SUBSIDIARIES FINANCIALS 2023-24

1. Prag Distilleries (P) Ltd.
2. Vahni Distillery Pvt Ltd.
3. PunjabExpo Breweries Private Limited.
4. Shivprabha Sugar Ltd.

INDEPENDENT AUDITOR'S REPORT

To the Members of **PRAG DISTILLERY PRIVATE LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Prag Distillery Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion on the financial statements.

Information Other than the Financial Statements and Auditor's 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 Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, 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.

When we are made available the Board report, if we conclude that there is a material misstatement therein of this other information, we are required to report that fact with those charged with governance.

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 Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

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.

The Board of Directors 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

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 in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, based on our audit 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, except for the matter stated in the paragraph 2i(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

d) in our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) Based on the order of the Hon'ble National Company Law Tribunal the Board of Directors of the Company were reinstated on July 10, 2023. On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

f) The observations relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph '2.(b)' above on reporting under Section 143(3)(b) of the Act and paragraph 2.i(vi) below on reporting under Rule 11 (g).

g) 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

h) In our opinion and according to the information and explanations given to us, the Company has not paid any remuneration to its directors during the year under the provisions of section 197 read with schedule V of the Act.

i) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.

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 required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on audit procedures performed, nothing has come to our attention that causes us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided in (a) and (b) above, contain any material misstatement.

v. The Company has not declared or paid any dividend during the year.

vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that it was not enabled at the database level to log any direct data changes for the accounting software used. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024

For BATLIBOI & PUROHIT

Chartered Accountants
ICAI Firm Reg. No.101048W

Paresh Chokshi
Partner
Membership No. 033597

Place: Mumbai
Date: May 18, 2024
ICAI UDIN: 24033597BKCJKJ5399

Annexure - A to the Independent Auditors' Report

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **Prag Distillery Private Limited .**

To the best of our information and according to the explanations provided to us by the Company and the books of accounts and records examined by us in the normal course of audit, we state that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The Company has a programme of physical verification of its Property, Plant and Equipment by which all items of Property, Plant and Equipment are verified once in every three years, which in our opinion is reasonable having regard to the size of the Company and nature of its assets Pursuant to the said programme, certain items of Property, Plant and Equipment were physically verified during the year and no material discrepancies were observed on such verification.

(c) With respect to immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment, capital work-in progress, according to the information and explanations given to us and based on the examination of the registered sale deed / title deed provided to us, we report that, the title deeds of such immovable properties are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year. Accordingly, paragraph 3(i)(d) of the Order is not applicable.

(e) According to the information and explanations given to us, no proceedings have been initiated during the year or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) (a) The management has conducted physical verification of inventory during the year. In our opinion, with regards to the nature and size of its inventories, the coverage and procedure of such physical verification carried out during the year were appropriate. Discrepancies noted during such physical verification were less than 10% of respective inventory classes. All discrepancies noted during the year were properly dealt with in the books of account.

(b) During the year, the Company did not have any sanctioned working capital limits in excess of five crore rupees, at any points of time during the year in aggregate, from any banks on the basis of security of its current assets. Accordingly, paragraph 3(ii)(b) of the Order is not applicable.

(iii) During the year, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, paragraph 3(iii) of the Order is not applicable.

(iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, made investments or given guarantees in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable. Accordingly, reporting under paragraph 3(iv) of the Order is not applicable.

(v) According to information and explanations given to us, the Company has not accepted any deposits from the public in accordance with the provisions of section 73 to 76 or any relevant provisions of the Act and rules framed thereunder. Accordingly, paragraph 3(v) of the Order is not applicable.

(vi) To the best of our knowledge and as explained the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the products of the Company.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed statutory dues referred above were in arrears as at March 31, 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 by the Company and on the basis of our examination of the books of account and the record, there are no dues of, Service Tax, Goods and service tax, Income tax, Duty of Customs, Duty of Excise and Value added tax outstanding on account of any dispute except for Sales Tax,Service tax and Goods and Services tax as given below:

Name of the statute	Nature of dues	Amount (Rs. In lakhs)*	Period to which the amount relates (Financial Year)	Forum where dispute is pending
Sales Tax Laws	Sales Tax	0.03	2015-16	Commercial Tax officer
The Finance Act, 1994	Service Tax	65.69	2015-17	CESTAT
CGST Act, 2017	Goods & service tax	21.67	2017-18	Joint Commissioner (Appeals)
CGST Act, 2017	Goods & service tax	49.97	2018-19	Assistant Commissioner State Tax

**As represented by the Management*

(viii) According to the information and explanations given to us, no transactions have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which was not recorded in the books of account. Accordingly, paragraph 3(viii) of the Order is not applicable.

(ix) (a) According to the information and explanations given to us and on the basis of our audit procedures, the Company has taken unsecured demand loans from its Parent Company during the year and in the earlier years. Since there are no terms and conditions or any repayment schedule of the loan taken, we are unable to comment whether there is any default in repayment of principal. No interest has been paid on the Loan.

(b) According to the information and explanations given to us and on the basis of our audit procedures, the Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) According to the information and explanations given to us and based on our examination of the records of the Company, no term loans were obtained or utilised during the year by the Company. Accordingly, paragraph 3(ix)(c) of the Order is not applicable.

(d) In our opinion and according to the information and explanations given to us and based on the audit procedures performed by us, no funds have been raised on short term basis by the Company.

(e) According to the information and explanations given to us and based on the audit procedures performed by us, the Company does not have any subsidiaries, joint ventures or associate companies. Accordingly, paragraph 3(ix)(e) of the Order is not applicable.

(f) According to the information and explanations given to us and based on the audit procedures performed by us, the Company does not have any subsidiaries, joint ventures or associate companies. Accordingly, paragraph 3(ix)(f) of the Order is not applicable.

(x) (a) According to the information and explanations given to us and based on the audit procedures performed by us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3(ix)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partly or optionally) during the year.

(xi) (a) According to the information and explanations given to us, no fraud by the company or any fraud on the company has been noticed or reported during the year.

(b) According to the information and explanations given to us and based on the audit procedures performed by us, no report under sub-section (12) of section 143 of the Companies Act in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was filed with the Central Government during the year or upto the date of the Report.

(c) As represented to us by the management, no whistle blower complaints were received by the Company during the year.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a 'nidhi' company and it has not accepted any deposits. Accordingly, paragraph 3(xii)(a), paragraph 3(xii)(b) and paragraph 3(xii)(c) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on the audit procedures performed by us, transactions with the related parties during the year were in compliance with sections 188 of the Act where applicable and details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards. Provisions of Section 177 of the Act are not applicable to the Company.

(xiv) (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.

(b) The reports of internal auditor issued to the Company for the period under audit have been considered by us.

(xv) According to the information and explanations given to us and based on the audit procedures performed by us, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, provisions of section 192 of the Act and paragraph 3(xv) of the Order are not applicable.

(xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on audit procedures performed by us, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Accordingly, paragraph 3(xvi)(b) of the Order is not applicable.

(c) In our opinion and according to the information and explanations given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations given to us, the Group (as defined the Core Investment Companies (Reserve Bank) Direction 2016) does not have any Core Investment Company ('CIC') as part of the Group. Accordingly, paragraph 3(xvi)(d) of the Order is not applicable.

(xvii) According to the information and explanations given to us and based on audit procedures performed by us, the Company has not incurred cash losses in the current financial year, however it has incurred cash loss of Rs 630.39 lakhs in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3(xviii) of the Order is not applicable.

(xix) According to the information and explanations given to us and 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, 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 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 the future viability of the Company. We further state that our reporting is based on the facts up to the date of the 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, will get discharged by the Company as and when they fall due.

(xx) (a) According to the information and explanations given to us and based on audit procedures performed by us, the Company was not required to spend any amount in terms of Section 135 of the Act during the year. Accordingly, second proviso to sub-section (5) of section 135 of the said Act and paragraph 3(xx)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on audit procedures performed by us, the Company did not have any ongoing project in terms of Section 135 of the Act during the year. Accordingly, provision of sub-section (6) of section 135 of the said Act and paragraph 3(xx)(b) of the Order is not applicable.

(xxi) This Report is issued on the standalone financial statements of the Company. Accordingly, paragraph 3(xxi) of the Order is not applicable.

For BATLIBOI & PUROHIT
Chartered Accountants
ICAI Firm Reg. No.101048W

Paresh Chokshi
Partner
Membership No. 033597

Place: Mumbai
Date: May 18, 2024
ICAI UDIN: 24033597BKCJKJ5399

Annexure - B to the Auditors' Report
(referred to in paragraph 2(g) under 'Report on Other Legal and regulatory requirements' section of our report to the members of the Company of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act").

Opinion

We have audited the internal financial controls with reference to Financial Statements reporting of **Prag Distillery Private Limited** ("the Company") as of March 31, 2024 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Financial Statements and such internal financial controls with reference to Financial Statements were operating effectively as at March 31, 2024 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.

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 (‘ICAI’). 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 with reference to Financial Statements 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 with reference to Financial Statements 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 with reference to Financial Statements and their operating effectiveness. Our audit of Internal Financial Controls with reference to Financial Statements 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 Ind AS 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 with reference to Financial Statements.

Meaning of Internal Financial Controls over Financial Reporting

A company's Internal Financial Control with reference to Financial Statements 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 unauthorised 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 with reference to Financial Statements, 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 with reference to Financial Statements 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.

For BATLIBOI & PUROHIT
Chartered Accountants
ICAI Firm Reg. No.101048W

Paresh Chokshi
Partner
Membership No. 033597

Place: Mumbai
Date: May 18, 2024
ICAI UDIN: 24033597BKCJKJ5399

PRAG DISTILLERY (P) LTD.

Balance Sheet as at March 31, 2024

(₹ in Lacs)

	Note No.	As at March 31, 2024	As at March 31, 2023
I ASSETS			
Non-Current Assets			
Property, Plant and Equipment	2a	773.44	814.30
Capital Work-In-Progress	2a(i)	-	-
Other Intangible Assets	2b	0.52	0.52
Financial Assets			
Investments	3	0.30	0.30
Other Financial Assets	4	29.23	276.66
Deferred Tax Assets (Net)	25	-	-
Other Non-Current Assets	5	100.84	98.87
Non-Current Tax Assets (Net)	25.2	8.21	6.23
		912.54	**1,196.88**
Current Assets			
Inventories	6	-	-
Financial Assets			
Trade Receivables	7	-	624.67
Cash and Cash Equivalents	8a	64.35	84.27
Other Bank Balances	8b	47.68	13.31
Other Financial Assets	4	6.36	39.20
Other Current Assets	5	48.19	518.45
		166.58	**1,279.90**
TOTAL ASSETS		**1,079.12**	**2,476.78**
II EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	9	368.10	368.10
Other Equity	10	530.49	(10,564.50)
		898.59	**(10,196.40)**
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
Borrowings	11	-	-
Other Financial Liabilities	12	-	-
Provisions	13	56.51	95.41
Deferred Tax Liabilities (Net)	25	-	-
Other Non-Current Liabilities	14	-	-
		56.51	**95.41**
Current Liabilities			
Financial Liabilities			
Borrowings	11	-	9,761.20
Trade Payables			
Total outstanding dues of micro & small enterprises	15	-	9.31
Total outstanding dues of creditors other than micro & small enterprises	15	63.90	257.83
Other Financial Liabilities	12	46.60	2,454.57
Provisions	13	4.60	5.97
Other Current Liabilities	14	8.92	88.89
		124.02	**12,577.77**
TOTAL EQUITY AND LIABILITIES		**1,079.12**	**2,476.78**
		-	-
Summary of significant accounting policies	1		
The accompanying notes are an integral part of the financial statements	2-38		

As per our Report of even date annexed.

For and on behalf of the Board of Directors

For Batliboi & Purohit
Chartered Accountants
Firm Registration No. 101048W

Paresh Chokshi
Partner
Membership No. 033597

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

PRAG DISTILLERY (P) LTD.

Statement of Profit and Loss for the year ended March 31, 2024

(₹ in Lacs)

	Note No.	Year ended March 31, 2024	Year ended March 31, 2023
INCOME			
Revenue from Operations			
Sale of products (Gross)	16	-	44.90
Other Operating Income	16.1	358.19	268.84
Other Income	17	95.31	158.19
Total Income		**453.50**	**471.93**
EXPENSES			
Cost of Materials Consumed	18	-	43.57
(Increase) / Decrease in Inventories	19	-	11.71
Employee Benefit Expense	20	232.58	237.16
Finance Cost	21	-	-
Depreciation	2	86.42	84.72
Other Expenses	22	749.89	256.28
Total Expenses		**1,068.89**	**633.44**
Profit/ (loss) before exceptional items and tax		**(615.39)**	**(161.51)**
Add/ (less) : Exceptional Items	33	11,719.95	(10,021.69)
Profit / (Loss) before tax		**11,104.56**	**(10,183.20)**
Less : Tax expense			
Current year Tax		-	-
Total Tax Expense		**-**	**-**
Profit / (Loss) after tax		**11,104.56**	**(10,183.20)**
Other Comprehensive Income			
Items that will not be reclassified to Profit and Loss			
Remeasurement of defined benefit plans		(9.57)	(11.56)
Items that will be reclassified to Profit and Loss		-	-
Total Other Comprehensive Income (Loss)		**(9.57)**	**(11.56)**
Total Comprehensive Income for the year		**11,094.99**	**(10,194.76)**
Earnings Per Share (₹) Basic & Diluted	32	301.67	(276.64)
Significant accounting policies	1		
The accompanying notes are an integral part of the financial statements	2-38		

As per our Report of even date annexed.

For Batliboi & Purohit
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Pareshi Chokshi

Paresh Chokshi
Partner
Membership No. 033597

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

PRAG DISTILLERY (P) LTD.

Statement of Cash Flow for the year ended March 31, 2024

(₹ in Lacs)

		Year ended March 31,2024		Year ended March 31,2023	
A)	**Cash flow from Operating activities**				
	Net profit before tax		11,104.56		(10,183.20)
	Adjustment for:				
	Exceptional Items- Trade Receivable Balance Write off	624.67		10,021.69	
	Exceptional Items- Advances Write off	182.05		-	
	Exceptional Items- Advances Write Back	(2,276.34)		-	
	Exceptional Items- Loan Write Back	(10,250.33)		-	
	Provision for Non moving and obsolete inventories	-		23.56	
	Excess Provision written back	(90.81)		(153.40)	
	Advance Written off	186.80		-	
	Depreciation	86.42		84.72	
	Dividend Income	(0.03)		(0.03)	
	Interest income	(4.47)	(11,542.04)	(3.58)	9,972.96
	Operating Profit before working capital changes		(437.48)		(210.24)
	Adjustment for:				
	(Decrease)/ Increase in trade payables, current liabilities, provisions and other financial liabilities	(373.90)		(641.04)	
	(Increase) / Decrease in loans and advances and other assets	379.74		(55.22)	
	(Increase) / Decrease in inventories	-		44.31	
	(Increase) / Decrease in trade receivables	-	5.84	-	(651.95)
	Direct taxes refund / (paid)		(1.98)		(5.56)
	Net Cash from Operating activities		(433.62)		(867.75)
B)	**Cash Flow from Investing activities**				
	Purchase of property, plant and equipment	(45.56)		-	
	(Increase) / Decrease in other bank balances	(34.37)		1.23	
	Dividend received	0.03		0.03	
	Interest Received	4.47		3.58	
	Net Cash from Investing Activities		(75.43)		4.84
C)	**Cash Flow from Financing activities**				
	Proceeds from borrowings including current maturities	489.13		954.58	
	Repayment of borrowings including current maturities	-		(357.76)	
	Net Cash from Financing Activities		489.13		596.82
	Net increase in Cash & Cash equivalents(A+B+C)		(19.92)		(266.09)
	Opening cash & cash equivalents		84.27		350.36
	Closing cash & cash equivalents		64.35		84.27
			(0.00)		(0.00)

Notes :

(₹ in Lacs)

		As at March 31, 2024	As at March 31, 2023
(a)	**Cash and cash equivalents comprises of**		
	i) Balances with Banks		
	In Current Accounts	64.01	53.63
	ii) Short-Term Bank Deposit (Maturity within 3 months)	0.31	30.63
	ii) Cash on Hand	0.03	0.01
		64.35	**84.27**

(₹ in Lacs)

(b) Change in liability arising from financing activities

	As at March 31, 2024	As at March 31, 2023
Balance as at April 01,	9,761.20	9,164.38
Cashflow (Net)	489.13	596.82
Non-Cashflow (Net)	(10,250.33)	-
Balance as at March 31,	-	9,761.20

PRAG DISTILLERY (P) LTD.

Statement of Cash Flow for the year ended March 31, 2024

(c) The above statement of cash flow have been prepared under the "Indirect Method" as set out in Ind AS 7, " Statement of cash flow ".

(d) Figures of previous year have been regrouped, reclassified and recast, wherever considered necessary.

As per our Report of even date annexed.

For and on behalf of the Board of Directors

For Batliboi & Purohit
Chartered Accountants
Firm Registration No. 101048W

Paresh Chokshi	**Shankar Pawar**	**Hemangi Subodh Naik**
Partner	Director	Director
Membership No. 033597	(DIN: 08877747)	(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

PRAG DISTILLERY (P) LTD.

