared to comply with the requirements of Indian GAAP only. We are not responsible for non-compliance of any local laws of the country in which the Company is incorporated.

The financial statements are not the statutory financial statements of the Company and are prepared for the purposes of including these financial statements in the consolidated financial statements of the parent and accordingly the presentation and disclosures to the extent applicable for that purpose have been included in these financial statements by the management and intended users of the financial statements for the purpose for which those have been prepared.

We have no obligation, responsibility, liability in respect of this report as Statutory Auditors of the Company and nothing in this report, nor anything said or done in course of or in connection with the services that are subject to this report, will extend any duty or care since we are not the statutory auditors of the Company.

As a result, these Accounts are not a complete set of financial statements in accordance with the accounting principles generally accepted in India. Our report is intended solely for the parent, for the purpose of consolidation and should not be distributed to any other party other than the parent.

*For A. Bafna & Co.*  
**Chartered Accountants**  
FRN.: 003660C

  
CA Vivek Gupta  
Partner

M No. 400543

UDIN: 25400543BMLIGL7170



Place: Udaipur

Date: 15<sup>th</sup> May 2025

# Haique Stones Inc.

## Balance Sheet

As at 31 March 2025

Currency : in US Dollars (USD)

Particulars	Note	31 March 2025	31 March 2024
<b>A EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	3	10,000	10,000
Reserves and surplus	4	112,688	85,848
<b>Current liabilities</b>			
Short-term borrowings		-	-
Trade payables	5	2,061,098	1,615,833
Other current liabilities	6	66,909	1,221,501
<b>TOTAL</b>		<b>2,250,695</b>	<b>2,933,182</b>
<b>B ASSETS</b>			
<b>Non-current assets</b>			
Long-term loans and advances	7	170,000	110,000
<b>Current assets</b>			
Inventories	8	978,693	1,336,673
Trade receivables	9	657,182	1,467,182
Cash and cash balances	10	423,318	19,327
Short-term loans and advances	11	21,502	-
<b>TOTAL</b>		<b>2,250,695</b>	<b>2,933,182</b>
Significant accounting policies	2		
Notes to accounts			

The accompanying notes are integral part of these financial statements

As per our report attached

For **A. Bafna & Co.**

Chartered Accountants

Firm Reg. No. : 003660C

For and on behalf of Board of Directors of

**Haique Stones Inc.**

8 The Green, STE-A Dover, Delaware-19901, Kent, USA

EIN : 37-2013534


**Vivek Gupta**  
Partner

Membership Number : 400543

Place : Udaipur

Date : 15/05/2025

  
**Nitin Gattani**  
Director

Place : Udaipur

Date : 15/05/2025

  
**Sunil Lunawath**  
Director

Place : Udaipur

Date : 15/05/2025



# Haique Stones Inc.

## Statement of Profit and Loss for the year ended 31 March 2025

Currency : in US Dollars (USD)

Particulars	Note	For the year ended 31 March 2025	For the year ended 31 March 2024
1 Revenue from operations	11	13,013,034	11,885,335
2 Other income		-	-
3 Total revenue (1+2)		<u>13,013,034</u>	<u>11,885,335</u>
4 Expenses			
(a) Cost of materials consumed		-	-
(b) Purchases of stock-in-trade	12	11,949,326	11,136,398
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	13	357,980	(161,687)
(d) Employee benefits expenses		-	-
(e) Finance costs	14	2,035	6,896
(f) Depreciation and amortisation expenses		-	-
(g) Other expenses	15	665,513	875,413
Total expenses		<u>12,974,854</u>	<u>11,857,020</u>
5 Profit/ (Loss) before exceptional and extraordinary items and tax (3 - 4)		38,180	28,315
6 Exceptional items		-	-
7 Profit / (Loss) before extraordinary items and tax (5 ± 6)		38,180	28,315
8 Extraordinary items		-	-
9 Profit / (Loss) before tax (7 ± 8)		38,180	28,315
10 Tax expense:			
(a) Current tax expense for current year		(11,340)	(8,410)
(b) Deferred tax expenses		-	-
(c) Prior year(s)		-	-
11 Profit / (Loss) from continuing operations (9 ± 10)		26,840	19,905
12 Profit / (Loss) for the year		<u>26,840</u>	<u>19,905</u>
Earning per equity share of face value of USD 1 each			
Basic and diluted	18	2.68	1.99
Significant accounting policies	2		
Notes to accounts			

As per our report attached

For A. Bafna & Co.

