Evidence Pack: PARADEEP PHOSPHATES LTD

Standalone · FY2024-25 (year to 2025-03-31) with FY2023-24 comparatives · Rs Crore · generated 2026-10-31

0 of 12 flags raised. Integrity checks: 2 of 2 passed (balance sheet balances; cash flow adds up).

Revenue from operations	Profit for the period	Total assets
Rs 13,820 Cr	**Rs 552 Cr**	**Rs 11,147 Cr**

Cash conversion (ongoing)	Debt to equity	Contingent liabilities to equity
2.51x	**1.06x**	**0.00%**

What deserves a closer look

✓ None of the checks raised a flag.

Checked and clear: Profit went up but operating cash flow went down, Receivables grew much faster than sales, Borrowings went up while cash could repay them, Less than 0.8 of ongoing profit arrived as cash, Interest cover below 3x, One-off gains make up more than 10% of profit, Auditor's report is qualified or has reservations, Contingent liabilities above 25% of equity, Contingent liabilities grew more than 50% in a year, Auditor fees grew much faster than revenue, Other income is more than 25% of profit before tax, Doubtful loans to related parties above 0.5% of equity.

Source: AR_XBRL_PARADEEP_28102025163947.xml · SHA-256 `f007500a358d065cdd51ceffbd187d244ea37bda53ef45da219e60249f5f7b2b`
Taxonomy: https://www.mca.gov.in/V3XBRL/2017/07/16/Taxonomy/Ind/in-ci-ent-2017-03-31.xsd · Definitions v1.4.1 · Generator v1.1.1
Every number in this pack is read from the XBRL filing above; nothing is estimated. Page 6 shows the inputs behind every flag.

2. Earnings quality: are the profits real?

Profitability and growth as filed, then whether profit turned into cash and how much came from outside the core business.

Profitability and growth

MEASURE	THIS YEAR	LAST YEAR	HOW IT IS CALCULATED (THIS YEAR)
Net profit margin Out of every Rs 100 of sales, how many rupees are left as profit.	4.00%	0.86%	`552.50 ÷ 13,820.21 × 100 = 4.00%`
EBITDA margin Operating earnings before interest, tax and depreciation, per Rs 100 of sales. Caution: Built from profit before tax, so it includes other income and any exceptional items.	9.89%	6.19%	`(753.13 + 362.29 + 251.81) ÷ 13,820.21 × 100 = 9.89%`
Return on equity Profit earned on every Rs 100 of the owners' money. Caution: Uses year-end equity, not the average of opening and closing.	13.55%	2.78%	`552.50 ÷ 4,077.20 × 100 = 13.55%`
Return on capital employed Profit before interest and tax earned on all long-term money in the business, owners' and lenders'. Caution: Uses year-end capital employed, not the average.	22.67%	11.41%	`(753.13 + 362.29) ÷ (11,146.64 - 6,226.21) × 100 = 22.67%`
Revenue growth How much sales grew compared with the year before.	19.40%	–	`(13,820.21 - 11,575.12) ÷ 11,575.12 × 100 = 19.40%`
Profit growth How much profit grew compared with the year before. Caution: Misleading when last year's profit was a loss or near zero.	456.73%	–	`(552.50 - 99.24) ÷ 99.24 × 100 = 456.73%`

Quality of earnings

MEASURE	THIS YEAR	LAST YEAR	HOW IT IS CALCULATED (THIS YEAR)
Cash conversion (ongoing business) How much of the profit from the ongoing business actually arrived as cash. Around 1 or more is healthy. Caution: Profit from a business sold or demerged is taken out because it is usually an accounting gain, not cash. Operating cash flow may still include that business's cash for the part of the year it was owned.	2.51x	14.48x	`1,386.01 ÷ (552.50 - 0.00) = 2.51x`

MEASURE	THIS YEAR	LAST YEAR	HOW IT IS CALCULATED (THIS YEAR)
Other income share of profit How much of pre-tax profit comes from outside the core business (interest, dividends, gains).	14.79%	49.11%	`111.40 ÷ 753.13 × 100 = 14.79%`
Receivable days Roughly how many days of sales are still waiting to be collected from customers. Caution: Uses year-end receivables, not the average.	67 days	86 days	`2,534.69 ÷ 13,820.21 × 365 = 67 days`
Bad-debt allowance coverage Share of gross customer dues already provided for as possibly uncollectable. Caution: Neither high nor low is good on its own: compare with the company's own history and with peers. Read from sliced data; the method is shown under the allowance.	0.00%	0.00%	`0.00 ÷ (2,534.69 + 0.00) × 100 = 0.00%`

Growth can be calculated for the current year only, because a filing holds two years. Ratios use year-end figures, not averages.