Statement of Changes in Equity for year ended March 31 , 2024

(₹ in Lacs)

A) Equity Share Capital	As at March 31, 2024	As at March 31, 2023
Balance as at April 01,	**368.10**	**368.10**
Changes in equity share capitaldue to prior period errors		
Restated balance as at April 01	368.10	368.10
Changes in equity share capital during the year	-	-
Balance as at March 31	**368.10**	**368.10**

B) Other Equity

(₹ in lacs)

1) Current Reporting Period (2023-2024)

	Reserves and Surplus			Total
	Securities Premium Account	Capital Reserve	Retained Earnings	
Balance at the beginning of the current reporting period	835.00	-	**(11,399.50)**	**(10,564.50)**
Changes in Accounting Policies or prior period errors	-	-	-	-
Restated balances at the beginning of the current reporting period	835.00	-	(11,399.50)	(10,564.50)
Profit / (Loss) after tax	-	-	11,104.56	11,104.56
Remeasurement of defined benefit plans	-	-	(9.57)	(9.57)
Balance at the end of the current reporting period	**835.00**	**-**	**(304.51)**	**530.49**

2) Previous Reporting Period (2022-2023)

	Reserves and Surplus			Total
	Securities Premium Account	Capital Reserve	Retained Earnings	
Balance at the beginning of the previous reporting period	835.00	-	(1,204.74)	(369.74)
Changes in Accounting Policies or prior period errors	-	-		-
Restated balances at the beginning of the previous reporting period	835.00	-	(1,204.74)	(369.74)
Profit / (Loss) after tax	-	-	(10,183.20)	(10,183.20)
Remeasurement of defined benefit plans	-	-	(11.56)	(11.56)
Balance at the end of the previous reporting period	**835.00**	**-**	**(11,399.50)**	**(10,564.50)**

As per our Report of even date annexed.

For Batliboi & Purohit
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Paresh Chokshi
Partner
Membership No. 033597

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

1.1 General Information

Prag Distillery (P) Ltd. (The 'Company') is a Company domiciled in India, with its registered office situated at PO Tilaknagar, Tal Shrirampur, Dist. Ahmednagar, Maharashtra - 413720. The Company has been incorporated under the provisions of Indian Companies Act. The Company is primarily involved in manufacturing and sale of Indian Made Foreign Liquor (IMFL). The Company has a strong and diverse portfolio of brands in various liquor categories including brandy, whisky, vodka, gin, and rum.

1.2 Basis of preparation

a) Statement of compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act, 2013, (the 'Act') and other relevant provisions of the Act.

The financial statements were authorised for issue by the Company's Board of Directors on May 18, 2024.

Details of the Company's accounting policies are included in Note 1.3

b) Functional and presentation currency

These financial statements are presented in Indian Rupees (Rs.), which is also the Company's functional currency. All amounts have been rounded off to two decimal places to the nearest lakhs, unless otherwise indicated.

c) Basis of measurement

The financial statements have been prepared on the historical cost basis, except for certain financial assets and liabilities and defined benefit plan assets / liabilities measured at fair value.

d) Use of estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

1) Useful life of Property, plant and equipment.
2) Useful life of Intangible Assets
3) Employee benefit plans
4) Provisions and contingent liabilities
5) Lease classification
6) Income tax

Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ending March 31, 2024 is included in the following notes:

Recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources.

e) Measurement at fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : Valuation techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Valuation techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Notes to Financial Statements for the year ended March 31, 2024

1.3 Significant Accounting Policies

i) Property, plant and equipment

a) Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

b) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

c) Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the straight-line method and is recognised in the statement of profit and loss.

The estimated useful lives of items of property, plant and equipment for the current and comparative periods are as follows:

Asset	Management estimate of useful life	Useful Life as per Schedule II of the Companies Act, 2013
Factory Buildings	30	30
Plant and equipment	15	15
Furniture and Fixtures	10	10
Motor Vehicles	8	8
Office Equipments	5	5
Computers	3	3
Computer server	6	6
Electrical Installations	10	10

Depreciation method, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate. Based on internal assessment and consequent advice, the management believes that its estimate of useful lives as given above best represent the period over which management expects to use these assets.

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (up to) the date on which asset is ready for use (disposed off).

ii) Intangible assets

a) Acquired intangible assets

Intangible assets comprise purchased technical know-how are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

b) Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

c) Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful lives using the straight-line method and is included in depreciation and amortisation in Statement of Profit and Loss.

Intangible assets are amortised over a period of 10 years for technical know-how and 3 years for others.

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

Notes to Financial Statements for the year ended March 31, 2024

iii) Inventories

Inventories are measured at the lower of cost and net realisable value after provision for obsolescence where appropriate. The cost of inventories is based on the weighted average cost method, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their present location and condition. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of fixed production overheads based on normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

The net realisable value of work-in-progress is determined with reference to the selling prices of related finished products.

Raw materials and other supplies held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable values.

The comparison of cost and net realisable value is made on an item-by-item basis.

Scrap is valued at net realisable value.

iv) Foreign currency transactions

The Company's financial statements are presented in INR, which is also the Company's functional currency.

Transactions and balances

Monetary items are initially recorded by the Company at their respective functional currency spot rates at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

v) Impairment of non-financial assets

An asset is deemed impairable when recoverable value is less than its carrying cost and the difference between the two represents provisioning exigency. Recoverable value is the higher of the 'Value in Use' and fair value as reduced by cost of disposal. Test of impairment of PPE, investment in subsidiaries / associates / joint venture and goodwill are undertaken under Cash Generating Unit (CGU) concept. For Intangible Assets and Investment Properties it is undertaken in asset specific context. Test of impairment of assets are generally undertaken based on indication of impairment, if any, from external and internal sources of information. Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

vi) Employee Benefits

a) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid e.g., under short-term cash bonus, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

b) Defined Contribution Plan

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. The Company makes specified monthly contributions towards Government administered provident fund and Employee State Insurance scheme. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in profit or loss in the periods during which the related services are rendered by employees.

Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

c) Defined Benefit Plan

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit plans is calculated by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses are recognised in Other Comprehensive Income (OCI). The Company determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service ('past service cost' or 'past service gain') or the gain or loss on curtailment is recognised immediately in profit or loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

d) Other long-term employee benefits

The Company's net obligation in respect of long-term employee benefits other than post-employment benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. The obligation is measured on the basis of an annual independent actuarial valuation using the projected unit credit method. Remeasurements gains or losses are recognised in profit or loss in the period in which they arise.

vii) Provisions and contingent liabilties

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assumptions of the time value of money and the risks specific to the liability. The unwinding of discount is recognized as finance cost.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote.

viii) Leases

As a lessee

The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the date of commencement of the lease, the Company recognizes a ROU and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and/or low value leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease. Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Currently, ROU assets are being amortised over a period of 3-5 years based on lease term being lower of lease term and estimated useful life of underlying assets.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing activities in statement of cash flows.

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases.

ix) Borrowing costs

Borrowing costs directly attributable to the acquisition or construction of those property, plant and equipment which necessarily takes a substantial period of time to get ready for their intended use are capitalised. All other borrowing costs are expensed in the period in which they incur in the statement of profit and loss.

x) Revenue Recognition

Revenue comprises revenue from contracts with customers for sale of goods. Revenue from sale of goods is inclusive of excise duties and is net of returns, trade allowances, rebates, value added taxes, Goods and Services Tax (GST) and such amounts collected on behalf of third parties.

Revenue is recognised as and when performance obligations are satisfied by transferring goods or services to the customer,as below:

a) Revenue from contract manufacturing

Revenue from contract manufacturing are recognised on an actual basis in accordance with the substance of the relevant agreement.

b) Interest

Interest income is recognized using the effective interest rate method. The effective interest rate is the rate that discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset. Interest income is included under the head "Other income" in the statement of profit and loss.

c) Dividend

Dividend income is recognized when the Company's right to receive the payment is established, which is generally when the shareholders approve the dividend.

xi) Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

a) Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

b) Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used.

Deferred tax assets recognised or unrecognised are reviewed at each reporting date and are recognised / reduced to the extent that it is probable / no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

The Company offsets, the current tax assets and liabilities (on a year on year basis) and deferred tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

xii) Earnings per share

The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding after adjusting for the effects of all potential dilutive ordinary shares.

xiii) Statement of Cash flow

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

xiv) Financial instruments

a) Recognition and initial measurement

The Company initially recognises financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are measured at fair value on initial recognition. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

b) Classification and subsequent measurement

Financial assets

Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

Financial liabilities

Financial liabilities are subsequently carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

In case, the fair value of a financial asset or financial liability, at initial recognition, differs from the transaction price, the difference between the fair value at initial recognition and the transaction price-

(i) is recognised as a gain or loss if that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation.

(ii) is deferred and is recognised as a gain or loss only to the extent that it arises from a change in a factor (including time) that market participants would take into account when pricing the asset or liability. The unamortised portion of the deferred fair value gain/loss difference as on reporting date, is disclosed under other current/non-current assets/liabilities as the case may be.

c) Derecognition

Financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the right to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial assets are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

The Company assesses impairment based on expected credit losses (ECL) model at an amount equal to:-

• 12 months expected credit losses, or

• Lifetime expected credit losses

depending upon whether there has been a significant increase in credit risk since initial recognition. However, for trade receivables, the company does not track the changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

Financial liabilities

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and a new financial liability with modified terms is recognised in the statement of profit and loss.

d) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or realise the asset and settle the liability simultaneously.

xv) Recent amendments to Indian Accounting Standards:

Recent Indian Accounting Standard (Ind AS) pronouncements which are not yet effective Ministry of Corporate Affairs (“MCA”) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

2 Property, Plant and Equipment

(₹ in Lacs)

	Gross Block				Depreciation / Amortisation				Net Block	
	As at April 01, 2023	Additions	Deductions	As at Mar 31, 2024	As at April 01, 2023	Deductions	For the year	As at Mar 31, 2024	As At Mar 31, 2024	As At March 31,2023
a) Property, Plant and Equipment										
Land	176.17	-	-	**176.17**	-	-	-	**-**	**176.17**	**176.17**
Buildings	715.63	-	-	**715.63**	375.25	-	22.26	**397.51**	**318.12**	**340.38**
Plant and Equipment	1,174.54	38.30	-	**1,212.84**	879.50	-	63.64	**943.14**	**269.70**	**295.04**
Furniture and Fixtures	4.53	-	-	**4.53**	4.30	-	-	**4.30**	**0.23**	**0.23**
Motor Vehicles	12.44	-	-	**12.44**	11.82	-	-	**11.82**	**0.62**	**0.62**
Office Equipment	4.98	5.77	-	**10.75**	4.74	-	0.42	**5.16**	**5.59**	**0.24**
Computers	25.92	1.49	-	**27.41**	24.58	-	0.10	**24.68**	**2.72**	**1.34**
Electrical Installations	5.87	-	-	**5.87**	5.58	-	-	**5.58**	**0.29**	**0.29**
Total Property, Plant and Equipment	**2,120.08**	**45.56**	**-**	**2,165.64**	**1,305.78**	**-**	**86.42**	**1,392.20**	**773.44**	**814.30**
b) Intangible Assets										
Software	10.40	-	-	**10.40**	9.88	-	-	**9.88**	**0.52**	**0.52**
Total Intangible Assets	**10.40**	**-**	**-**	**10.40**	**9.88**	**-**	**-**	**9.88**	**0.52**	**0.52**
Grand Total	**2,130.48**	**45.56**	**-**	**2,176.04**	**1,315.66**	**-**	**86.42**	**1,402.08**	**773.96**	**814.82**

Note: The title deeds of immovable properties are held in the name of the Company.

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

2 Property, Plant and Equipment (2022-2023)

(₹ in Lacs)

	Gross Block				Depreciation / Amortisation				Net Block	
	As at April 01, 2022	Additions	Deductions	As at Mar 31, 2023	As at April 01, 2022	Deductions	For the year	As at Mar 31, 2023	As At Mar 31, 2023	As At March 31,2022
a) Property, Plant and Equipment										
Land	176.17	-	-	**176.17**	-	-	-	**-**	**176.17**	**176.17**
Buildings	715.63	-	-	**715.63**	352.99	-	22.26	**375.25**	**340.38**	**362.64**
Plant and Equipment	1,174.54	-	-	**1,174.54**	817.09	-	62.41	**879.50**	**295.04**	**357.46**
Furniture and Fixtures	4.53	-	-	**4.53**	4.30	-	-	**4.30**	**0.23**	**0.23**
Motor Vehicles	12.44	-	-	**12.44**	11.82	-	-	**11.82**	**0.62**	**0.62**
Office Equipment	4.98	-	-	**4.98**	4.74	-	-	**4.74**	**0.24**	**0.24**
Computers	25.92	-	-	**25.92**	24.53	-	0.05	**24.58**	**1.34**	**1.39**
Electrical Installations	5.87	-	-	**5.87**	5.58	-	-	**5.58**	**0.29**	**0.29**
Total Property, Plant and Equipment	**2,120.08**	**-**	**-**	**2,120.08**	**1,221.06**	**-**	**84.72**	**1,305.78**	**814.30**	**899.03**
b) Intangible Assets										
Software	10.40	-	-	**10.40**	9.88	-	-	**9.88**	**0.52**	**0.52**
Total Intangible Assets	**10.40**	**-**	**-**	**10.40**	**9.88**	**-**	**-**	**9.88**	**0.52**	**0.52**
Grand Total	**2,130.48**	**-**	**-**	**2,130.48**	**1,230.94**	**-**	**84.72**	**1,315.66**	**814.82**	**899.55**

Note: The title deeds of immovable properties are held in the name of the Company.

2a(i) Capital Work-in-Progress

(₹ in Lacs)

	Year Ended, Mar 31,2024	Year Ended, March 31,2023
Opening Carrying value as at April 1		10,021.69
Additions/ Adjustments		-
Transfer to property , Plant and Equipment	-	-
Impairment of Capital Work in Progress		(10,021.69)
Closing Carrying value as at March 31	-	-

** Refer Note No. 34

Ageing Schedule- Projects Temporarily suspended

As on Mar 31, 2024 (₹ in Lacs)

Particulars	Less than1 year	1-2 years	2-3 years	More than 3 years	Total
Project Temporary Suspended	-	-	-	-	-
Total	**-**	**-**	**-**	**-**	-
Less: Impairment	-	-	-	-	-
Grand Total					-

As on March 31,2023 (₹ in Lacs)

Particulars	Less than1 year	1-2 years	2-3 years	More than 3 years	Total
Project Temporary Suspended		11.66	93.26	9,916.77	10,021.69
Total	**-**	**11.66**	**93.26**	**9,916.77**	**10,021.69**
Less: Impairment	-	-	-	-	(10,021.69)
Grand Total					-

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

	As at March 31, 2024	As at March 31, 2023
		(₹ in Lacs)
3 Non-Current Investments		
Investments measured at Fair Value through other comprehensive income (FVOCI)		
Investment in Equity Instruments (Unquoted)		
Equity shares of ₹ 10/- each		
Shamrao Vithal Co-operative Bank Ltd.	0.30	0.30
	0.30	**0.30**
Aggregate of unquoted investments	**0.30**	**0.30**
Category wise Non-Current Investments		
Financial Investments measured at Fair Value through other comprehensive income (FVOCI)	**0.30**	**0.30**

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

(₹ in Lacs)

	Non-Current		Current	
	As at March 31, 2024	**As at March 31, 2023**	**As at March 31, 2024**	**As at March 31, 2023**
4 Other Financial Assets				
Term Bank Deposits (Maturity exceeding 12 months)	25.40	25.58	-	-
Advance to Employees	-	-	6.36	-
Other Deposits	3.83	246.08	-	-
Other Advances	-	693.00	39.20	39.20
	29.23	964.66	45.56	39.20
Less : Allowance for doubtful deposits	-	(10.00)	-	-
Less : Allowance for doubtful advances	-	(678.00)	(39.20)	-
	29.23	**276.66**	**6.36**	**39.20**

4.1 Movement in loss allowance for doubtful deposits is provided below :

Particulars	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Balance at the beginning of the year	**10.00**	**10.00**		
Loss allowance (net)	-	-		
Write off	(10.00)	-		
Balance at the end of the year	**-**	**10.00**	**-**	**-**

4.2 Movement in loss allowance for doubtful advances is provided below :

Particulars	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Balance at the beginning of the year	**678.00**	**678.00**	-	-
Loss allowance (net)	-	-	39.20	-
Write off	(678.00)	-	-	-
Balance at the end of the year	**-**	**678.00**	**39.20**	**-**

(₹ in Lacs)

	Non-Current		Current	
	As at March 31, 2024	**As at March 31, 2023**	**As at March 31, 2024**	**As at March 31, 2023**
5 Other Assets				
Unsecured, considered good				
Balance with Government Authorities	100.84	98.87	0.11	0.70
Advances to Suppliers	-	-	5.90	172.69
Prepaid Expense	-	-	42.18	345.06
	100.84	**98.87**	**48.19**	**518.45**
Less : Allowance for doubtful advances	-	-	-	-
	100.84	**98.87**	**48.19**	**518.45**
6 Inventories				
(At lower of cost and net realisable value)				
Raw materials	-	-	-	-
Stores, Spares and Packing Materials	-	-	-	-
Work-In-Progress	-	-	-	-
Finished goods	-	-	-	-
	-	**-**	**-**	**-**

6.1 Amounts recognised in the Statement of Profit and Loss:

Provision for non-moving and obsolete inventories for the year amounting to ₹ NIL (P.Y ₹ 23.56 Lacs) has been recognised as an expense during the year and is included in Other Expenses in the Statement of Profit and Loss.