Chartered Accountants

Firm Reg. No. : 003660C



Vivek Gupta

Partner

Membership Number : 400543

Place : Udaipur

Date : 15/05/2025

For and on behalf of Board of Directors of

Haique Stones Inc.

8 The Green, STE-A Dover, Delaware-19901, Kent, USA

EIN : 37-2013534

Nitin Gattani

Director

Place : Udaipur

Date : 15/05/2025

Sunil Lunawath

Director

Place : Udaipur

Date : 15/05/2025



# Haique Stones Inc.

## Cash Flow Statement

for the year ended 31 March 2025

Currency : in US Dollars (USD)

Particulars		For the year ended 31 March 2025	For the year ended 31 March 2024
<b>A Cash flow from operating activities</b>			
Profit/(Loss) before tax		38,180	28,315
Adjustments for:			
Finance cost		2,035	6,896
<b>Operating profit before working capital changes</b>		<b>40,215</b>	<b>35,211</b>
Changes in working capital and other provisions			
Increase/ (Decrease) in trade payables		445,265	438,203
(Decrease)/ Increase in other current liabilities		(1,135,469)	732,508
Increase in long-term loan and advances		(60,000)	(60,000)
(Increase)/ Decrease in inventories		357,980	(161,687)
(Increase) in trade receivables		810,000	(973,934)
<b>Cash generated from operations</b>		<b>457,991</b>	<b>10,301</b>
Less: Income-tax paid (net)		(51,965)	(2,082)
<b>Net cash flow from operating activities (A)</b>		<b>406,026</b>	<b>8,219</b>
<b>B Cash flow from investing activities</b>			
<b>Net cash (used in) investing activities (B)</b>		<b>-</b>	<b>-</b>
<b>C Cash flow from financing activities</b>			
Issue of shares		-	10,000
Finance expenses paid		(2,035)	(6,896)
<b>Net cash flow from/ (used in) financing activities (C)</b>		<b>(2,035)</b>	<b>3,104</b>
<b>D Net increase/ (decrease) in cash and cash equivalents</b>		<b>403,991</b>	<b>11,323</b>
Add: Cash and cash equivalents at the beginning of the year		19,327	8,004
<b>E Cash and cash equivalents at the end of the year</b>		<b>423,318</b>	<b>19,327</b>

### Note:

The above Cash flow Statement has been prepared using Indirect method of preparation of Cash flow statement as per AS-3

The accompanying notes are integral part of these financial statements

As per our report attached

**For A. Bafna & Co.**

Chartered Accountants

Firm Reg. No. : UU366UL

For and on behalf of Board of Directors of

**Haique Stones Inc.**

8 The Green, STE-A Dover, Delaware-19901, Kent, USA

EIN : 37-2013534

*Vivek Gupta*

Vivek Gupta

Partner

Membership Number : 400543

Place : Udaipur

Date : 15/05/2025



*Nitin Gattani*

Nitin Gattani

Director

Place : Udaipur

Date : 15/05/2025

*Sunil Lunawath*

Sunil Lunawath

Director

Place : Udaipur

Date : 15/05/2025



# Haique Stones Inc.

## Notes to financial statements

for the year ended 31 March 2025

Amount in US Dollars (USD)

### 1 Background of the Company:

Haique Stones Inc ('the Company'), is a C-Corporation entity registered in the Delaware State of the United States Of America. The Company was incorporated on Aug 6th, 2021 however its operations were started in August 2022. The Company is Wholly Owned Subsidiary (WOS) of Esprit Stones Limited (formerly known as Esprit Stones Private Limited), India. The Company is into trading of engineered stones in the USA, it imports majorly from its group companies and sell it to distributors, warehouses and businesses in various states of the USA.

### 2 Significant accounting policies

#### 2.1 Preparation of Financial Statements

##### I) Basis of Preparation of Financial Statements

These financial statements are prepared under the historical cost convention on accrual basis to comply in all material aspects and in accordance with Indian Generally Accepted Accounting Principles (GAAP), which comprises of mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The accounting policies have been consistently applied by the Company unless otherwise stated. These financial statements are prepared in functional currency of the Company i.e. USD.