3. Balance sheet and hidden obligations

Debt and liquidity, then obligations that sit outside the balance sheet.

Debt and liquidity

MEASURE	THIS YEAR	LAST YEAR	HOW IT IS CALCULATED (THIS YEAR)
Debt to equity How many rupees of borrowings the company has for each rupee of owners' money.	1.06x	1.12x	`(622.21 + 3,718.54) ÷ 4,077.20 = 1.06x`
Net debt Borrowings left after using all cash and short-term investments. Below zero means more cash than debt.	Rs 3,197.92 Cr	Rs 3,903.66 Cr	`622.21 + 3,718.54 - 873.73 - 269.10 = Rs 3,197.92 Cr`
Interest cover How many times profit before interest covers the interest bill. Below 3 is thin.	3.08x	1.38x	`(753.13 + 362.29) ÷ 362.29 = 3.08x`
Current ratio Whether short-term assets are enough to pay short-term bills. Above 1 is comfortable.	1.14x	1.10x	`7,123.90 ÷ 6,226.21 = 1.14x`

Off-balance-sheet: contingent liabilities

ITEM	THIS YEAR	LAST YEAR	XBRL TAG
Contingent liabilities	0.00	0.00	`ContingentLiabilities`

MEASURE	THIS YEAR	LAST YEAR	HOW IT IS CALCULATED (THIS YEAR)
Contingent liabilities to equity Possible obligations not on the balance sheet (claims, disputes, guarantees) compared with the owners' money. Caution: Includes guarantees given for group companies where the filing does; a large share can be normal for a group parent. **Data note:** Filed as nil. Some companies file nil here and give the details only in the annual report, so confirm against the contingent liabilities note.	0.00%	0.00%	`0.00 ÷ 4,077.20 × 100 = 0.00%`

4. Related parties: where money goes inside the group

Per-party detail is not available from this filing. This filing tags 1 related party but no transaction amounts, so the related-party schedule must be read in the annual report. The totals below are what the filing does tag; the full schedule needs the annual report.

Loans to related parties

LOANS TO RELATED PARTIES	THIS YEAR	LAST YEAR
Total lent, before provision	–	–
Less: provided for as doubtful	–	–
Net of provision (carrying amount)	–	–

MEASURE	THIS YEAR	LAST YEAR	HOW IT IS CALCULATED (THIS YEAR)
Loans to related parties to equity How much of the owners' money is lent to group companies and other related parties.	0.00%	0.00%	`0.00 ÷ 4,077.20 × 100 = 0.00%`
Related-party loans provided as doubtful Out of every Rs 100 lent to group companies and other related parties, how much is already written down as unlikely to come back.	–	–	`Allowance for doubtful loans to related parties is not available from this filing (No allowance on related-party loans tagged.); Loans given to related parties, before provision is not available from this filing (No gross loans to related parties tagged.)`

Standalone accounts include sales to the company's own subsidiaries; consolidated accounts remove them. Read related-party shares with the reporting scope in mind.

5. The auditor

Audit opinion	Not qualified (clean opinion) (field `WhetherAuditorsReportHasBeenQualified…`)

MEASURE	THIS YEAR	LAST YEAR	HOW IT IS CALCULATED (THIS YEAR)
Auditor fee growth How fast the audit bill is growing; compare it with revenue growth.	12.05%	–	`(1.86 - 1.66) ÷ 1.66 × 100 = 12.05%`

Compare auditor fee growth with revenue growth (19.40% this year); a flag is raised when fees grow more than 15 points faster.