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

(₹ in Lacs)

	Non-Current As at March 31, 2024	Non-Current As at March 31, 2023	Current As at March 31, 2024	Current As at March 31, 2023
7 Trade Receivables				
Unsecured, considered good (Refer Note No 33)	-	-	-	586.55
Hight Credit Risk	-	-	-	482.43
Credit Impaired	-	-	-	-
	-	**-**	**-**	**1,068.98**
Less: Expected Credit Loss	-	-	-	444.31
	-	**-**	**-**	**624.67**

7.1 Movement in Expected Credit Loss for Trade Receivables is provided below :

Particulars	March 31, 2024	March 31, 2023
Balance at the beginning of the year	**444.31**	**444.31**
Loss allowance (net)	-	-
Write off	(444.31)	-
Balance at the end of the year	**-**	**444.31**

Ageing Schedule (2023-2024)

Particulars	Outstanding for following periods from due date of payment							
	Unbilled	Not Due	Less than 6 month	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total Outstanding
(i) Undisputed Trade receivables – considered good	-	-	-	-	-		-	-
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-		-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-			-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-			-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-			-
Subtotal	-	-	-	-	-	-	-	-
Less: Expected Credit Loss								-
Total								-

Ageing Schedule (2022-2023)

Particulars	Outstanding for following periods from due date of payment							
	Unbilled	Not Due	Less than 6 month	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total Outstanding
(i) Undisputed Trade receivables – considered good	-	-	-	-	-	-	586.55	586.55
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	482.43	482.43
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-		-
Subtotal	-	-	-	-	-	-	1,068.98	1,068.98
Less: Expected Credit Loss	-							444.31
Total								624.67

(₹ in Lacs)

	Non-Current As at March 31, 2024	Non-Current As at March 31, 2023	Current As at March 31, 2024	Current As at March 31, 2023
8 Cash and Bank Balances				
a) Cash and Cash Equivalents				
i) Balances with Banks				
In Current Accounts	-	-	64.01	53.63
ii) Short-Term Bank Deposit (Maturity within 3 months)			0.31	30.63
ii) Cash on Hand	-	-	0.03	0.01
	-	**-**	**64.35**	**84.27**
b) Other Bank Balances				
Short-Term Bank Deposits (Maturity within 12 months)	-	-	47.68	13.31
	-	**-**	**112.03**	**97.58**

Notes to Financial Statements for the year ended March 31, 2024

	As at March 31, 2024	As at March 31, 2023
		(₹ in Lacs)
9 Equity Share Capital		
Authorised Shares		
5,000,000 equity shares of ₹ 10/- each (P.Y. 5,000,000 equity shares of ₹ 10/- each)	**500.00**	**500.00**
Issued, subscribed and paid up shares		
3,681,000 equity shares of ₹ 10/- each fully paid up (P.Y. 3,681,000 equity shares of ₹ 10/- each fully paid up)	368.10	368.10
	368.10	**368.10**

a) Reconciliation of the number of shares outstanding *(Nos. in Lacs)*

Number of equity shares at the beginning	36.81	36.81
Equity Shares issued during the period	-	-
Number of equity shares at the end	**36.81**	**36.81**

b) Terms / rights attached to equity shares

Each holder of equity share is entitled to one vote per share with a right to receive per share dividend by the Company, when declared. In the event of liquidation, the equity shareholders will be entitled to receive remaining assets of the Company after distribution of all preferential amounts in the proportion to the number of equity shares held by them.

(Nos. in Lacs)

c) Shares held by holding Company

Tilaknagar Industries Ltd.	36.81	36.81

d) Details of shareholders holding more than 5% shares in the Company

Name of the shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of equity shares	As a % of total holding	No. of equity shares	As a % of total holding
Tilaknagar Industries Ltd.	36.81	100.00	36.81	100.00
Total	**36.81**	**100.00**	**36.81**	**100.00**

e) Disclosures of Shareholding of Promoters - Shares held by the Promoters *(Nos. in Lacs)*

Name of the shareholder	As at March 31, 2024		As at March 31, 2023		Changes in %
	No. of equity shares	As a % of total holding	No. of equity shares	As a % of total holding	
Tilaknagar Industries Ltd.	36.81	100.00	36.81	100.00	0%
Total	**36.81**	**100.00**	**36.81**	**100.00**	

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

		(₹ in Lacs)
10 Other Equity	**As at March 31, 2024**	***As at* March 31, 2023**
a) Securities Premium Account		
Balance at the beginning and at the end of the year	**835.00**	**835.00**
b) Retained Earnings		
Balance at the beginning of the year	(11,399.50)	(1,204.74)
Add: Profit / (Loss) after tax for the year	11,104.56	(10,183.20)
Add: Remeasurement of defined benefit plans	(9.57)	(11.56)
Balance at the end of the year	**(304.51)**	**(11,399.50)**
	530.49	**(10,564.50)**

Footnote:

a) The amount received in excess of face value of the equity shares is recognised in Securities Premium. It is utilised in accordance with the provisions of section 52 of the Companies Act,2013.

b) Retained earnings are the profits / losses that Company has earned / incurred till date less transfers to general reserve dividends or other distributions paid to shareholders. Retained earnings includes re-measurement loss / (gain) on defined benefit plans (net of taxes) that will not be reclassified to the Statement of Profit and Loss. Retained earnings is a free reserve available to the Company.

(₹ in Lacs)

	Non-Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
11 Borrowings				
Unsecured Loans				
Loan from Holding Company (Refer Note No. 33(b))			-	9,761.20
	-	**-**	**-**	**9,761.20**

	Non-Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
12 Other Financial Liabilities				
Payable for purchase of Fixed Assets	-	-	17.36	17.36
Employee dues	-	-	25.17	149.32
Other Payables				
Related Parties (Refer Note No. 33(c))	-	-	-	2,276.34
Others	-	-	4.07	11.55
	-	**-**	**46.60**	**2,454.57**

(₹ in Lacs)

	Non-Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
13 Provisions				
Provision for Gratuity (Refer Note 28)	51.02	91.01	4.02	5.48
Provision for Leave Encashment	5.49	4.40	0.58	0.49
	56.51	**95.41**	**4.60**	**5.97**

	Non-Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
14 Other Liabilities				
Payable towards Statutory Liabilities	-	-	8.92	88.89
	-	**-**	**8.92**	**88.89**

Notes to Financial Statements for the year ended March 31, 2024

	Non-Current As at March 31, 2024	Non-Current As at March 31, 2023	Current As at March 31, 2024	Current As at March 31, 2023
15 Trade Payables				
Trade Payables (Refer Note No.31)				
Total outstanding dues of micro & small enterprises	-	-	-	9.31
Total outstanding dues of creditors other than micro & small enterprises	-	-	63.90	257.83
	-	**-**	**63.90**	**267.14**

Ageing Schedule (2023-2024)							
	Outstanding for following periods from due date of payments						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total Outstanding**
MSME	-	-	-	-	-	-	-
Others	-	5.21	10.17	0.37	48.15		63.90
Disputed Dues - Others	-	-	-	-	-	-	-
Disputed Dues - MSME	-	-	-	-	-	-	-
Total	**-**	**5.21**	**10.17**	**0.37**	**48.15**	**-**	**63.90**

Ageing Schedule (2022-2023)							
	Outstanding for following periods from due date of payments						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total Outstanding**
MSME	-	0.46	0.04	-	-	8.81	9.31
Others	-	1.08	9.91	-	0.06	246.78	257.83
Disputed Dues - Others	-	-	-	-	-	-	-
Disputed Dues - MSME	-	-	-	-	-	-	-
Total	**-**	**1.54**	**9.95**	**-**	**0.06**	**255.59**	**267.14**

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

(₹ in Lacs)

		Year ended March 31, 2024	Year ended March 31, 2023
16	**Revenue from Operations**		
	Revenue from contracts with customers		
	Sales of products	-	44.90
		-	**44.90**
	Reconciliation of Gross Revenue with Revenue from Contracts with Customers		
	Contract price	-	44.90
	Less:Discount/Demurrage	-	-
	Revenue recognised	**-**	**44.90**
16.1	**Other Operating Income**		
	Contract Manufacturing Income	358.19	268.84
	Sale of by products, scrap and other income	-	-
		358.19	**268.84**
17	**Other Income**		
	Interest income	4.47	3.58
	Dividend Income	0.03	0.03
	Miscellaneous Receipts	-	1.18
	Provision no longer required written back	90.81	153.40
		95.31	**158.19**

		Year ended March 31, 2024	Year ended March 31, 2023
18	**Cost of Materials Consumed**		
	i) Raw Material Consumption		
	Inventories at the beginning of the year	-	34.61
	Add: Purchases	-	-
	Less: Inventories at the end of the year	-	-
		-	**34.61**
	ii) Packing Materials & Consumables	-	8.96
		-	**43.57**
19	**(Increase) / Decrease in Inventories**		
	Inventories at the beginning of the year		
	i) Work-In-Progress	7.43	19.14
	ii) Finished goods	-	-
		7.43	**19.14**
	Less : Inventories at the end of the year		
	i) Work-In-Progress	-	7.43
	ii) Finished goods	-	-
		-	**7.43**

(Increase) / Decrease in Inventories	**-**	**11.71**

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

		Year ended March 31, 2024	(₹ in Lacs) Year ended March 31, 2023
20	**Employee Benefit Expense**		
	Salaries, Wages and Bonus	197.83	187.92
	Contribution to provident fund and family pension fund (Refer Note 28)	19.92	38.80
	Staff welfare expenses	2.39	0.55
	Gratuity (Refer Note 28)	12.44	9.89
		232.58	**237.16**
21	**Finance Costs**		
	Interest on Term Loans	-	-
	Interest on Cash Credits/ Working Capital Demand Loan	-	-
	Interest Paid - Others	-	-
		-	**-**
22	**Other Expenses**		
	Power and fuel	29.53	24.39
	Repairs & maintenance		
	i) Plant & Equipment	10.46	28.09
	ii) Buildings	0.37	3.68
	iii) Others	13.09	12.84
	Insurance	5.08	1.31
	Legal and professional charges	2.38	10.28
	Professional Fees on Liquidation	-	59.00
	Provision for Advance	43.22	-
	Auditor's remuneration (Refer Note No.30)	2.86	2.17
	Rates and taxes	392.55	45.20
	Freight, transport charges & other expenses	0.47	1.08
	Travelling and conveyance expenses	5.32	6.54
	Printing and stationery	4.10	6.24
	Provision for Inventory	-	23.56
	Advance Written off	186.80	-
	Communication expenses	2.25	0.37
	Vehicle running expenses	0.36	0.24
	Miscellaneous expenses	51.05	31.29
		749.89	**256.28**

23 Financial Instruments - Accounting classification and fair value measurements

a) The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in forced or liquidation sale.

b) The following methods and assumptions were used to estimate the fair value:

1) Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilties, short term loans from banks and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.

2) Financial instruments with fixed and variable interest rates are evaluated by the company based on parameters such as interest rate and individual credit worthiness of the counter party. Based on this evaluation, allowances are taken to account for the expected losses of these receivables.

c) The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation techniques:

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : Valuation techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Valuation techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The following table shows the carrying amounts and fair values of financial assets and financials liabilities :

As at March 31, 2024 *(₹ in Lacs)*

	Carrying amount			
	FVOCI - Equity Instruments	**Financial assets - cost / amortised cost**	**Financial liabilities - cost / amortised cost**	**Total carrying amount**
Financial assets				
Investments	0.30	-	-	0.30
Trade Receivables	-	-	-	-
Cash and Cash Equivalents	-	64.35	-	64.35
Other Bank Balances	-	47.68	-	47.68
Other Financial Assets	-	35.59	-	35.59
	0.30	**147.62**	**-**	**147.92**
Financial liabilities				
Borrowings	-	-	-	-
Trade Payables	-	-	63.90	63.90
Other Financial Liabilities	-	-	46.60	46.60
	-	**-**	**110.50**	**110.50**

The Company has not disclosed the fair values for financial instruments such as investments, trade receivables, cash and cash equivalents, other bank balances, loans, other financial assets, borrowings, trade payables and financial liabilities because their carrying amounts are a reasonable approximation of fair value.

As at March 31, 2023 *(₹ in Lacs)*

	Carrying amount			
	FVOCI - Equity Instruments	**Financial assets - cost / amortised cost**	**Financial liabilities - cost / amortised cost**	**Total carrying amount**
Financial assets				
Investments	0.30	-	-	0.30
Trade Receivables	-	624.67	-	624.67
Cash and Cash Equivalents	-	84.27	-	84.27
Other Bank Balances	-	13.31	-	13.31
Other Financial Assets	-	315.86	-	315.86
	0.30	**1,038.11**	**-**	**1,038.41**
Financial liabilities				
Borrowings	-	-	9,761.20	9,761.20
Trade Payables	-	-	267.14	267.14
Other Financial Liabilities	-	-	2,454.57	2,454.57
	-	**-**	**12,482.91**	**12,482.91**

The Company has not disclosed the fair values for financial instruments such as investments, trade receivables, cash and cash equivalents, other bank balances, loans, other financial assets, borrowings, trade payables and financial liabilities because their carrying amounts are a reasonable approximation of fair value.

Fair Value Measurement Hierarchy :

(₹ in Lacs)

Particulars	**As at 31-03-2024**			**As at 31-03-2023**		
	Level 1	**Level 2**	**Level 3**	**Level 1**	**Level 2**	**Level 3**
Financial Asset	-	-	-	-	-	-
Non current Investments	-	-	0.30	-	-	0.30
Current Investment	-	-	-	-	-	-

24 Financial risk management

Objectives and policies

Risk management framework

The Company's management has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company conducts yearly risk assessment activities to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Company has a system in place to ensure risk identification and ongoing periodic risk assessment is carried out. The members of suspended Board of directors periodically monitors the risk assessment.

The Company has exposure to the following risks arising from financial instruments :
- Credit risk
- Liquidity risk
- Market risk
- Interest risk

a) Credit risk

Credit risk is the risk that counterparty will not meet its obligation under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. The company generally doesn't have collateral.

The carrying amounts of financial assets represent the maximum credit risk exposure. The maximum exposure to credit risk at the reporting date is as follows :-

(₹ in Lacs)

Particulars	As at March 31, 2024	As at March 31, 2023
Trade receivables	-	624.67
Cash and cash equivalents	64.35	84.27
Other bank balances	47.68	13.31
Other financial assets	35.59	315.86
Total	**147.62**	**1,038.11**

Trade receivables

Customer credit risk is managed as per Company's established policy, procedures and control relating to customer credit risk management. Credit risk has always been managed by the Company through credit approvals, estabilishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

Trade Receivables of the Company mainly consist of receivables from the holding company and state corporations. In respect of receivable from the state corporations, there is no past history of credit loss from these parties. Hence, in the opinion of the management there is no credit loss on receivable from the state corporations.

An impairment analysis is performed for all major customers at each reporting date on an individual basis. In addition, a large number of minor receivables are grouped into homogenous group and assessed for impairment collectively. The calculation is based on historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several industries and operate in largely independent markets.

(₹ in Lacs)

	Contractual cash flows		
	Carrying amount	Less than one year	More than 1 year
As at March 31, 2024	-	-	-
As at March 31, 2023	624.67	624.67	-

Bank balances and deposits with banks

Credit risk from balances with banks is managed by the company's finance department as per Company's policy. Investment of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis, and may be updated throughout the year subject to approval of the Company's Board of directors. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

As at March 31, 2024 *(₹ in Lacs)*

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
Borrowings	-	-	-
Trade payables	63.90	63.90	-
Other financial liabilities	46.60	46.60	-
	110.50	**110.50**	**-**

As at March 31, 2023 *(₹ in Lacs)*

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
Borrowings	9,761.20	9,761.20	-
Trade payables	267.14	267.14	-
Other financial liabilities	2,454.57	2,454.57	-
	12,482.91	**12,482.91**	**-**

c) Market risk

Market risk is the risk of loss of future earnings, fair value or future cash flows arising out of change in the price of a financial instrument. These include change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowing.

The company manages market risk through a risk management committee engaged in, inter alia, evaluation and identification of risk factors with the object of governing / mitigation them accordingly to company's objectives and declared policies in specific context of impact thereof on various segments of financial instruments.

Currency risk

The Company is exposed to currency risk to the extent that there is mismatch between the currencies in which sales, purchase are denominated and the respective functional currencies of Company. The Company has export sales primarily denominated in US dollars.

Exposure to currency risk *(Nos in Lacs)*

The Company's exposure to currency risk as reported to the management is as follows:

	As at March 31, 2024 USD	**As at March 31, 2023 USD**
Foreign currency Borrowings	-	-
Total	**-**	**-**

Foreign currency sensitivity

1% increase or decrease in foreign exchange rates will have the following impact on profit before tax:

(₹ in Lacs)

	As at March 31, 2024	**As at March 31, 2023**
Increase / (decrease) in profit	-	-
Total increase / (decrease) in profit	**-**	**-**

A 1% increase in foreign exchange rates at the reporting date would have had equal but opposite effect on the amounts shown above, on the basis that all other variable remain constant.

d) Interest risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The entity's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.

At the reporting date the interest rate profile of the Company's interest-bearing financial instruments is as follows:

(₹ in Lacs)

	As at March 31, 2024	As at March 31, 2023
Fixed rate instruments		
Financial liabilities		
Borrowings	-	-
Total	**-**	**-**
Variable-rate instruments		
Financial liabilities		
Borrowings	-	-
Total	**-**	**-**

Cash flow sensitivity analysis for variable-rate instruments

An increase of 100 basis points in interest rates at the reporting date would have decreased gain as at year end by the amounts shown below. This analysis assumes that all other variables remain constant.

Particulars	Profit or loss
As at March 31, 2024	
Variable-rate instruments	-
Cash flow sensitivity	**-**
As at March 31, 2023	
Variable-rate instruments	-
Cash flow sensitivity	**-**

A decrease of 100 basis points in the interest rates at the reporting date would have had equal but opposite effect on the amounts shown above, on the basis that all other variable remain constant.