##### II) Purpose of Preparation of Financial Statements

These financial statements of foreign entity are prepared for the purpose limited purpose for preparation of Consolidated Financial Statements of its Holding Company Esprit Stones Limited.

#### 2.2 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. The examples of such estimates include, the useful life of tangible and intangible fixed assets, allowances for doubtful debts / advances, future obligations in respect of retirement benefit plans etc. Actual results may differ from the estimates and assumptions and in such case, the difference is recognised in the period in which the results are known.

#### 2.3 Revenue Recognition

- (a) The company recognises revenues on the sale of products, net of discounts, when the products are dispatched / delivered to the customer/ dealer or when delivered to the carrier for export sales, which is when risks and rewards of ownership pass to the customer/ dealer.
- (b) Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection.
- (c) Interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (d) Dividend income is recognized when the company's right to receive dividend is established.
- (e) Export entitlements under the duty remission scheme are recognized as income when the credit as per the terms of the scheme is received in respect of the exports made.

#### 2.4 Recognition of Expenditure

Expenses are accounted for on an accrual basis and provision is made for all known losses and liabilities.



# Haique Stones Inc.

## Notes to consolidated financial statements (continued)

for the year ended 31 March 2025

Amount in US Dollars (USD)

### 2.5 Tangible fixed assets

- (a) Tangible fixed assets are stated at cost less accumulated depreciation and impairment loss, if any.
- (b) The cost of Fixed Asset comprises its purchase price including non-refundable taxes & duties and directly attributable cost of bringing the asset (including leasehold improvements) to its working condition for its intended use. Subsequent upgradation / enhancements which results in an increase in the future benefits from such assets, beyond the previously assessed standard of performance, are also capitalised. Machinery spares which can be used only in connection with an item of tangible assets and whose use is not regular nature are written off over the estimated useful life of relevant assets.
- (c) All costs, including borrowing costs till commencement of commercial production, attributable to fixed assets are capitalized.

### 2.6 Intangible Assets and amortization

Intangible assets are stated at cost less accumulated amortization. Intangible assets are amortized on a straight line basis over their estimated useful life of 5 years

### 2.7 Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

### 2.8 Capital Work-in-Progress

Capital work-in-progress comprises cost of fixed assets that are not yet ready for their intended use at the balance sheet date.

### 2.9 Depreciation and amortization

#### (a) Owned assets

- (i) Depreciation on fixed assets is provided on straight line method, at the rates and in the manner prescribed in Schedule II to the Companies Act, 2013. In case of plant and machinery used for double or triple shift, depreciation is increased to 150% and 200% of normal depreciation respectively.
- (ii) Significant components of assets having a life shorter than the main asset, if any is depreciated over the shorter life.

#### (b) Leased assets:

- (i). Leasehold lands are amortised over the period of lease.
- (ii). Buildings constructed on leasehold land are depreciated based on the useful life specified in Schedule II to the Companies Act, 2013, where the lease period is beyond the life of the building.
- (iii). In other cases, buildings constructed on leasehold lands are amortized over the primary lease period of the lands.

### 2.10 Investments

Current investments that are readily realisable and are intended to be held for not more than one year from the date on which such investments are made, are carried at lower of cost and quoted / fair value, computed category wise. Long Term Investments are stated at cost. However, provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

### 2.11 Inventories

Inventories are valued at the lower of cost and net realizable value. Obsolete, slow moving and defective inventories are identified at the time of physical verification and necessary provision is made for such inventories. The cost is determined using the weighted average cost method for all categories of inventories. Cost includes in case of Raw materials, Stores & spares, Packing material and consumables the purchase price and attributable direct cost less discounts. In case of Work-in-Progress and finished goods cost includes direct labour, material costs and production overheads



# Haique Stones Inc.

## Notes to consolidated financial statements (continued)

for the year ended 31 March 2025

Amount in US Dollars (USD)

### 2.12 Foreign Currency Transactions

- (a) Transactions denominated in foreign currencies are normally recorded on the initial recognition in the reported currency using the exchange rates prevailing on the date of transaction.
- (b) Monetary assets & liabilities denominated in foreign currencies are restated at the appropriate rates of exchange prevailing on the date of Balance Sheet. Resultant gain or loss is accounted in the period in which they arise
- (c) Any income or expense on account of exchange difference either on settlement or on translation of monetary items are recognized in the Statement of Profit and Loss for the period in which they arise
- (d) In respect of Forward Exchange contracts entered into to hedge foreign currency risks, the difference between the forward rate and exchange rate at the inception of the contract is recognized as income or expense over the life of the contract. Further, the exchange differences arising on such contracts are recognized as income or expense along with the exchange differences on the underlying assets / liabilities. Further, in case of other contracts with committed exchange rates, the underlying is accounted at the rate so committed. Profit or loss on cancellations / renewals of forward contracts is recognized during the year. In case of option contracts, the losses are accounted on mark to market basis.