CARO: points the auditor must report on

Favourable remarks (18 topics)

Fixed Assets	As Per the attached Statutory Audit Report 2025
Fixed Assets - Quantitative Detail	As Per the attached Statutory Audit Report 2025
Fixed Assets - Physical Verification	As Per the attached Statutory Audit Report 2025
Title Deeds of Immovable Property	As Per the attached Statutory Audit Report 2025
Inventories	As Per the attached Statutory Audit Report 2025
Loans	As Per the attached Statutory Audit Report 2025
Loans - Terms and Conditions	As Per the attached Statutory Audit Report 2025
Loans - Repayment Schedule	As Per the attached Statutory Audit Report 2025
Loans - Recovery Terms	As Per the attached Statutory Audit Report 2025
Compliance - Sections 185/186	As Per the attached Statutory Audit Report 2025
Cost Records Maintenance	As Per the attached Statutory Audit Report 2025
Statutory Dues	As Per the attached Statutory Audit Report 2025
Statutory Dues - Undisputed	As Per the attached Statutory Audit Report 2025
Statutory Dues - Disputed	As Per the attached Statutory Audit Report 2025
Default in Repayment of Financial Dues	As Per the attached Statutory Audit Report 2025

Use of IPO/Term Loan Proceeds	As Per the attached Statutory Audit Report 2025
Fraud Reporting	As Per the attached Statutory Audit Report 2025
Related Party Transaction Compliance	As Per the attached Statutory Audit Report 2025

6. Evidence and limitations

The inputs behind every raised flag and every integrity check, so each can be checked against the filing.

✓ Balance sheet balances

Rule: Total assets - Total equity and liabilities is within 0.5 Cr of zero
`11,146.64 - 11,146.64 = 0.00 <= 0.50 → yes`
`11,146.64 - 11,146.64 = 0.00 >= -0.50 → yes`

INPUT	XBRL TAG	VALUE (RS CR)	NOTE
Total assets	`Assets`	11,146.64	
Total equity and liabilities	`EquityAndLiabilities`	11,146.64	

✓ Cash flow adds up to the change in cash

Rule: (Operating + Investing + Financing + Currency effect) - Change in cash is within 0.5 Cr of zero
`1,386.01 + -596.60 + -6.41 + 0.00 - 783.01 = -0.01 <= 0.50 → yes`
`1,386.01 + -596.60 + -6.41 + 0.00 - 783.01 = -0.01 >= -0.50 → yes`

INPUT	XBRL TAG	VALUE (RS CR)	NOTE
Net cash from operating activities	`CashFlowsFromUsedInOperatingActivities`	1,386.01	
Net cash from investing activities	`CashFlowsFromUsedInInvestingActivities`	-596.60	
Net cash from financing activities	`CashFlowsFromUsedInFinancingActivities`	-6.41	
Effect of exchange rate changes	`EffectOfExchangeRateChangesOnCashAndCashEquivalents`	0 (not reported)	
Net change in cash	`IncreaseDecreaseInCashAndCashEquivalents`	783.01	

Source and method

Source file	AR_XBRL_PARADEEP_28102025163947.xml
SHA-256 fingerprint	`f007500a358d065cdd51ceffbd187d244ea37bda53ef45da219e60249f5f7b2b`
Periods in the file	this year `I2025` (2025-03-31) · last year `I2024` (2024-03-31)
Taxonomy	https://www.mca.gov.in/V3XBRL/2017/07/16/Taxonomy/Ind/in-ci-ent-2017-03-31.xsd
Definitions	v1.4.1: formulas and thresholds are kept in one versioned file

Limitations

- Two years only (this year and last year), from one filing. No multi-year trends.
- Non-financial companies only. Banks, NBFCs and insurers use different layouts and are not covered.

- Receivable ageing and capital-work-in-progress ageing are not tagged in these filings and are not covered.
- Ratios use year-end values, not averages. Thresholds are common analyst rules of thumb, stated with each flag.
- Where a filing tags only text (for example a related-party schedule), the pack says so instead of estimating.

Descriptive analysis of a public regulatory filing. Not investment advice, a credit rating or an audit opinion. Flags are reasons to look closer.