25 Deferred Tax Assets/ (Liabilities) :

The following is the analysis of deferred tax assets/ (liabilities) presented in the balance sheet :

(₹ in Lacs)

Movement in deferred tax assets / (liabilities) during the year	Opening Balance as on 01-04-2023	Recognised in Statement of Profit & loss	Closing balance as on 31-03-2024
Deferred Tax liabilities in relation to			
Property Plant & Equipment	(144.96)	16.91	(128.05)
Total A	**(144.96)**	**16.91**	**(128.05)**
Deferred Tax Assets in relation to			
Employee Benefit obligation	31.48	(12.90)	18.57
Provision/ Impairment for Doubtful Debts/ Advances/ Deposits	113.48	(4.01)	109.48
Business Losses /Unabsorbed depreciation	-	-	-
Total B	**144.96**	**(16.91)**	**128.05**
Total (A+B)	**-**	**-**	**-**

25.1 Deferred tax asset on tax losses and unabsorbed depreciation under Income Tax Act, has been recognised to the extent it is probable that future taxable income will be available against which these can be utilised. Accordingly, deferred tax assets have not been created on carried forward business losses and unabsorbed depreciation of ₹ 2,420.84 lacs as on March 31, 2024 (P.Y. ₹ 2,119.28 lacs).

(₹ in Lacs)

		Year ended March 31, 2024	Year ended March 31, 2023
25.2	**Income Taxes**		
a)	**Income Tax recognised in the Statement of Profit and Loss**		
	Current Tax		
	In respect of current year	-	-
	Adjustments in respect of previous years	-	-
	Deferred Tax		
	In respect of current year	-	-
b)	**Income tax expense recognised in Other Comprehensive Income**		
	Deferred tax expense on remeasurement of defined benefit plans	-	-

c) **Reconciliation of Tax expenses :-**

(₹ in Lacs)

		Year ended March 31, 2024	Year ended March 31, 2023
	Particulars		
	Profit Before Income Tax Expense	11,104.56	(10,183.20)
	Tax Rate	25.168%	25.168%
	Tax at Indian Tax Rate @ 25.168%	2,794.80	(2,562.91)
	Tax Effect of amounts which are not deductible / (taxable) in calcualting taxable income :		
i	Deductions not considered in ealier years, taken as allowance during the year	(2,585.92)	2,504.66
ii	Permanent Disallowances/ Allowances	-	8.91
iii	Carried forward losses utilised	(208.88)	49.34
iv	Income not taxable	-	-
	Total	(2,794.80)	2,562.91
	Income tax expense as per Statement of Profit and Loss	-	-

(₹ in Lacs)

		As at March 31, 2024	As at March 31, 2023
d)	**Current Tax Liabilities**		
	Provision for Taxation (Net of Advance Tax)	-	-
e)	**Current Tax Assets**		
	Advance Tax (Net of Provision for Taxation)	8.21	6.23

26 Capital Management

For the purpose of the Company's capital management, capital includes issued capital and all other equity reserves attributable to the equity shareholders of the Company. The primary objective of the Company when managing capital is to safeguard its ability to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholder value.

Consequent to such capital structure, there are no externally imposed capital requirements. In order to maintain or achieve an optimal capital structure, the Company allocates its capital for distribution as dividend or re-investment into business based on its long term financial plans.

(₹ in Lacs)

The Company monitors capital based on the following ratio :-

	As at March 31, 2024	**As at March 31, 2023**
Total Net Debt	-	9,676.93
Total Equity	898.59	(10,196.40)
Debt to Equity Ratio	NIL	NIL

27 Contingent Liability not provided for:

(₹ in Lacs)

	Particulars	As at March 31, 2024	As at March 31, 2023
a)	Bank guarantees issued on behalf of the Company	26.20	26.20
b)	In respect of disputed Indirect Tax matters, pending before the appropriate tax authorities, contested by the Company		
	Sales Tax / Service Tax /GST		
	F.Y. 2015-2016 (CST - AP)	0.03	0.03
	F.Y. 2015-2017 (Service Tax)	65.69	65.69
	F.Y 2017-18 (CGST Act 2017)	21.67	-
	F.Y 2018-19 (CGST Act 2017)	49.97	-

Contingent liabilities above represent estimates made mainly for probable claims arising out of litigation and disputes pending with tax authorities. The probability and timing of outflow with regard to these matters depend on the final outcome of litigations / disputes. Hence the Company is not able to reasonably ascertain the timing of the outflow.

28 The disclosure of Ind AS 19 “Employee Benefits” is as follows:

Defined Contribution Plan

The Company has charged in the Statement of Profit and Loss during the financial year an amount of ₹ 19.92 lacs (P.Y. ₹ 38.80 lacs) under defined contribution plan as employer’s contribution to Provident Fund.

Defined Benefit Plan

The Employees’ gratuity scheme is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes 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 net value of the defined commitment is detailed below:

(₹ in Lacs)

	As at March 31, 2024 Unfunded Gratuity	As at March 31, 2023 Unfunded Gratuity
Present Value of obligation	55.04	96.49
Fair Value of Plans	-	-
Net Liability in the balance sheet	**55.04**	**96.49**
Defined Benefit Obligations		
Opening balance	96.49	75.03
Interest expenses	7.24	5.42
Current service cost	5.20	4.47
Past service cost (Refer Below Note *)	(57.90)	-
(Liability Transferred Out/ Divestments)	-	-
Benefit paid directly by the employer	(5.57)	-
Benefit paid from the fund	-	-
Actuarial (gain) / loss-Due to change in Demographic Assumption	-	-
Actuarial (gain) / loss-Due to change in Financial assumptions	1.25	(2.29)
Actuarial (gain) / loss- Due to Experience	8.33	13.85
Closing balance	**55.04**	**96.49**
		-
Plan Assets		-
Opening balance	-	-
Interest Income	-	-
Expected return on plan assets	-	-
Paid Funds	-	-
Actuarial (gain) / loss	-	-
Closing balance	-	-

	For the year ended March 31, 2024	For the year ended March 31, 2023
	Unfunded Gratuity	**Unfunded Gratuity**
Return on Plan Assets		
Expected return on plan assets	-	-
Actuarial (gain) / loss	-	-
Actual Return on Plan Assets	-	-
Expenses Recognised in the Statement of Profit or Loss on defined benefit plan	-	-
Current service costs	5.20	4.47
Past service cost (Refer Below Note *)	(57.90)	-
Interest expense	7.24	5.42
Interest Income	-	-
Expected return on plan assets	-	-
Expenses Recognised	**(45.46)**	**9.89**
	-	-
Expenses Recognised in the Other Comprehensive Income (OCI) on defined benefit plan	-	-
Actuarial (gain) / loss	9.57	11.56
Expected return on plan assets	-	-
Net (Income)/ Expense for the period Recognised in OCI	**9.57**	**11.56**
Maturity Analysis of the Benefit Payments: From the Employer	-	-
Projected Benefits Payable in Future Years From the Date of Reporting		
1st Following Year	4.02	5.48
2nd Following Year	1.56	5.80
3rd Following Year	3.33	4.35
4th Following Year	2.94	8.68
5th Following Year	2.58	6.38
Sum of Years 6 to 10	28.74	47.95
Sum of Years 11 and above	70.83	134.10
Sensitivity Analysis		
Projected Benefits Obligations on Current Assumptions	55.04	96.49
Delta Effect +1% Change in Rate of Discounting	(4.41)	(7.78)
Delta Effect -1% Change in Rate of Discounting	5.02	8.92
Delta Effect +1% Change in Rate of Salary Increase	5.09	9.06
Delta Effect -1% Change in Rate of Salary Increase	(4.54)	(8.02)
Delta Effect +1% Change in Rate of Employee Turnover	0.81	1.74
Delta Effect -1% Change in Rate of Employee Turnover	(0.89)	(1.93)
Actuarial assumptions	**Unfunded Gratuity**	**Unfunded Gratuity**
Mortality	2012-14 Urban	2012-14 Urban
Discount rate (per annum)	7.23%	7.50%
Expected rate of return on plan assets (per annum)	5.00%	5.00%
Rate of escalation in salary (per annum)	2.00%	2.00%

Defined Contribution Plan

Present value of DBO, Fair Value of Plan Assets, Deficit/ (Surplus), Experience Adjustments for current and earlier periods:

Unfunded Gratuity for the year ended	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Present value of DBO	55.04	96.49	75.03	67.05	67.05
Fair value of plan assets			-	-	-
Deficit/(Surplus)	55.04	96.49	75.03	67.05	67.05

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

29 Related Party Disclosures:

The disclosures pertaining to the related parties as required by Ind AS 24 "Related Party Disclosure" are as under:

a) Holding Company :Tilaknagar Industries Ltd.

List of Fellow Subsidiary Companies
: Vahni Distilleries Private Limited
: PunjabExpo Breweries Private Limited
: Shivprabha Sugars Ltd.

b) Key Managerial Personnel and Directors
: Mr.Shankar Pawar - Director -(from August 07, 2023)
: Mrs.Hemangi Subodh Naik - Director- (from August 07, 2023)
: Mr.Kumar Charan Mohanty - Director -(from February 22, 2024)

: Mr. Amit Dahanukar- Chariman - (upto August 17,2023)
: Mrs. Shivani Amit Dahanukar-Director- (upto August 17,2023))

(₹ in Lacs)

Nature of Transaction (excluding reimbursements)	Parties refered in (a) above		Parties refered in (b) above	
	2023-24	2022-23	2023-24	2022-23
Sales				
Tilaknagar Industries Ltd.	-	44.90	-	-
Total	**-**	**44.90**	**-**	**-**
Income from Contract Manufacturing				
Tilaknagar Industries Ltd.	358.19	268.84	-	-
Total	**358.19**	**268.84**	**-**	**-**
Net Loans & Advances given / (taken)				
Tilaknagar Industries Ltd.*	9,761.20	(596.82)	-	-
PunjabExpo Breweries Private Limited *	2,276.34	-	-	-
Total	**12,037.54**	**(596.82)**	**-**	**-**
Outstanding Payable				
Tilaknagar Industries Ltd.*	-	(9,761.20)	-	-
PunjabExpo Breweries Private Limited *	-	(2,276.34)		
Total	**-**	**(12,037.54)**	**-**	**-**

Note :

All Related Party Transactions entered during the year were in ordinary course of the business and on arm's length basis.

* Refer Note No.33 (b) & 33 (c)

PRAG DISTILLERY (P) LTD.

Notes to Financial Statements for the year ended March 31, 2024

			(₹ in Lacs)
		Year ended March 31, 2024	**Year ended March 31, 2023**
30	**Auditor's remuneration charged to accounts:**		
a)	Audit fees	1.00	1.18
b)	Limited review fees	1.80	0.89
b)	Reimbursement of expenses	0.06	0.10
		2.86	**2.17**

31 Micro & Small enterprises have been identified by the Company on the basis of the information received from suppliers regarding their satatus under the Mirco, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The Company has amounts due to Micro & Small enterprises under the MSMED Act as follows :

	Particulars	**As at March 31, 2024**	**As at March 31, 2023**
a)	the principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year;	-	17.61
b)	the amount of interest paid by the buyer in terms of section 16 of the Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
c)	the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Act ;	-	-
d)	the amount of interest accrued and remaining unpaid at the end of year; and	-	8.30
e)	the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Act.	-	-

			(₹ in Lacs)
		As at March 31, 2024	**As at March 31, 2023**
32	**Earnings per share:**		
	Profit / (Loss) After Tax	11,104.56	(10,183.20)
	Weighted average number of shares	36.81	36.81
	Basic & Diluted Earnings Per Share	301.67	(276.64)
	Face Value per Equity Share	10.00	10.00

33	**Exceptional Items in the year ended March 31, 2024 includes :**	**Income / (Expenses) ₹ in lacs**
a)	During the financial year ended March 31, 2024, The Company , has written off the Trade Receivables of ₹ 586.55 lacs and Earnest Money Deposit of ₹ 182.05 lacs receivable from Andhra Pradesh Beverage Corporation Ltd.(the Corporation) and other receivables of ₹ 38.12 lacs .	(806.72)
b)	During the financial year ended March 31, 2024, the Company has written back the loans and advances payable to holding company i.e. Tilaknagar Industries Ltd of ₹ 10,250.33 lacs and the same has been disclosed under exceptional item in the financial statement as an income for the year ended March 31, 2024.	10,250.33
c)	During the financial year ended March 31, 2024, the Company has written back the advances payable to its fellow subsidiary company i.e. Punjabexpo Breveries Pvt Ltd of ₹ 2,276.34 lacs and the same has been disclosed under exceptional item in the financial statement as an income for the year ended March 31, 2024.	2,276.34
	Total exceptional Items (Net) in the year ended March 31, 2024	**11,719.95**

34 The Hon'ble NCLT had passed an order on June 23, 2023 for closure of liquidation process of Prag Distillery (P) Ltd. ("Prag"), for reinstatement of the Board of Directors for the management of the operations of Prag. Accordingly, the Board of Directors have been reinstated on July 10, 2023. Prag is running its bottling operation at optimum capacity for the Holding Company and its networth is positive at the year end. Further, post the review of the bottling expansion project, the management has decided to abandon the same and hence an amount of Rs 10,021.69 lacs has been written off in the books. Consequent to the earlier provision of Rs 10,021.69 lacs provided in the financial statement of FY 2022-2023, the net impact on the financial statement for FY 2023-24 is Nil.

Notes to Financial Statements for the year ended March 31, 2024

35 Ratio Analysis

Ratio	Numerator	Denominator	Current year	Previous Year	% Change	Reason for Variance
Current ratio (in times)	Total current assets	Total current liabilities	1.34	0.10	1219.95%	The Company has written back loans and advances from its Holding Company and its fellow subsidiariesn during FY 2023-24.
Debt-Equity ratio (in times)	Total borrowings and lease liabilities	Total equity	0.00	0.00	NA	NA
Debt service coverage ratio (in times)	Net Profit after taxes + Depreciation and Amortization + Finance Cost-Exceptional Item	Principal repayments including interest + lease liabilities payments	0.00	0.00	0.00%	NA
Return on Equity Ratio	Profit after tax	Total equity	1235.78%	0.00%	NA	NA
Inventory turnover ratio (times)	Cost of Material consumed + Changes in Inventories	Total inventory	0.00	0.00	NA	NA
Trade receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	1.15	0.50	128.34%	The Company has written off Trade receivables during 2023-24.
Trade payables turnover ratio (in times)	Cost of Material consumed + Changes in Inventories + Other Expenses - Inventory /Advance Provision / Advance written off	Average trade payable	3.40	0.48	613.13%	Impovement in payment of Trade Payables during FY 2023-24.
Net capital turnover ratio (in times)	Revenue from operations	Working capital (i.e. Total current assets less Total current liabilities)	8.416	0.00	NA	NA
Net profit ratio (in %)	Profit after tax	Revenue from operations	31.002	0.00	NA	NA
Return on capital employed (in %)	Profit before tax + finance costs	Capital employed = Tangible Net worth + Total Borrowings	12.358	0.00%	NA	NA
Return on investment (in %)	Profit after tax	Total equity	0.00%	0.00%	NA	NA

36 **Other Statutory Information:**

i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

ii) The Company does not have any immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the Company.

iii) The Company does not have any transactions with the struck off Companies.

iv) As on March 31, 2024, the satsifaction of charges to be registered with the ROC was pending on account of technical errors in MCA website at the time of filing as the Company was under liquidation process.Subsequently, as on the date of issuance of the financial statements, the satisfaction of charges of the company with ROC have been registered.

v) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

vi) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or

b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

vii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;

b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

viii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

ix) The Company has not made any Loans or Advances in the nature of loans that are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are

(a) repayable on demand or

(b) without specifying any terms or period of repayment.

x) The company has not been declared as a wilful defaulter.

xi) The Company did not have sanctioned working capital limits during the year from any banks / lenders.

37 The Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. With respect to changes made by certain privileged access rights to the SAP application and/or the underlying database audit trail feature is not enabled. The Company does have a privileged access monitoring tool that monitors these access rights and the Company is in the process of further strengthening this feature with adequate logs to be maintained. Further no instance of audit trail feature being tampered with was noted in respect of the software.

38 Figures of previous year have been regrouped, reclassified and recast, wherever considered necessary.

As per our Report of even date annexed.

For Batliboi & Purohit
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Paresh Chokshi	**Shankar Pawar**	**Hemangi Subodh Naik**
Partner	*Director*	*Director*
Membership No. 033597	(DIN: 08877747)	(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

INDEPENDENT AUDITORS' REPORT

To the Members of Vahni Distilleries Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Vahni Distilleries Private Limited** ("the Company") which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS"), as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit and the other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 the Institute of Chartered Accountants of India ("ICAI") together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Information other than the financial statements and auditor's 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 Management Discussion and Analysis and Board's Report including Annexures to Board's Report, but does not include the consolidated financial statements, 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.

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 Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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.

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.
The Board of Directors 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgement 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 controls.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

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 Act, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order.

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, except for the matter stated in the paragraph 2i(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.

e) On the basis of the written representations received from the directors of the Company as on March 31, 2024 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

f) The observations relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph '2.(b)' above on reporting under Section 143(3)(b) of the Act and paragraph 2.i(vi) below on reporting under Rule 11 (g).

g) 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

h) With respect to the other matters to be included in the auditor's report in accordance with the requirements of section 197(16), as amended:

   In our opinion and to the best of our knowledge and according to the explanations given to us, no remuneration has been paid/provided by the Company to its directors during the year under the provisions of section 197 of the Act.

i) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:

   i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.