### 2.13 Earning Per Share

Basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

### 2.14 Borrowing Cost

Interest and other borrowing costs attributable to qualifying assets are capitalized. A qualifying asset is an asset that necessarily requires a substantial period of time (generally over 12 months) to get ready for its intended use or sale. Other interest and borrowing costs are charged to statement of Profit & Loss.

### 2.15 Employee Benefits

#### (a) Short Term Employee Benefits:

All employee benefits payable wholly within 12 months of rendering service are classified as short term employee benefit. Benefits such as Salaries, Wages, performance incentives, expected cost of bonus, exgratia are recognised during the period in which employee renders related service.

#### (b) Post-employment Benefits:

Defined contribution plans: Company's contribution paid / payable during the year to employees state insurance scheme, Provident Fund and Labour welfare fund are recognised during the period.

Defined benefit plans: For defined benefit schemes in the form of gratuity fund, provident fund and post retirement medical benefits, the cost of providing benefits is determined using the Project Unit Credit Method, with actuarial valuations being carried out at each balance sheet date, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discounting rate used for determining the present value of the obligation under defined benefit plans, is based on the market yields on government securities as at the balance sheet date, having maturity periods approximately to the terms of related obligations.

Actuarial gains/losses are recognised in full in the statement of profit and loss, for the period in which they occur.

Past service cost is recognised immediately to the extent that the benefits are already vested, and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligations recognised in the balance sheet represents that present value of the defined benefit obligation as adjusted for unrecognised past service cost and as reduced by the fair value of the scheme of assets.

#### (c) Long-term employee benefits:

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the balance sheet date.

#### (d) Termination benefits

Termination benefits are recognised as an expense in the period in which they are incurred.



# Haique Stones Inc.

## Notes to consolidated financial statements (continued)

for the year ended 31 March 2025

Amount in US Dollars (USD)

### 2.16 Leases

A lease is classified at the inception date as finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. The Company as a lessee:

(i) **Operating lease:** Rentals payable under operating leases are charged to the statement of profit and loss on a straight line basis over the term of the relevant lease.

(ii) **Finance leases:** Finance leases are capitalised at the commencement of lease, at the lower of the fair value of the property or the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income over the period of the lease.

### 2.17 Provisions, Contingent Liabilities, Contingent Assets and commitments

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

#### (b) Contingent Liabilities:

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

#### (c) Contingent Assets:

Contingent Assets are neither recognised nor disclosed in the financial statements

#### (d) Commitments:

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets

### 2.18 Accounting for Taxes on Income

#### Current tax

Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions the applicable US Tax Laws

### 2.19 Government Grants

The Company has received government grants related to revenue expenses, which are deducted from related revenue expenses for the year.

### 2.20 Cash and Cash Equivalents

Cash comprises cash on hand and demand deposits with banks

Cash equivalents are short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value



# Haique Stones Inc.

## Notes to financial statements (continued)

for the year ended 31 March 2025

Currency : in US Dollars (USD)

	31 March 2025	31 March 2024
<b>3 Equity Share Capital</b>		
(a) Authorised share capital		
10,000 equity shares of USD 1 each	10,000	10,000
(b) Issued, subscribed and paid up share capital		
10,000 equity shares of USD 1 each	10,000	10,000
	<u>10,000</u>	<u>10,000</u>

(c) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:

Equity Shares	31 March 2025		31 March 2024	
	No of shares	Amount	No of shares	Amount
At the beginning of the period	10,000	10,000	-	-
Add: Issued during the period	-	-	10,000	10,000
At the end of the period	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>

(d) The company has only one class of shares referred to as equity shares having at par value USD 1 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the ordinary shareholders are entitled to receive the remaining assets of the company after payment of all preferential amounts, in proportion to their shareholdings.