   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.

   iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on audit procedures performed, nothing has come to our attention that causes us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided in (a) and (b) above, contain any material misstatement.

v. The Company has not declared or paid any dividend during the year.

vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that it was not enabled at the database level to log any direct data changes for the accounting software used. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.
As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For BATLIBOI & PUROHIT
Chartered Accountants
ICAI Firm Reg. No.101048W

Kaushal Mehta
Partner
Membership No. 111749

Place : Mumbai
Date : May 18, 2024
ICAI UDIN: 24111749BKAFIA8210

Annexure - A to the Independent Auditors' Report

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **Vahni Distilleries Private Limited**

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which all items of Property, Plant and Equipment are verified once in every two years. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the said programme, certain items of Property, Plant and Equipment were physically verified during the year and no material discrepancies were observed on such verification.

(c) With respect to immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment, capital work-in progress, according to the information and explanations given to us and based on the examination of the registered sale deed / title deed provided to us, we report that, the title deeds of such immovable properties are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year. Accordingly, paragraph 3(i)(d) of the Order is not applicable.

(e) According to the information and explanations given to us, no proceedings have been initiated during the year or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) (a) The Company does not have any inventory and hence reporting under clause 3(ii)a of the Order is not applicable.

(b) During the year, the Company did not have any sanctioned working capital limits in excess of five crore rupees, in aggregate, from any banks on the basis of security of its current assets. Accordingly, paragraph 3(ii)(b) of the Order is not applicable.

(iii) During the year, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, paragraph 3(iii) of the Order is not applicable.

(iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, made investments or given guarantees in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable. Accordingly, reporting under paragraph 3(iv) of the Order is not applicable.

(v) According to information and explanations given to us, the Company has not accepted any deposits from the public in accordance with the provisions of section 73 to 76 or any relevant provisions of the Act and rules framed thereunder. Accordingly, paragraph 3(v) of the Order is not applicable.

(vi) To the best of our knowledge and as explained the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the products of the Company.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed statutory dues referred above were in arrears as at March 31, 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 by the Company and on the basis of our examination of the books of account and the record, there are no dues of, Service Tax, Goods and service tax, Income tax, Duty of Customs, Duty of Excise and Value added tax outstanding on account of any dispute except for Central Goods and Services tax as stated below: *:

Name of the statute	**Nature of dues**	**Amount (Rs. In lakhs)***	**Period to which the amount relates (Financial Year)**	**Forum where dispute is pending**
CGST ACT,2017	CGST ACT,2017	40.27	2017-18	Joint Commissioner (Appeals)

**As represented by Management.*

(viii) According to the information and explanations given to us, no transactions have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which was not recorded in the books of account. Accordingly, paragraph 3(viii) of the Order is not applicable.

(ix) (a) According to the information and explanations given to us and on the basis of our audit procedures, the Company has not taken any loans from any lender during the year. Accordingly, paragraph 3(ix)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and on the basis of our audit procedures, the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) According to the information and explanations given to us and based on our examination of the records of the Company, no term loans were obtained or utilised during the year by the Company. Accordingly, paragraph 3(ix)(c) of the Order is not applicable.

(d) In our opinion and according to the information and explanations given to us and based on the audit procedures performed by us, no funds have been raised on short term basis by the Company.

(e) According to the information and explanations given to us and based on the audit procedures performed by us, the Company does not have any subsidiaries, joint ventures or associate companies. Accordingly, paragraph 3(ix)(e) of the Order is not applicable.

(f) According to the information and explanations given to us and based on the audit procedures performed by us, the Company does not have any subsidiaries, joint ventures or associate companies. Accordingly, paragraph 3(ix)(f) of the Order is not applicable.

(x) (a) According to the information and explanations given to us and based on the audit procedures performed by us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3(ix)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partly or optionally) during the year.

(xi) (a) According to the information and explanations given to us, no fraud by the company or any fraud on the company has been noticed or reported during the year.

(b) According to the information and explanations given to us and based on the audit procedures performed by us, no report under sub-section (12) of section 143 of the Companies Act in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was filed with the Central Government during the year or upto the date of the Report.

(c) As represented to us by the management, no whistle blower complaints were received by the Company during the year.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a 'nidhi' company and it has not accepted any deposits. Accordingly, paragraph 3(xii)(a), paragraph 3(xii)(b) and paragraph 3(xii)(c) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on the audit procedures performed by us, transactions with the related parties during the year were in compliance with sections 188 of the Act where applicable and details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards. Provisions of Section 177 of the Act are not applicable to the Company.

(xiv) (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.

(b) The reports of internal auditor issued to the Company for the period under audit have been considered by us.

(xv) According to the information and explanations given to us and based on the audit procedures performed by us, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, provisions of section 192 of the Act and paragraph 3(xv) of the Order are not applicable.

(xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on audit procedures performed by us, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Accordingly, paragraph 3(xvi)(b) of the Order is not applicable.

(c) In our opinion and according to the information and explanations given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations given to us, the Group (as defined the Core Investment Companies (Reserve Bank) Direction 2016) does not have any Core Investment Company ('CIC') as part of the Group. Accordingly, paragraph 3(xvi)(d) of the Order is not applicable.

(xvii) According to the information and explanations given to us and based on audit procedures performed by us, the Company has not incurred cash losses in the financial year and in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3(xviii) of the Order is not applicable.

(xix) According to the information and explanations given to us and 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, 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 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 the future viability of the Company. We further state that our reporting is based on the facts up to the date of the 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, will get discharged by the Company as and when they fall due.

(xx) (a) According to the information and explanations given to us and based on audit procedures performed by us, the Company was not required to spent any amount in terms of Section 135 of the Act during the year. Accordingly, second proviso to sub-section (5) of section 135 of the said Act and paragraph 3(xx)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on audit procedures performed by us, the Company did not have any ongoing project in terms of Section 135 of the Act during the year. Accordingly, provision of sub-section (6) of section 135 of the said Act and paragraph 3(xx)(b) of the Order is not applicable.

(xxi) This Report is issued on the standalone financial statements of the Company. Accordingly, paragraph 3(xxi) of the Order is not applicable.

For BATLIBOI & PUROHIT
Chartered Accountants
ICAI Firm Reg. No.101048W

Kaushal Mehta
Partner
Membership No. 111749

Place: Mumbai
Date: May 18, 2024
ICAI UDIN: 24111749BKAFIA8210

Annexure - B to the Independent Auditors' Report
(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirement's section of our report to the members of **Vahni Distilleries Private Limited** of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

Opinion

We have audited the Internal Financial Controls with reference to Financial Statements of Vahni Distilleries Private Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Financial Statements and such internal financial controls with reference to Financial Statements were operating effectively as at March 31, 2024, 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 ('ICAI').

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company 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 ICAI. 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 Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's Internal Financial Controls with reference to Financial Statements 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 the ICAI and deemed to be prescribed under section 143(10) of the Act, 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 ICAI. 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 with reference to Financial Statements 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 with reference to financial statements and their operating effectiveness. Our audit of Internal Financial Controls with reference to Financial Statements included obtaining an understanding of Internal Financial Controls with reference to Financial Statements, 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 with reference to Financial Statements of the Company.

Meaning of Internal Financial Controls over Financial Reporting

A company's Internal Financial Control with reference to Financial Statements 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 unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For BATLIBOI & PUROHIT
Chartered Accountants
ICAI Firm Reg. No.101048W

Kaushal Mehta
Partner
Membership No. 111749

Place : Mumbai
Date : May 18, 2024
ICAI UDIN: 24111749BKAFIA8210

VAHNI DISTILLERIES PRIVATE LIMITED

Balance Sheet as at March 31, 2024

(₹ in Lacs)

		Note No.	As at March 31, 2024	As at March 31, 2023
I	**ASSETS**			
	Non-Current Assets			
	Property, Plant and Equipment	2	351.47	267.48
	Financial Assets			
	Other Financial Assets	3	5.52	5.37
	Deferred Tax Assets (Net)	20	-	-
	Other Non-Current Assets	4	16.03	39.04
	Non-Current Tax Assets (Net)	21	11.07	135.77
			384.09	**447.66**
	Current Assets			
	Cash and Bank Balances			
	Cash and Cash Equivalents	5a	14.08	38.44
	Other Bank Balance	5b	-	-
	Financial Assets			
	Other Financial Assets	3	0.01	0.06
	Other Current Assets	4	15.15	20.24
			29.24	**58.74**
	TOTAL ASSETS		**413.33**	**506.40**
II	**EQUITY AND LIABILITIES**			
	Equity			
	Equity Share Capital	6	1,498.05	1,498.05
	Other Equity	7	(1,873.67)	(1,961.20)
			(375.62)	**(463.15)**
	Liabilities			
	Non-Current Liabilities			
	Financial Liabilities			
	Borrowings	8	-	-
	Other Financial Liabilities	9	-	-
	Provisions	10	3.20	2.26
	Deferred Tax Liabilities (Net)	20	-	-
	Other Non-Current Liabilities	11	-	-
			3.20	**2.26**
	Current Liabilities			
	Financial Liabilities			
	Borrowings	8	746.53	-
	Trade Payables			
	Total outstanding dues of micro, small enterprises	12	-	-
	Total outstanding dues of creditors other than micro, small enterprises	12	23.03	22.12
	Other Financial Liabilities	9	6.76	924.98
	Provisions	10	0.52	0.34
	Other Current Liabilities	11	8.91	19.85
			785.75	**967.29**
	TOTAL EQUITY AND LIABILITIES		**413.33**	**506.40**

Summary of significant accounting policies 1

The accompanying notes are an integral part of the financial statements 2-34

As per our Report of even date annexed.

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Kaushal Mehta
Partner
Membership No. 111749

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

Dhara Chhadva
Company Secretary

VAHNI DISTILLERIES PRIVATE LIMITED

Statement of Profit and Loss for the year ended March 31, 2024

(₹ in Lacs)

	Note No.	Year ended March 31, 2024	Year ended March 31, 2023
INCOME			
Revenue from Operations	13	498.29	465.08
Other Income	14	15.94	0.46
Total Income		**514.23**	**465.54**
EXPENSES			
Employee Benefit Expense	15	43.89	41.39
Finance Cost	16	69.68	-
Depreciation	2	29.35	26.43
Other Expenses	17	281.88	276.27
		424.80	**344.09**
Profit / (Loss) before tax		**89.43**	**121.45**
Less : Tax expense			
1) Current Tax		-	-
2) Taxes for earlier years	21	-	-
3) Deferred Tax	20	-	-
Total Tax Expense		**-**	**-**
Profit / (Loss) after tax		**89.43**	**121.45**
Other Comprehensive Income			
Items that will not be reclassified to Profit and Loss			
Remeasurement of defined benefit plans		**(1.91)**	**0.94**
Items that will be reclassified to Profit and Loss		**-**	**-**
Total Other Comprehensive Income / (Loss)		**(1.91)**	**0.94**
Total Comprehensive Income for the year		**87.52**	**122.39**
Earnings Per Share (₹) Basic & Diluted	28	5.97	8.11
Summary of significant accounting policies	1		
The accompanying notes are an integral part of the financial statements	2-34		

As per our Report of even date annexed.

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Kaushal Mehta
Partner
Membership No. 111749

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

Dhara Chhadva
Company Secretary

VAHNI DISTILLERIES PRIVATE LIMITED

Statement of Audited Cash Flow for the year ended March 31, 2024

(₹ in Lacs)

		Year ended March 31, 2024		Year ended March 31, 2023	
A)	**Cash flow from Operating activities**				
	Net profit before tax		**89.43**		**121.45**
	Adjustment for:				
	Depreciation	29.35		26.43	
	Loss on Sale of Assets	-		2.01	
	Interest Income	(1.02)		(0.46)	
	Finance Cost	69.68	98.01	-	27.98
	Operating Profit before working capital changes		**187.44**		**149.43**
	Adjustment for:				
	(Decrease)/ Increase in trade payables, current liabilities, provisions and other financial liabilities	(929.05)		(261.23)	
	(Increase) / Decrease in loans and advances and other assets	28.00		0.78	
	(Increase)/ Decrease in trade receivables	-		-	
	(Increase)/ Decrease in inventories	-		-	
			(901.05)	-	(260.45)
	Direct taxes refund / (paid)		124.70		(78.00)
	Net Cash from Operating activities		**(588.91)**		**(189.02)**
B)	**Cash Flow from Investing activities**				
	Purchase of property, plant and equipment	(113.32)		(128.00)	
	Sale of property, plant and equipment	-		2.02	
	Interest Receieved	1.02		0.46	
	(Increase) / decrease in other Bank Balances	-		-	
				-	
	Net Cash from Investing Activities		**(112.30)**		**(125.52)**
C)	**Cash Flow from Financing activities**				
	Proceeds from borrowings including current maturities	746.53		-	
	Repayment of borrowings including current maturities	-		-	
	Finance Cost	(69.68)		-	
	Net Cash from Financing Activities		**676.85**		**-**
	Net increase in Cash & Cash equivalents(A+B+C)		**(24.36)**		**(314.54)**
	Opening cash & cash equivalents		38.44		352.98
	Closing cash & cash equivalents		**14.08**		**38.44**

Notes :

		As at March 31, 2024	As at March 31, 2023
(a)	**Cash and cash equivalents comprises of**		
	i) Balances with Banks		
	In Current Accounts	9.42	38.42
	ii) Cash on Hand	4.66	0.02
		14.08	**38.44**

(₹ in Lacs)

(b) Change in liability arising from financing activities

	As at March 31, 2024	As at March 31, 2023
Balance as at April 01,	-	-
Cashflow (Net)	676.85	-
Non-Cashflow (Net)	69.68	-
Balance as at March 31,	746.53	-

VAHNI DISTILLERIES PRIVATE LIMITED

Statement of Audited Cash Flow for the year ended March 31, 2024

(c) The above statement of cash flow have been prepared under the "Indirect Method" as set out in Ind AS 7, " Statement of cash flow "

(d) Figures of previous year have been regrouped, reclassified and recast, wherever considered necessary.

As per our Report of even date annexed.

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Kaushal Mehta
Partner
Membership No. 111749

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Dhara Chhadva
Company Secretary

Place : Mumbai
Date : May 18, 2024

VAHNI DISTILLERIES PRIVATE LIMITED

Statement of Changes in Equity for the year ended March 31, 2024

(₹ in lacs)

A) Equity Share Capital

	As at March 31, 2024	As at March 31, 2023
Balance as at April 01,	**1,498.05**	**1,498.05**
Changes in equity share capital due to prior period errors	-	-
Restated balance as at April 01	1,498.05	1,498.05
Changes in equity share capital during the year	-	-
Balance as at March 31	**1,498.05**	**1,498.05**

B) Other Equity

1) Current Reporting Period (2023-2024)

(₹ in lacs)

	Reserves and Surplus			Total
	Securities Premium Account	Capital Reserve	Retained Earnings	
Balance at the beginning of the current reporting period	**356.25**	**18.97**	**(2,336.42)**	**(1,961.20)**
Changes in Accounting Policies or prior period errors	-	-	-	-
Restated balances at the beginning of the current reporting period	356.25	18.97	(2,336.42)	(1,961.20)
Profit / (Loss) after tax			89.43	89.43
Remeasurement of defined benefit plans	-	-	(1.91)	(1.91)
Balance at the end of the current reporting period	**356.25**	**18.97**	**(2,248.90)**	**(1,873.67)**

2) Previous Reporting Period (2022-2023)

(₹ in lacs)

	Reserves and Surplus			Total
	Securities Premium Account	Capital Reserve	Retained Earnings	
Balance at the beginning of the previous reporting period	356.25	18.97	(2,458.81)	(2,083.59)
Changes in Accounting Policies or prior period errors	-	-		-
Restated balances at the beginning of the previous reporting Period	356.25	18.97	(2,458.81)	(2,083.59)
Profit / (Loss) after tax			121.45	121.45
Remeasurement of defined benefit plans	-	-	0.94	0.94
Balance at the end of the previous reporting period	**356.25**	**18.97**	**(2,336.42)**	**(1,961.20)**

As per our Report of even date annexed.

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

Kaushal Mehta
Partner
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For and on behalf of the Board of Directors

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

Dhara Chhadva
Company Secretary

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

1.1 General Information:

Vahni Distilleries Private Limited (The 'Company') is a Company domiciled in India, with its registered office situated at PO Tilaknagar, Tal Shrirampur, Dist. Ahmednagar, Maharashtra - 413720. The Company has been incorporated under the provisions of Indian Companies Act. The Company is primarily involved in manufacturing and sale of Indian Made Foreign Liquor (IMFL). The Company has a strong and diverse portfolio of brands in various liquor categories including brandy, whisky, vodka, gin, and rum.

1.2 Basis of preparation

a) Statement of compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act, 2013, (the 'Act') and other relevant provisions of the Act.

The financial statements were authorised for issue by the Company's Board of Directors on May 18, 2024.
Details of the Company's accounting policies are included in Note 1.3

b) Functional and presentation currency

These financial statements are presented in Indian Rupees (Rs.), which is also the Company's functional currency. All amounts have been rounded off to two decimal places to the nearest lakhs, unless otherwise indicated.

c) Basis of measurement

The financial statements have been prepared on the historical cost basis, except for certain financial assets and liabilities and defined benefit plan assets / liabilities measured at fair value.

d) Use of estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

1) Useful life of Property, plant and equipment.
2) Useful life of Intangible Assets
3) Employee benefit plans
4) Provisions and contingent liabilities
5) Lease classification
6) Income tax

Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ending March 31, 2024 is included in the following notes:

Recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources.

e) Measurement at fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values.
Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : Valuation techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Valuation techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

1.3 Significant Accounting Policies

i) Property, plant and equipment

a) Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

b) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

c) Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the straight-line method and is recognised in the statement of profit and loss.

The estimated useful lives of items of property, plant and equipment for the current and comparative periods are as follows:

Asset	Management estimate of useful life	Useful Life as per Schedule II of the Companies Act, 2013
Factory Buildings	30	30
Plant and equipment	15	15
Furniture and Fixtures	10	10
Motor Vehicles	8	8
Office Equipments	5	5
Computers	3	3
Computer server	6	6
Electrical Installations	10	10

Depreciation method, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate. Based on internal assessment and consequent advice, the management believes that its estimate of useful lives as given above best represent the period over which management expects to use these assets.

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (up to) the date on which asset is ready for use (disposed off).

ii) Intangible assets

a) Acquired intangible assets

Intangible assets comprise purchased technical know-how are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

b) Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

c) Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful lives using the straight-line method and is included in depreciation and amortisation in Statement of Profit and Loss.

Intangible assets are amortised over a period of 10 years for technical know-how and 3 years for others.
Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

iii) Inventories

Inventories are measured at the lower of cost and net realisable value after provision for obsolescence where appropriate. The cost of inventories is based on the weighted average cost method, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their present location and condition. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of fixed production overheads based on normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

The net realisable value of work-in-progress is determined with reference to the selling prices of related finished products.

Raw materials and other supplies held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable values.

The comparison of cost and net realisable value is made on an item-by-item basis.

Scrap is valued at net realisable value.

iv) Foreign currency transactions

The Company's financial statements are presented in INR, which is also the Company’s functional currency.

Transactions and balances

Monetary items are initially recorded by the Company at their respective functional currency spot rates at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

v) Impairment of non-financial assets

An asset is deemed impairable when recoverable value is less than its carrying cost and the difference between the two represents provisioning exigency. Recoverable value is the higher of the ‘Value in Use’ and fair value as reduced by cost of disposal. Test of impairment of PPE, investment in subsidiaries / associates / joint venture and goodwill are undertaken under Cash Generating Unit (CGU) concept. For Intangible Assets and Investment Properties it is undertaken in asset specific context. Test of impairment of assets are generally undertaken based on indication of impairment, if any, from external and internal sources of information. Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

vi) Employee Benefits

a) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid e.g., under short-term cash bonus, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

b) Defined Contribution Plan

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. The Company makes specified monthly contributions towards Government administered provident fund and Employee State Insurance scheme. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in profit or loss in the periods during which the related services are rendered by employees.

Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

c) Defined Benefit Plan

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company’s net obligation in respect of defined benefit plans is calculated by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses are recognised in Other Comprehensive Income (OCI). The Company determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service (‘past service cost’ or ‘past service gain’) or the gain or loss on curtailment is recognised immediately in profit or loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

d) Other long-term employee benefits

The Company's net obligation in respect of long-term employee benefits other than post-employment benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. The obligation is measured on the basis of an annual independent actuarial valuation using the projected unit credit method. Remeasurements gains or losses are recognised in profit or loss in the period in which they arise.

vii) Provisions and contingent liabilties

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assumptions of the time value of money and the risks specific to the liability. The unwinding of discount is recognized as finance cost.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote.

viii) Leases

As a lessee

The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the date of commencement of the lease, the Company recognizes a ROU and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and/or low value leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease. Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Currently, ROU assets are being amortised over a period of 3-5 years based on lease term being lower of lease term and estimated useful life of underlying assets.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing activities in statement of cash flows.

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases.

ix) Borrowing costs

Borrowing costs directly attributable to the acquisition or construction of those property, plant and equipment which necessarily takes a substantial period of time to get ready for their intended use are capitalised. All other borrowing costs are expensed in the period in which they incur in the statement of profit and loss.

x) Revenue Recognition

Revenue comprises revenue from contracts with customers for sale of goods. Revenue from sale of goods is inclusive of excise duties and is net of returns, trade allowances, rebates, value added taxes, Goods and Services Tax (GST) and such amounts collected on behalf of third parties.

Revenue is recognised as and when performance obligations are satisfied by transferring goods or services to the customer,as below:

a) Revenue from contract manufacturing

Revenue from contract manufacturing are recognised on an actual basis in accordance with the substance of the relevant agreement.

b) Interest

Interest income is recognized using the effective interest rate method. The effective interest rate is the rate that discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset. Interest income is included under the head “Other income” in the statement of profit and loss.

c) Dividend

Dividend income is recognized when the Company’s right to receive the payment is established, which is generally when the shareholders approve the dividend.

xi) Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

a) Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

b) Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used.

Deferred tax assets recognised or unrecognised are reviewed at each reporting date and are recognised / reduced to the extent that it is probable / no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

The Company offsets, the current tax assets and liabilities (on a year on year basis) and deferred tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

xii) Earnings per share

The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding after adjusting for the effects of all potential dilutive ordinary shares.

xiii) Statement of Cash flow

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

xiv) Financial instruments

a) Recognition and initial measurement

The Company initially recognises financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are measured at fair value on initial recognition. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

b) Classification and subsequent measurement

Financial assets

Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

Financial liabilities

Financial liabilities are subsequently carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

In case, the fair value of a financial asset or financial liability, at initial recognition, differs from the transaction price, the difference between the fair value at initial recognition and the transaction price -

(i) is recognised as a gain or loss if that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation.

(ii) is deferred and is recognised as a gain or loss only to the extent that it arises from a change in a factor (including time) that market participants would take into account when pricing the asset or liability. The unamortised portion of the deferred fair value gain/loss difference as on reporting date, is disclosed under other current/non-current assets/liabilities as the case may be.

c) Derecognition

Financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the right to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial assets are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

The Company assesses impairment based on expected credit losses (ECL) model at an amount equal to:-

• 12 months expected credit losses, or
• Lifetime expected credit losses

depending upon whether there has been a significant increase in credit risk since initial recognition. However, for trade receivables, the company does not track the changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

Financial liabilities

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and a new financial liability with modified terms is recognised in the statement of profit and loss.

d) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or realise the asset and settle the liability simultaneously.

xv) Recent amendments to Indian Accounting Standards:

Recent Indian Accounting Standard (Ind AS) pronouncements which are not yet effective Ministry of Corporate Affairs (“MCA”) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

2 Property, Plant and Equipment

(₹ in Lacs)

	Gross Block				Depreciation				Net Block	
	As at April 01, 2023	Additions	Deductions	As at Mar 31, 2024	As at April 01, 2023	Deductions	For the year	As at Mar 31, 2024	As at Mar 31, 2024	As at March 31, 2023
Property, Plant and Equipment										
Land	128.15	-	-	**128.15**	-	-	-	**-**	**128.15**	**128.15**
Factory Building	52.35	26.03	-	**78.38**	44.85	-	0.73	**45.58**	**32.80**	**7.48**
Residence Building	5.26	-	-	**5.26**	5.00	-	-	**5.00**	**0.26**	**0.26**
Plant and Equipment	444.96	84.32	-	**529.28**	316.44	-	28.29	**344.73**	**184.55**	**128.54**
Furniture and Fixtures	0.41	-	-	**0.41**	0.39	-	-	**0.39**	**0.02**	**0.02**
Office Equipment	1.39	2.50	-	**3.89**	1.31	-	0.29	**1.60**	**2.29**	**0.07**
Motor Vehicles	0.04	-	-	**0.04**	0.04	-	-	**0.04**	**-**	**-**
Electrical Installation	8.46	-	-	**8.46**	8.03	-	-	**8.03**	**0.43**	**0.43**
Roads & Bridges	50.00	-	-	**50.00**	47.50	-	-	**47.50**	**2.50**	**2.50**
Computers	0.59	0.47	-	**1.06**	0.55	-	0.04	**0.59**	**0.47**	**0.03**
Total Property, Plant and Equipment	**691.61**	**113.32**	**-**	**804.93**	**424.11**	**-**	**29.35**	**453.46**	**351.47**	**267.48**

Note: The title deeds of the immovable properties are held in the name of the Company.

2 Property, Plant and Equipment (Previous Financial Year 2022-23)

(₹ in Lacs)

	Gross Block				Depreciation				Net Block	
	As at April 01, 2022	Additions	Deductions	As at Mar 31, 2023	As at April 01, 2022	Deductions	For the year	As at Mar 31, 2023	As at Mar 31, 2023	As at March 31, 2022
Property, Plant and Equipment										
Land	0.15	128.00	-	**128.15**	-	-	-	**-**	**128.15**	**0.15**
Factory Building	52.35	-	-	**52.35**	44.61	-	0.24	**44.85**	**7.48**	**7.72**
Residence Building	5.26	-	-	**5.26**	5.00	-	-	**5.00**	**0.26**	**0.26**
Plant and Equipment	453.35	-	8.39	**444.96**	296.85	6.37	25.96	**316.44**	**128.54**	**156.51**
Furniture and Fixtures	0.41	-	-	**0.41**	0.39	-	-	**0.39**	**0.02**	**0.02**
Office Equipment	1.39	-	-	**1.39**	1.18	-	0.13	**1.31**	**0.07**	**0.20**
Motor Vehicles	0.04	-	-	**0.04**	0.04	-	-	**0.04**	**-**	**-**
Electrical Installation	8.46	-	-	**8.46**	7.95	-	0.08	**8.03**	**0.43**	**0.51**
Roads & Bridges	50.00	-	-	**50.00**	47.50	-	-	**47.50**	**2.50**	**2.50**
Computers	0.59	-	-	**0.59**	0.53	-	0.02	**0.55**	**0.03**	**0.05**
Total Property, Plant and Equipment	**572.00**	**128.00**	**8.39**	**691.61**	**404.05**	**6.37**	**26.43**	**424.11**	**267.48**	**167.92**

Note: The title deeds of the immovable properties are held in the name of the Company.

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

(₹ in Lacs)

	Non-Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
3 Other Financial Assets				
Deposits	5.52	5.37	-	-
Others	7.85	7.85	0.01	0.06
	13.37	**13.22**	**0.01**	**0.06**
Less : Allowance for doubtful other financial assets	(7.85)	(7.85)	-	-
	5.52	**5.37**	**0.01**	**0.06**

3.1 Movement in loss allowance for doubtful other financial assets is provided below :

Particulars	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Balance at the beginning of the year	(7.85)	-	-	-
Loss allowance (net)	-	(7.85)	-	-
Write off	-	-	-	-
Balance at the end of the year	**(7.85)**	**(7.85)**	**-**	**-**

4 Other Assets				
Unsecured, considered good				
Capital advances	9.47	-	-	-
Balance with Government Authorities	6.56	39.04	0.22	-
Advances to Suppliers	-	-	1.35	6.66
Prepaid Expense	-	-	13.58	13.58
	16.03	**39.04**	**15.15**	**20.24**

(₹ in Lacs)

	As at March 31, 2024	As at March 31, 2023
5 Cash and Bank Balances		
a) Cash and Cash Equivalents		
(i) Balances with Banks		
In Current Accounts	9.42	38.42
(ii) Cash on Hand	4.66	0.02
	14.08	**38.44**
b) Other Bank Balance	-	-
	-	**-**

	As at March 31, 2024	As at March 31, 2023
		(₹ in Lacs)
6 Equity Share Capital		
Authorised Shares		
3,000,000 equity shares of ₹ 100/- each (P.Y. 3,000,000 equity shares of ₹ 100/- each)	**3,000.00**	**3,000.00**
Issued, subscribed and paid up shares		
1,498,050 equity shares of ₹ 100/- each fully paid up (P.Y. 1,498,050 equity shares of ₹ 100/- each fully paid up)	1,498.05	1,498.05
	1,498.05	**1,498.05**

a) Reconciliation of the number of shares outstanding *(Nos. in Lacs)*

	As at March 31, 2024	As at March 31, 2023
Number of equity shares at the beginning	14.98	14.98
Equity Shares issued during the period	-	-
Number of equity shares at the end	**14.98**	**14.98**

b) Terms / rights attached to equity shares

Each holder of equity share is entitled to one vote per share with a right to receive per share dividend by the Company, when declared. In the event of liquidation, the equity shareholders will be entitled to receive remaining assets of the Company after distribution of all preferential amounts in the proportion to the number of equity shares held by them.

c) Shares held by holding company

	As at March 31, 2024	As at March 31, 2023
Tilaknagar Industries Ltd.	14.98	14.98

d) Details of shareholders holding more than 5% shares in the Company

(Nos. in Lacs)

Name of the shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of equity shares	As a % of total holding	No. of equity shares	As a % of total holding
Tilaknagar Industries Ltd.	14.98	100	14.98	100
Total	**14.98**	**100**	**14.98**	**100**

e) Disclosures of Shareholding of Promoters - Shares held by the Promoters *(Nos. in Lacs)*

Name of the shareholder	As at March 31, 2024		As at March 31, 2023		% Change in During the year
	No. of equity shares	As a % of total holding	No. of equity shares	As a % of total holding	
Tilaknagar Industries Ltd.	14.98	100	14.98	100	0%
Total	**14.98**	**100**	**14.98**	**100**	

	As at March 31, 2024	As at March 31, 2023
		(₹ in Lacs)
7 Other Equity		
a) Securities Premium Account		
Balance at the beginning and at the end of the year	356.25	356.25
b) Capital Reserve		
Balance at the beginning and at the end of the year	18.97	18.97
c) Retained Earnings		
Balance at the beginning of the year	(2,336.42)	(2,458.81)
Add: Profit / (Loss) after tax for the year	89.43	121.45
Add: Remeasurement of defined benefit plans	(1.91)	0.94
Balance at the end of the year	**(2,248.89)**	**(2,336.42)**
	(1,873.67)	**(1,961.20)**

Footnote:

a) The amount received in excess of face value of the equity shares is recognised in Securities Premium. It is utilised in accordance with the provisions of section 52 of the Companies Act,2013.

b) This reserve has been transferred to the company in the course of business combinations and can be utilised in accordance with the provisions of the Companies Act, 2013.

c) Retained earnings are the profits that Company has earned till date less transfers to general reserve dividends or other distributions paid to shareholders. Retained earnings includes re-measurement loss / (gain) on defined benefit plans (net of taxes) that will not be reclassified to the Statement of Profit and Loss. Retained earnings is a free reserve available to the Company.

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

(₹ in Lacs)

	Non-Current		Current	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
8 Borrowing				
Loan from Holding Company	-	-	746.53	-
	-	**-**	**746.53**	**-**
9 Other Financial Liabilities				
Employee dues	-	-	5.65	6.30
Advance from Holding Company	-	-	-	914.54
Other Payables	-	-	1.11	4.14
	-	**-**	**6.76**	**924.98**
10 Provisions				
Provision for Gratuity (Refer Note 24)	2.38	1.78	0.31	0.18
Provision for Leave Encashment	0.82	0.48	0.21	0.16
	3.20	**2.26**	**0.52**	**0.34**
11 Other Liabilities				
Payable towards Statutory Liabilities	-	-	8.91	19.85
	-	**-**	**8.91**	**19.85**
12 Trade Payables				
Trade Payables (Refer Note 27)				
Total outstanding dues of micro & small enterprises	-	-	-	-
Total outstanding dues of creditors other than micro & small enterprises	-	-	23.03	22.12
	-	**-**	**23.03**	**22.12**

Ageing Schedule (2023-2024)

	Outstanding for following periods from due date of payments						
Particulars	**Unbilled**	**Not Due**	**Less than 1 years**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total Outstanding**
MSME	-	-	-	-	-	-	-
Others	-	16.89	1.87	-	3.13	1.14	23.03
Disputed Dues - Others	-	-	-	-	-	-	-
Disputed Dues - MSME	-	-	-	-	-	-	-
Total	**-**	**16.89**	**1.87**	**-**	**3.13**	**1.14**	**23.03**

Ageing Schedule (2022-2023)

	Outstanding for following periods from due date of payments						
Particulars	**Unbilled**	**Not Due**	**Less than 1 years**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total Outstanding**
MSME	-	-	-	-	-	-	-
Others	-	-	17.86	3.12	-	1.14	22.12
Disputed Dues - Others	-	-	-	-	-	-	-
Disputed Dues - MSME	-	-	-	-	-	-	-
Total	**-**	**-**	**17.86**	**3.12**	**-**	**1.14**	**22.12**

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

	Year ended March 31, 2024	(₹ in Lacs) Year ended March 31, 2023
13 Revenue from Operation		
Revenue from contract with customers		
Income from contract manufacturing	498.29	465.08
	498.29	**465.08**
14 Other Income		
Interest income	1.02	0.46
Miscellaneous Receipt	14.92	-
	15.94	**0.46**

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

		Year ended March 31, 2024	Year ended March 31, 2023
			(₹ in Lacs)
15	**Employee Benefit Expense**		
	Salaries, Wages and Bonus	28.30	24.04
	Contribution to provident fund and family pension fund (Refer Note 24)	1.68	1.50
	Staff welfare expenses	13.52	15.22
	Gratuity (Refer Note 24)	0.39	0.63
		43.89	**41.39**
16	**Finance Cost**		
	Interest - Others	69.68	-
		69.68	**-**
17	**Other Expenses**		
	Power and fuel	16.12	18.25
	Repairs & maintenance :-		
	i) Plant & Equipment	0.29	7.80
	ii) Building	4.93	-
	iii) Others	9.54	7.02
	Insurance	0.51	0.68
	Hotel,Lodging & Boarding	0.14	-
	Legal and professional charges	2.59	6.60
	Auditor's Remuneration (Refer Note 26)	3.37	3.95
	Rates and taxes	57.20	54.52
	Travelling and conveyance expenses	4.51	0.84
	Printing and stationery	2.09	2.20
	Communication expenses	3.17	3.51
	Directors Sitting Fees	-	2.30
	Loss on Sale of Assets	-	2.01
	Security Charges	14.48	15.81
	Operational and Allied Charges	142.39	135.15
	Miscellaneous expenses	20.55	15.63
		281.88	**276.27**

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

18 Financial Instruments - Accounting classification and fair value measurements

a) The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in forced or liquidation sale.

b) The following methods and assumptions were used to estimate the fair value:

1) Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilties, short term loans from banks and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.