(e) The Company's ultimate holding company/ parent company is Esprit Stones Limited [Formerly known as Esprit Stones Private Limited].

(f) No Ordinary Shares have been reserved for issue under options and contracts/commitments for the sale of shares/disinvestments as at the Balance Sheet date.

(g) No Shares have been bought back by the company during the period of 5 years preceeding the date as at which the Balance Sheet is prepared.

(h) No Securities converted into Equity/preference Shares have been issued by the Company during the year.

(i) No Calls are unpaid by any Director or Officer of the Company during the year.

(j) Details of shares held by each shareholder holding more than 5% shares:

Equity Shares	31 March 2025		31 March 2024	
	No of shares	% Holding	No of shares	% Holding
Esprit Stones Limited (Formerly known as Esprit Stones Private Limited)	10,000	100.00%	10,000	100.00%
	<u>10,000</u>	<u>100.00%</u>	<u>10,000</u>	<u>100.00%</u>

(k) Details of shares held by promoters at the end of the year

Equity Shares	31 March 2025			31 March 2024		
	Number of shares	% of total shares	% change	Number of shares	% of total shares	% change during the year
Esprit Stones Limited (Formerly known as Esprit Stones Private Limited)	10,000	100.00%	0.00%	10,000	100.00%	100.00%
	<u>10,000</u>	<u>100.00%</u>	<u>0.00%</u>	<u>10,000</u>	<u>100.00%</u>	<u>100.00%</u>

## 4 Reserves and surplus

### (a) Surplus in Statement of Profit and Loss

	31 March 2025	31 March 2024
Balance at the beginning of the period	85,848	65,943
Add: Profit for the period	26,840	19,905
Balance at the end of the period	<u>112,688</u>	<u>85,848</u>
	<u>112,688</u>	<u>85,848</u>



# Haique Stones Inc.

## Notes to financial statements (continued)

for the year ended 31 March 2025

Currency : in US Dollars (USD)

31 March 2025 31 March 2024

<b>5 Trade Payables</b>		
(a) total outstanding dues of micro and small enterprises; and	-	-
(b) total outstanding dues of other than micro and small enterprises	2,061,098	1,615,833
	<u>2,061,098</u>	<u>1,615,833</u>
<b>6 Other current liabilities</b>		
Advances from customers	49,291	1,186,301
Provision for expenses	2,541	1,000
Provision for taxes	15,077	34,200
	<u>66,909</u>	<u>1,221,501</u>
<b>7 Long-term loans and advances</b>		
<i>Unsecured and considered good</i>		
Security deposit - Others	170,000	110,000
	<u>170,000</u>	<u>110,000</u>
<b>8 Inventories</b>		
<i>Lower of cost or net realisable value</i>		
Finished goods (in transit)	978,693	1,336,673
	<u>978,693</u>	<u>1,336,673</u>
<b>9 Trade receivables</b>		
<i>(Unsecured and considered good)</i>		
Receivables outstanding for a period exceeding six months	-	-
Other receivables	657,182	1,467,182
	<u>657,182</u>	<u>1,467,182</u>
<b>10 Cash and bank balances</b>		
<b>(a) Cash and cash equivalents</b>		
Cash-in-hand	-	-
Balance with banks in current accounts	423,318	19,327
	<u>423,318</u>	<u>19,327</u>
<b>(b) Other bank balances</b>		
Deposits with maturity more than 3 months but less than 12 months	-	-
	<u>-</u>	<u>-</u>
	<u>423,318</u>	<u>19,327</u>
<b>11 Short-term loans and advances</b>		
<i>Unsecured and considered good</i>		
Federal tax refund receivable	21,502	-
	<u>21,502</u>	<u>-</u>



# Haique Stones Inc.

## Notes to financial statements (continued)

for the year ended 31 March 2025

Currency : in US Dollars (USD)

	For the year ended 31 March 2025	For the year ended 31 March 2024
<b>11 Revenue from operations</b>		
Sale of products	13,013,034	11,885,335
	<u>13,013,034</u>	<u>11,885,335</u>
<b>12 Purchase of traded goods</b>		
Purchase of products	11,949,326	11,136,398
	<u>11,949,326</u>	<u>11,136,398</u>
<b>13 Changes in inventories of finished goods, work-in-progress and stock-in-trade</b>		
<b>Traded goods</b>		
Opening Stock	1,336,673	1,174,986
Less: Closing Stock	(978,693)	(1,336,673)
Changes in inventories of finished goods	<u>357,980</u>	<u>(161,687)</u>
<b>14 Finance expenses</b>		
Bank commission and charges	2,035	6,896
	<u>2,035</u>	<u>6,896</u>
<b>15 Other expenses</b>		
Selling and distribution expenses		
Transportation, ocean freight and clearing expenses	643,463	729,083
Other selling expenses	-	69,235
Other administrative expenses		
Legal and other professional expenses	19,400	75,529
Goods damaged by accidents	-	-
Miscellaneous expenses	2,650	1,566
	<u>665,513</u>	<u>875,413</u>



# Haique Stones Inc.

## Notes to financial statements (continued)

for the year ended 31 March 2025

Currency : in US Dollars (USD)

### 16 Contingent liabilities and commitments

The Company in the United States of America (USA) imports Quartz Surfaces from India. In the USA, the Quartz Surfaces from India is currently being imported under Anti-dumping duty (ADD) and Countervailing Duty (CVD) deposits. Further, based on the application from Importers and Exporters, The U.S. Department of Commerce (US-DOC) conducts an yearly Administrative Review (AR) of the ADD and CVD order on certain quartz surface products (quartz surface products) from India.

During the current year the applicable CVD deposit rates 2.17% and ADD deposit rates are reduced to 0.00% on import of quartz surfaces from India. Further, below is the status of Administrative Review (AR) of the ADD and CVD order on certain quartz surface products (quartz surface products) from India:

#### a) Countervailing Duty (CVD) on import of quartz surfaces from India

Period under review	Status of Review	Financial Impact on Company
Upto December 31, 2020	US DOC has finalised CVD rates	No impact
January 1, 2021 to December 31, 2021	Administrative Review rescinded	No impact
January 1, 2022 to December 31, 2022	Administrative Review rescinded	No impact
January 1, 2023 to December 31, 2023	Administrative Review rescinded*	No impact

\*as per US-Federal Register / Vol. 89, No. 203 / Monday, October 21, 2024 / Notices

#### b) Antidumping Duty (ADD) on import of quartz surfaces from India

Period under review	Status of Review	Financial Impact on Company
Upto 31 May 2021	US DOC has finalised ADD rates	No impact
June 1, 2021 to May 31, 2022	US DOC has finalised ADD rates	No impact
June 1, 2022 to May 31, 2023	US DOC has finalised ADD rates	No impact
June 1, 2023 to May 31, 2024	Administrative Review rescinded*	No impact

\*as per US-Federal Register / Vol. 89, No. 203 / Monday, October 21, 2024 / Notices

### 17 Related party transactions

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below

(a) List of related parties where control exists and related parties with whom transactions have taken place and relationships	For the year ended 31 March 2025	For the year ended 31 March 2024
<b>Ultimate Holding Company</b>		
<b>Esprit Stones Limited</b>		
Purchase of goods	11,414,713	9,953,533
Accounting outsource charges	18,000	70,700
 (b) Balances at the year end	 For the year ended 31 March 2025	 For the year ended 31 March 2024
<b>Payables:</b>		
Esprit Stones Limited	1,969,438	1,112,090



# Haique Stones Inc.

## Notes to financial statements (continued)

for the year ended 31 March 2025

Currency : in US Dollars (USD)

### 18 Earning per share

	For the year ended 31 March 2025	For the year ended 31 March 2024
Profit attributable to the equity shareholders (A)	26,840	19,905
Weighted average number of equity shares (B)	10,000	10,000
Basic and diluted earning per share (C = A/B)	2.68	1.99

19 Previous year's figures have been regrouped, rearranged and reclassified, wherever considered necessary, and are rounded off to nearest dollar, in order to confirm to the current year's presentation.

As per our report attached

For A. Bafna & Co.

Chartered Accountants

Firm Reg. No. : 003660C



Vivek Gupta

Partner

Date : 15/05/2025

For and on behalf of Board of Directors of

**Haique Stones Inc.**

8 The Green, STE-A Dover, Delaware-19901, Kent, USA

EIN : 37-2013534

Two blue ink signatures are shown. The first is "Nitin Gattani" and the second is "Sunil Lunawath".

Nitin Gattani

Director

Date : 15/05/2025

Sunil Lunawath

Director

Date : 15/05/2025