2) Financial instruments with fixed and variable interest rates are evaluated by the company based on parameters such as interest rate and individual credit worthiness of the counter party. Based on this evaluation, allowances are taken to account for the expected losses of these receivables.

c) The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation techniques:

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : Valuation techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Valuation techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The following table shows the carrying amounts and fair values of financial assets and financials liabilities, including their levels in the fair value hierarchy :

As at March 31, 2024 *(₹ in Lacs)*

	Carrying amount			
	Financial assets - FVTPL	Financial assets - cost / amortised cost	Financial liabilities - cost / amortised cost	Total carrying amount
Financial assets				
Cash and Cash Equivalents	-	14.08	-	14.08
Other Financial Assets	-	5.53	-	5.53
	-	**19.61**	**-**	**19.61**
Financial liabilities				
Borrowings	-	-	746.53	746.53
Trade Payables	-	-	23.03	23.03
Other Financial Liabilities	-	-	6.76	6.76
	-	**-**	**776.32**	**776.32**

The Company has not disclosed the fair values for financial instruments such as investments, trade receivables, cash and cash equivalents, other bank balances, loans, other financial assets, borrowings, trade payables and financial liabilities because their carrying amounts are a reasonable approximation of fair value.

As at March 31, 2023 *(₹ in Lacs)*

	Carrying amount			
	Financial assets - FVTPL	Financial assets - cost / amortised cost	Financial liabilities - cost / amortised cost	Total carrying amount
Financial assets				
Cash and Cash Equivalents	-	38.44	-	38.44
Other Financial Assets	-	5.43	-	5.43
	-	**43.87**	**-**	**43.87**
Financial liabilities				
Trade Payables	-	-	22.12	22.12
Other Financial Liabilities	-	-	924.98	924.98
	-	**-**	**947.10**	**947.10**

The Company has not disclosed the fair values for financial instruments such as investments, trade receivables, cash and cash equivalents, other bank balances, loans, other financial assets, borrowings, trade payables and financial liabilities because their carrying amounts are a reasonable approximation of fair value.

Fair Value Measurement Hierarchy :

(₹ in Lacs)

Particulars	As at 31-03-2024			As at 31-03-2023		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial Asset	-	-	-	-	-	-
Non current Investments	-	-	-	-	-	-
Current Investment	-	-	-	-	-	-

19 Financial risk management

Objectives and policies

Risk management framework

The Company's management has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company conducts yearly risk assessment activities to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Company has a system in place to ensure risk identification and ongoing periodic risk assessment is carried out. The Board of directors periodically monitors the risk assessment.

The Company has exposure to the following risks arising from financial instruments :
- Credit risk
- Liquidity risk
- Market risk
- Interest risk

a) Credit risk

Credit risk is the risk that counterparty will not meet its obligation under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. The company generally doesn't have collateral.

The carrying amounts of financial assets represent the maximum credit risk exposure. The maximum exposure to credit risk at the reporting date is as follows :-

(₹ in Lacs)

Particulars	As at March 31, 2024	As at March 31, 2023
Cash and cash equivalents	14.08	38.44
Other financial assets	5.53	5.43
Total	**19.61**	**43.87**

Trade receivables

Customer credit risk is managed as per Company's established policy, procedures and control relating to customer credit risk management. Credit risk has always been managed by the Company through credit approvals, estabilishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

Trade Receivables of the Company mainly consist of receivables from the state corporations. In respect of receivable from the state corporations, there is no past history of credit loss from these parties. Hence, in the opinion of the management there is no credit loss on receivable from the state corporations.

An impairment analysis is performed for all major customers at each reporting date on an individual basis. In addition, a large number of minor receivables are grouped into homogenous group and assessed for impairment collectively. The calculation is based on historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several industries and operate in largely independent markets.

(₹ in Lacs)

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
As at March 31, 2024	-	-	-
As at March 31, 2023	-	-	-

Bank balances and deposits with banks

Credit risk from balances with banks is managed by the company's finance department as per Company's policy. Investment of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis, and may be updated throughout the year subject to approval of the Company's Board of directors. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

As at March 31, 2024 *(₹ in Lacs)*

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
Borrowings	746.53	746.53	
Trade payables	23.03	23.03	-
Other financial liabilities	6.76	6.76	-
	776.32	**776.32**	**-**

As at March 31, 2023 *(₹ in Lacs)*

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
Trade payables	22.12	22.12	-
Other financial liabilities	924.98	924.98	-
	947.10	**947.10**	**-**

c) Market risk

Market risk is the risk of loss of future earnings, fair value or future cash flows arising out of change in the price of a financial instrument. These include change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowing.

The company manages market risk through a risk management committee engaged in, inter alia, evaluation and identification of risk factors with the object of governing / mitigation them accordingly to company's objectives and declared policies in specific context of impact thereof on various segments of financial instruments.

Currency risk

The Company is exposed to currency risk to the extent that there is mismatch between the currencies in which sales, purchase are denominated and the respective functional currencies of Company.

Exposure to currency risk

The Company's exposure to currency risk as reported to the management is as follows:

	As at March 31, 2024	As at March 31, 2023
	USD	USD
Export receivables	-	-
Overseas payables	-	-
Total	**-**	**-**

Foreign currency sensitivity

1% increase or decrease in foreign exchange rates will have the following impact on profit before tax:

(₹ in Lacs)

	As at March 31, 2024	As at March 31, 2023
Increase / (decrease) in profit	-	-
Total increase / (decrease) in profit	**-**	**-**

A 1% increase in foreign exchange rates at the reporting date would have had equal but opposite effect on the amounts shown above, on the basis that all other variable remain constant.

d) Interest risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The entity's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.

At the reporting date the interest rate profile of the Company's interest-bearing financial instruments is as follows:

(₹ in Lacs)

	As at March 31, 2024	As at March 31, 2023
Fixed rate instruments		
Financial liabilities		
Borrowings	-	-
Total	**-**	**-**
Variable-rate instruments		
Financial liabilities		
Borrowings	746.53	-
Total	**746.53**	**-**

Cash flow sensitivity analysis for variable-rate instruments

An increase of 100 basis points in interest rates at the reporting date would have decreased gain as at year end by the amounts shown below. This analysis assumes that all other variables remain constant.

Particulars	Profit or loss
March 31, 2024	
Variable-rate instruments	7.47
Cash flow sensitivity	**7.47**
March 31, 2023	
Variable-rate instruments	-
Cash flow sensitivity	**-**

A decrease of 100 basis points in the interest rates at the reporting date would have had equal but opposite effect on the amounts shown above, on the basis that all other variable remain constant.

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

20 Deferred Tax Assets / (Liabilities)

The following is the analysis of deferred tax assets/ (liabilities) presented in the balance sheet : *(₹ in Lacs)*

Movement in deferred tax assets/ (liabilities during the year	**Opening Balance as on April 01,2023**	**Recognised in statement of Profit & loss**	**Closing Balance as on March 31,2024**
Deferred Tax liabilities in relation to			
Property Plant & Equipment	(46.60)	3.41	(43.19)
Total A	**(46.60)**	**3.41**	**(43.19)**
Deferred Tax Assets in relation to			
Employee Benefit obligation	0.81	0.25	1.06
Allowance for doubtful other financial assets	2.04	(0.07)	1.97
Business Losses / Unabsorbed depreciation	43.75	(3.59)	40.16
Total B	**46.60**	**(3.41)**	**43.19**
Total (A+B)	-	-	-

20.1 Deferred tax asset on tax losses and unabsorbed depreciation under Income Tax Act, has been recognised to the extent it is probable that future taxable income will be available against which these can be utilised. Accordingly, deferred tax assets have not been created on balance carried forward business losses and unabsorbed depreciation of ₹ 301.78 Lacs as on March 31, 2024 (P.Y. ₹ 392.65 Lacs)

21 Income Taxes *(₹ in Lacs)*

		Year ended March 31, 2024	**Year ended March 31, 2023**
a)	**Income Tax recognised in the Statement of Profit and Loss**		
	Current Tax		
	In respect of current year	-	-
	Adjustments in respect of previous years	-	-
	Deferred Tax		
	In respect of current year	-	-
	Adjustments in respect of deferred tax of previous years	-	-
b)	**Income tax expense recognised in Other Comprehensive Income**		
	Deferred tax expense on remeasurement of defined benefit plans	-	-

c) **Reconciliation of Tax expenses :-**

		Year ended March 31, 2024	**Year ended March 31, 2023**
	Particulars		
	Profit Before Income Tax Expense	89.43	121.45
	Tax Rate	25.168%	25.168%
	Tax at Indian Tax Rate @ 25.168%	22.51	30.57
	Tax Effect of amounts which are not deductible / (taxable) in calcualting taxable income :		
A	Deductions not considered in ealier years, taken as allowance during the year	1.86	3.35
B	Permanent Disallowances/ Allowances	0.98	0.75
C	Carried forward losses utilised	(25.35)	(34.67)
D	Income not taxable	-	-
	Total	**(22.51)**	**(30.57)**
	Income tax expense as per Statement of Profit and Loss	-	-

		As at March 31, 2024	**As at March 31, 2023**
d)	**Current Tax Liabilities**		
	Provision for Taxation (Net of Advance Tax)	-	-
e)	**Current Tax Assets**		
	Provision for Taxation (Net of Advance Tax)	-	-
	Advance Tax (Net of Provision for Taxation)	11.07	135.77

22 Capital Management

(₹ in Lacs)

For the purpose of the Company's capital management, capital includes issued capital and all other equity reserves attributable to the equity shareholders of the Company. The primary objective of the Company when managing capital is to safeguard its ability to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholder value.

Consequent to such capital structure, there are no externally imposed capital requirements. In order to maintain or achieve an optimal capital structure, the Company allocates its capital for distribution as dividend or re-investment into business based on its long term financial plans.

The Group monitors capital based on the following ratio :-

	As at March 31, 2024	As at March 31, 2023
Total Net Debt	732.45	(38.44)
Total Equity	(375.62)	(463.15)
Debt to Equity Ratio	Nil	Nil

23 Contingent Liability not provided for:

(₹ in Lacs)

Particulars	As at March 31, 2024	As at March 31, 2023
In respect of disputed Indirect Tax matters		
F.Y. 2015-2016 (Entry Tax - KTEG Act 1979)	-	22.00
F.Y. 2017-2018 (KVAT-Karnataka)	-	22.04
F.Y. 2017-2018 (KTEG-Karnataka)	-	2.17
F.Y. 2017-2018 (CST-Karnataka)	-	1.42
F.Y 2017-18 (CGST Act 2017)	40.27	-

Contingent liabilities above represent estimates made mainly for probable claims arising out of litigation and disputes pending with tax authorities. The probability and timing of outflow with regard to these matters depend on the final outcome of litigations / disputes. Hence the Company is not able to reasonably ascertain the timing of the outflow.

24 The disclosure of Ind AS 19 "Employee Benefits" is as follows:

Defined Contribution Plan

The Company has charged in the Statement of Profit and Loss during the financial year an amount of ₹ 1.68 Lacs (P.Y. ₹ 1.50 Lacs) under defined contribution plan as employer's contribution to Provident Fund.

Defined Benefit Plan

The Employees' gratuity scheme of the Company is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes 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 net value of the defined commitment is detailed below:

(₹ in Lacs)

	As at March 31, 2024 Unfunded Gratuity	As at March 31, 2023 Unfunded Gratuity
Present Value of obligation	2.69	1.96
Fair Value of Plans		-
Net Liability in the balance sheet	**2.69**	**1.96**
Defined Benefit Obligations		
Opening balance	1.96	4.02
Interest expenses	0.14	0.26
Current service cost	0.25	0.37
Past service cost	-	-
(Liability Transferred Out/ Divestments)	-	-
Benefit paid directly by the employer	(1.57)	(1.74)
Actuarial (gain) / loss-Due to change in Demographic Assumption	-	-
Actuarial (gain) / loss-Due to change in Financial assumptions	0.01	(0.09)
Actuarial (gain) / loss- Due to Experience	1.90	(0.86)
Closing balance	**2.69**	**1.96**
Plan Assets		
Opening balance	-	-
Interest Income	-	-
Expected return on plan assets	-	-
Paid Funds	-	-
Actuarial (gain) / loss	-	-
Closing balance	**-**	-

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

	Year ended March 31, 2024 Unfunded Gratuity	Year ended March 31, 2023 Unfunded Gratuity
Return on Plan Assets		
Expected return on plan assets	-	-
Actuarial (gain) / loss	-	-
Actual Return on Plan Assets	**-**	**-**
Expenses Recognised in the Statement of Profit or Loss on defined benefit plan		
Current service costs	0.25	0.37
Past service cost	-	-
Interest expense	0.14	0.26
Interest Income	-	-
Expected return on plan assets	-	-
Expenses Recognised	**0.39**	**0.63**
Expenses Recognised in the Other Comprehensive Income (OCI) on defined benefit plan		
Actuarial (gain) / loss	1.91	(0.94)
Expected return on plan assets	-	-
Net (Income)/ Expense for the period Recognised in OCI	**1.91**	**(0.94)**
Maturity Analysis of the Benefit Payments: From the Fund		
Projected Benefits Payable in Future Years From the Date of Reporting		
1st Following Year	0.31	0.18
2nd Following Year	0.29	0.22
3rd Following Year	0.27	0.21
4th Following Year	0.26	0.20
5th Following Year	0.25	0.19
Sum of Years 6 to 10	1.84	1.52
Sum of Years 11 and above	0.84	0.46
Sensitivity Analysis		
Projected Benefits Obligations on Current Assumptions	2.69	1.96
Delta Effect +1% Change in Rate of Discounting	(0.12)	(0.09)
Delta Effect -1% Change in Rate of Discounting	0.13	0.10
Delta Effect +1% Change in Rate of Salary Increase	0.14	0.10
Delta Effect -1% Change in Rate of Salary Increase	(0.13)	(0.09)
Delta Effect +1% Change in Rate of Employee Turnover	0.01	0.01
Delta Effect -1% Change in Rate of Employee Turnover	(0.01)	(0.01)
Actuarial assumptions	**Unfunded Gratuity**	**Unfunded Gratuity**
Mortality	2012-14 Urban	2012-14 Urban
Discount rate (per annum)	7.19%	7.30%
Expected rate of return on plan assets (per annum)	-	-
Rate of escalation in salary (per annum)	5.00%	5.00%

Defined Contribution Plan

Present value of DBO, Fair Value of Plan Assets, Deficit/ (Surplus), Experience Adjustments for current and earlier periods:

Unfunded Gratuity for the year ended	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Present value of DBO	2.69	1.96	4.02	3.40	2.89
Fair value of plan assets				-	-
Deficit/(Surplus)	2.69	1.96	4.02	3.40	2.89

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

25 Related Party Disclosures:

The disclosures pertaining to the related parties as required by Ind AS 24 "Related Party Disclosure" are as under:

a) Holding Company :Tilaknagar Industries Ltd.

List of Fellow Subsidiary Companies
: Prag Distillery (P) Ltd.
: PunjabExpo Breweries Private Limited
: Shivprabha Sugars Ltd.

b) Key Managerial Personnel and Directors

: Mr. Amit Dahanukar	: Chairman (upto July 14, 2022)
: Mr. Ajit Anant Sirsat	: Managing Director (upto October 14,2022)
: Mrs. Shivani Amit Dahanukar	: Non Excecutive Director (upto July 14, 2022)
: Mr. C V Bijlani	: Independent Director(upto July 14, 2022)
: Dr. R D Bapat	: Independent Director(upto July 14, 2022)
: Mr. Kishorekumar G. Mhatre	: Independent Director (upto July 15, 2022)
: Ms. Aparna Chaturvedi	: Independent Director (upto July 14, 2022)
: Mr. K S Reddy	: Non Excecutive Director
: Mrs. Dipti Todkar	: Director (upto July 17,2023)
: Mr. Shankar Pawar	: Whole Time Director and Chief Financial Officer
: Ms.Vijeta Shah	: Company Secretary(upto October 31, 2023)
: Ms. Dhara Chhadva	: Company Secretary(from April 30, 2024)
: Mrs. Hemangi Subodh Naik	: Director (from August 07,2023)

(₹ in Lacs)

Nature of Transaction (excluding reimbursements)	Parties refered in (a) above		Parties refered in (b) above	
	Year ended March 31, 2024	Year ended March 31, 2023	Year ended March 31, 2024	Year ended March 31, 2023
Sales				
Tilaknagar Industries Ltd.	132.32	42.50	-	-
Total	**132.32**	**42.50**	**-**	**-**
Purchase				
Tilaknagar Industries Ltd.	-	68.97	-	-
Total	**-**	**68.97**	**-**	**-**
Income from Contract Manufacturing				
Tilaknagar Industries Ltd.	498.29	465.08	-	-
Total	**498.29**	**465.08**	**-**	**-**
Interest Expenes				
Tilaknagar Industries Ltd.	69.68	-	-	-
Total	**69.68**	**-**	**-**	**-**
Payments to Key Managerial Personnel and Directors				
Sitting Fees to Directors (Excluding GST)	-	-	-	2.30
Total	**-**	**-**	**-**	**2.30**
Net Loans & Advances given / (taken)				
Tilaknagar Industries Ltd.	168.01	265.35	-	-
Total	**168.01**	**265.35**	**-**	**-**
Outstanding Receivable / (Payable)				
Tilaknagar Industries Ltd.	(746.53)	(914.54)	-	-
Total	**(746.53)**	**(914.54)**	**-**	**-**

Notes :

a) All Related Party Transactions entered during the year were in ordinary course of the business and on arm's length basis.

b)

Compensation of key management personnel and directors of the Company	Year ended March 31, 2024	Year ended March 31, 2023
Sitting Fees to Directors	-	2.30
Total compensation of key management personnel and directors of the Company	**-**	**2.30**

(₹ in Lacs)

26 Auditor's remuneration charged to accounts:	Year ended March 31, 2024	Year ended March 31, 2023
a) Audit fees	1.50	1.77
b) Limited review fees	1.80	2.12
c) Reimbursement of expenses	0.07	0.05
	3.37	**3.95**

27 Micro & Small enterprises have been identified by the Company on the basis of the information received from suppliers regarding their satatus under the Mirco, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The Company has amounts due to Micro & Small enterprises under the MSMED Act as follows :

(₹ in Lacs)

Particulars	As at March 31, 2024	As at March 31, 2023
a) the principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year;	-	-
b) the amount of interest paid by the buyer in terms of section 16 of the Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
c) the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Act ;	-	-
d) the amount of interest accrued and remaining unpaid at the end of year; and	-	-
e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Act.	-	-

(₹ in Lacs)

28 Earnings per share:	As at March 31, 2024	As at March 31, 2023
Profit / (Loss) after tax	89.43	121.45
Weighted average number of shares	14.98	14.98
Basic & Diluted Earnings Per Share	5.97	8.11
Face Value per Equity Share	100.00	100.00

29 The Company has entered into arrangements with Tilaknagar Industries Ltd. (referred as 'Holding Company) as Tie-up Manufacturing Unit (TMU), where-in the Company will manufacture and sell beverage alcohol on behalf of the Holding Company. Under such arrangements, the Holding Company has exposure to significant risks and rewards associated with the sale of products i.e. it has the primary responsibility for providing goods to the customer, has pricing latitude and is also exposed to inventory and credit risks. Accordingly, the transactions of the Company under such arrangements have been recorded as gross revenue, excise duty and expenses in the books of the Holding Company as if they were transactions of the Holding Company. The Holding Company also presents inventory under such arrangements as its own inventory. The net receivables from/ payable to Holding Company are recognised under other financial assets/ other financial liabilities respectively.

(₹ in Lacs)

In Profit & Loss A/C	Year ended March 31, 2024	Year ended March 31, 2023
Revenue from operations / Other Income	7,290.66	72,577.29
Total Income	**7,290.66**	**72,577.29**
Cost of materials consumed / (Increase) / decrease in Inventories	1,798.96	4,685.49
Excise Duty	5,152.05	64,074.83
Finance costs / other expenses	486.11	1,124.64
Total expenses	**7,437.11**	**69,884.95**
Profit/(Loss)	**(146.45)**	**2,692.34**

(₹ in Lacs)

In Balance Sheet	As at March 31, 2024	As at March 31, 2023
Assets:		
Inventory	17.73	1,488.89
Trade Receivables	2.53	2,856.14
Other Assets	1.50	9.70
Liabilities:		
Trade Payables	8.45	965.37
Provisions	-	1,123.64
Other Liabilities	529.00	581.48

30 The Company is predominantly engaged in income from contract manufacturing which constitute a single business segment.The company derives its entire revenue from a single customer i.e. Holding Company

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

31 Ratio Analysis

Ratio	Numerator	Denominator	Current year	Previous Year	% Change	Reason for Variance
Current ratio (in times)	Total current assets	Total current liabilities	0.04	0.06	-39%	The Company's current assets have reduced proportionately more than the current liabilities during FY 2023-24
Debt-Equity ratio (in times)	Total borrowings and lease liabilities	Total equity	-	-	NA	NA
Debt service coverage ratio (in times)	Net Profit after taxes + Depreciation and Amortization + Finance Cost	Principal repayments including interest + lease liabilities payments	2.70	NA	NA	NA
Return on Equity Ratio	Profit after tax	Average total equity	(0.21)	(0.23)	-8%	NA
Inventory turnover ratio (times)	Cost of Material consumed + Changes in Inventories	Average inventory	NA	NA	NA	NA
Trade receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	NA	NA	NA	NA
Trade payables turnover ratio (in times)	Cost of Material consumed + Changes in Inventories + Other Expenses - Inventory /Advance Provision / Advance written off	Average trade payable	12.49	14.15	-12%	NA
Net capital turnover ratio (in times)	Revenue from operations	Working capital (i.e. Total current assets less Total current liabilities)	-	-	NA	NA
Net profit ratio (in %)	Profit after tax	Revenue from operations	17.95	26.11	-31%	The Company's Profitability reduced during FY 2023-24 on account on increase in finance cost.
Return on capital employed (in %)	Profit before tax + finance costs	Capital employed = Tangible Net worth + Total Borrowings	-	-	NA	NA
Return on investment (in %)	Profit after tax	Average total equity	-	-	NA	NA

VAHNI DISTILLERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

32 **Other Statutory Information:**

i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

ii) The Company does not have any immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the Company.

iii) The Company does not have any transactions with the struck off Companies..

iv) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

v) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

vi) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or

b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

vii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;

b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

viii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

ix) The Company has not made any Loans or Advances in the nature of loans that are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are

(a) repayable on demand or

(b) without specifying any terms or period of repayment.

x) The company has not been declared as a wilful defaulter.

xi) The Company did not have sanctioned working capital limits during the year from any banks / lenders.

33 The Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. With respect to changes made by certain privileged access rights to the SAP application and/or the underlying database audit trail feature is not enabled. The Company does have a privileged access monitoring tool that monitors these access rights and the Company is in the process of further strengthening this feature with adequate logs to be maintained. Further no instance of audit trail feature being tampered with was noted in respect of the software.

34 Figures of previous year have been regrouped, reclassified and recast, wherever considered necessary.

As per our Report of even date annexed

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Kaushal Mehta
Partner
Membership No. 111749

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

Dhara Chhadva
Company Secretary

INDEPENDENT AUDITOR'S REPORT

To the Members of **PUNJAB EXPO BREWERIES PRIVATE LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Punjab Expo Breweries Private Limited ("the Company") which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS"), as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the Profit and the other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 the Institute of Chartered Accountants of India ("ICAI") together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Information Other than the Financial Statements and Auditor's 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 Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, 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.

When we are made available the Board report, if we conclude that there is a material misstatement therein of this other information, we are required to report that fact with those charged with governance.

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 Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

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.

The Board of Directors 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

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 in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, based on our audit 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, except for the matter stated in the paragraph 2i(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

   c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

   d) In our opinion, the aforesaid financial statements comply with the Ind AS 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 March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

   f) The observations relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph '2.(b)' above on reporting under Section 143(3)(b) of the Act and paragraph 2.i(vi) below on reporting under Rule 11 (g).

   g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

h) With respect to the other matters to be included in the auditor's report in accordance with the requirements of section 197(16), as amended:
In our opinion and to the best of our knowledge and according to the explanations given to us, no remuneration has been paid/provided by the Company to its directors during the year under the provisions of section 197 of the Act.

i) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on the financial position in its Financial Statements.

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 required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on audit procedures performed, nothing has come to our attention that causes us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided in (a) and (b) above, contain any material misstatement.

v. The Company has not declared or paid any dividend during the year.

vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that it was not enabled at the database level to log any direct data changes for the accounting software used. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.
As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For BATLIBOI & PUROHIT
Chartered Accountants
ICAI Firm Reg. No.101048W

Paresh Chokshi
Partner
Membership No. 033597

Place: Mumbai
Date: May 18, 2024
ICAI UDIN: 24033597BKCJKK2510

Annexure - A to the Independent Auditors' Report

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Punjabexpo Breweries Private Limited**:**

To the best of our information and according to the explanations provided to us by the Company and the books of accounts and records examined by us in the normal course of audit, we state that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which all items of Property, Plant and Equipment are verified once in every three years. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the said programme, certain items of Property, Plant and Equipment were physically verified during the year and no material discrepancies were observed on such verification.

(c) With respect to immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment, capital work-in progress, according to the information and explanations given to us and based on the examination of the registered sale deed / title deed provided to us, we report that, the title deeds of such immovable properties are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year. Accordingly, paragraph 3(i)(d) of the Order is not applicable.

(e) According to the information and explanations given to us, no proceedings have been initiated during the year or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) (a) The Company does not have any inventory and hence reporting under clause 3(ii)a of the Order is not applicable.

(b) During the year, the Company did not have any sanctioned working capital limits in excess of five crore rupees, in aggregate, from any banks on the basis of security of its current assets. Accordingly, paragraph 3(ii)(b) of the Order is not applicable.

(iii) (a) During the year, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

(b) Since the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, paragraph iii(b) of the Order is not applicable.

(c) In respect of one loan outstanding as at the Balance sheet date of Rs 2276.34 lakhs which was fully provided in books has been written off during the year, hence clause iii (c) of the order is not applicable.

(d) In our opinion there are no loans outstanding as at balance sheet date, other than mentioned in clause iii (c) above.

(e) In our opinion and on the basis of information and explanations given to us, no loans have fallen due during the year except as reported above. Hence, reporting under clause 3(iii)(e) is not applicable.

(f) The Company has not granted any fresh loans or advances or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence reporting under clause 3(iii)(f) is not applicable

(iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, made investments or given guarantees in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable. Accordingly, reporting under paragraph 3(iv) of the Order is not applicable.

(v) According to information and explanations given to us, the Company has not accepted any deposits from the public in accordance with the provisions of section 73 to 76 or any relevant provisions of the Act and rules framed thereunder. Accordingly, paragraph 3(v) of the Order is not applicable.

(vi) To the best of our knowledge and as explained the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the products of the Company.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed statutory dues referred above were in arrears as at March 31, 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 by the Company and on the basis of our examination of the books of account and the record, there are no dues of, Service Tax, Goods and service tax, Income tax, Duty of Customs, Duty of Excise and Value added tax outstanding on account of any dispute except for Sales Tax as stated below:.

Name of the statute	**Nature of dues**	**Amount (Rs. In lakhs)***	**Period to which the amount relates (Financial Year)**	**Forum where dispute is pending**
Sales Tax Laws	Sales tax	0.10	2013-14	Deputy Commissioner (Appeals)
Sales Tax Laws	Sales tax	24.65	2013-14	Deputy Commissioner (Appeals)
Sales Tax Laws	Sales tax	122.08	2014-15	Deputy Commissioner (Appeals)
Sales Tax Laws	Sales tax	3.47	2015-16	Assessing officer
Sales Tax Laws	Sales tax	37.36	2015-16	Assessing officer
Sales Tax Laws	Sales tax	32.15	2016-17	Assessing officer
Sales Tax Laws	Sales tax	40.42	2016-17	Assessing officer

(viii) According to the information and explanations given to us, no transactions have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which was not recorded in the books of account. Accordingly, paragraph 3(viii) of the Order is not applicable.

(ix) (a) According to the information and explanations given to us and on the basis of our audit procedures, the Company has taken unsecured demand loans from its Parent Company during the year and in the earlier years. Since there are no terms and conditions or any repayment schedule of the loan taken, we are unable to comment whether there is any default in repayment of principal or payment of interest.

(b) According to the information and explanations given to us and on the basis of our audit procedures, the Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) According to the information and explanations given to us and based on our examination of the records of the Company, no term loans were obtained or utilised during the year by the Company. Accordingly, paragraph 3(ix)(c) of the Order is not applicable.

(d) In our opinion and according to the information and explanations given to us and based on the audit procedures performed by us, no funds have been raised on short term basis by the Company.

(e) According to the information and explanations given to us and based on the audit procedures performed by us, the Company does not have any subsidiaries, joint ventures or associate companies. Accordingly, paragraph 3(ix)(e) of the Order is not applicable.

(f) According to the information and explanations given to us and based on the audit procedures performed by us, the Company does not have any subsidiaries, joint ventures or associate companies. Accordingly, paragraph 3(ix)(f) of the Order is not applicable.

(x) (a) According to the information and explanations given to us and based on the audit procedures performed by us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3(ix)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partly or optionally) during the year.

(xi) (a) According to the information and explanations given to us, no fraud by the company or any fraud on the company has been noticed or reported during the year.

(b) According to the information and explanations given to us and based on the audit procedures performed by us, no report under sub-section (12) of section 143 of the Companies Act in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was filed with the Central Government during the year or upto the date of the Report.

(c) As represented to us by the management, no whistle blower complaints were received by the Company during the year.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a 'nidhi' company and it has not accepted any deposits. Accordingly, paragraph 3(xii)(a), paragraph 3(xii)(b) and paragraph 3(xii)(c) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on the audit procedures performed by us, transactions with the related parties during the year were in compliance with sections 188 of the Act where applicable and details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards. Provisions of Section 177 of the Act are not applicable to the

Company.

(xiv) (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.

(b) The reports of internal auditor issued to the Company for the period under audit have been considered by us.

(xv) According to the information and explanations given to us and based on the audit procedures performed by us, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, provisions of section 192 of the Act and paragraph 3(xv) of the Order are not applicable.

(xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on audit procedures performed by us, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Accordingly, paragraph 3(xvi)(b) of the Order is not applicable.

(c) In our opinion and according to the information and explanations given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations given to us, the Group (as defined the Core Investment Companies (Reserve Bank) Direction 2016) does not have any Core Investment Company ('CIC') as part of the Group. Accordingly, paragraph 3(xvi)(d) of the Order is not applicable.

(xvii) According to the information and explanations given to us and based on audit procedures performed by us, the Company has not incurred cash losses in the current year, however in the immediately preceding financial year it has incurred cash losses of Rs. 2483.66 lakhs(verify with last year signed financials) .

(xviii) There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3(xviii) of the Order is not applicable.

(xix) According to the information and explanations given to us and 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, 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 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 the future viability of the Company. We further state that our reporting is based on the facts up to the date of the 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, will get discharged by the Company as and when they fall due.

(xx) (a) According to the information and explanations given to us and based on audit procedures performed by us, the Company was not required to spend any amount in terms of Section 135 of the Act during the year. Accordingly, second proviso to sub-section (5) of section

135 of the said Act and paragraph 3(xx)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on audit procedures performed by us, the Company did not have any ongoing project in terms of Section 135 of the Act during the year. Accordingly, provision of sub-section (6) of section 135 of the said Act and paragraph 3(xx)(b) of the Order is not applicable.

(xxi) This Report is issued on the standalone financial statements of the Company. Accordingly, paragraph 3(xxi) of the Order is not applicable.

For BATLIBOI & PUROHIT
Chartered Accountants
ICAI Firm Reg. No.101048W

Paresh Chokshi
Partner
Membership No. 033597

Place: Mumbai
Date: May 18, 2024
ICAI UDIN: 24033597BKCJKK2510

Annexure - B to the Auditors' Report
(referred to in paragraph 2(g) under 'Report on Other Legal and regulatory requirements' section of our report to the members of the Company of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act").

Opinion

We have audited the internal financial controls with reference to financial statements of Punjab Expo Breweries Private Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system reference to financial statements and such internal financial controls reference to financial statements were operating effectively as at March 31, 2024 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.

Management's Responsibility for Internal Financial Controls.

The Company's Management is responsible for establishing and maintaining internal financial controls with reference to Financial Statements 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 (the "ICAI"). 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 Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's Internal Financial Controls with reference to Financial statements 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") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to Standalone Financial Statements. 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 with reference to Financial Statements 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 with reference to Financial statements and their operating effectiveness. Our audit of Internal Financial Controls with reference to Financial statements included obtaining an understanding of Internal Financial Controls with reference to Financial statements, 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 Ind AS 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 with reference to Financial statements.

Meaning of Internal Financial Controls over Financial Reporting

A company's Internal Financial Control with reference to Financial statements 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 unauthorised 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 with reference to Financial statements 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.

For BATLIBOI & PUROHIT
Chartered Accountants
ICAI Firm Reg. No.101048W

Paresh Chokshi
Partner
Membership No. 033597
Place: Mumbai
Date: May 18, 2024
ICAI UDIN: 24033597BKCJKK2510

PUNJABEXPO BREWERIES PRIVATE LIMITED

Balance Sheet as at March 31, 2024

(₹ in Lacs)

		Note No.	As at March 31, 2024	As at March 31, 2023
I	**ASSETS**			
	Non-Current Assets			
	Property, Plant and Equipment	2a	527.29	560.97
	Other Intangible Assets	2b	0.03	0.03
	Financial Assets			
	Other Financial Assets	3	21.03	19.03
	Deferred Tax Assets (Net)	4	-	-
	Other Non-Current Assets	5	40.01	46.04
	Non-Current Tax Assets (Net)	22	7.46	6.27
			595.82	**632.34**
	Current Assets			
	Financial Assets			
	Cash and Cash Equivalents	6a	58.74	51.22
	Other Bank Balances	6b	28.97	26.79
	Other Financial Assets	3	-	-
	Other Current Assets	5	43.75	49.32
			131.46	**127.33**
	TOTAL ASSETS		**727.28**	**759.67**
II	**EQUITY AND LIABILITIES**			
	Equity			
	Equity Share Capital	7	2,160.00	2,160.00
	Other Equity	8	(1,473.56)	(5,431.63)
			686.44	**(3,271.63)**
	Liabilities			
	Non-Current Liabilities			
	Financial Liabilities			
	Borrowings	9	-	-
	Other Financial Liabilities	10	-	-
	Provisions	11	4.08	5.63
	Deferred Tax Liabilities	21	-	-
	Other Non-Current Liabilities	12	-	-
			4.08	**5.63**
	Current Liabilities			
	Financial Liabilities			
	Borrowings	9	-	565.79
	Trade Payables			
	Total outstanding dues of micro & small enterprises	13	-	-
	Total outstanding dues of creditors other than micro & small enterprises	13	18.58	11.80
	Other Financial Liabilities	10	0.85	3,423.59
	Provisions	11	1.71	0.67
	Other Current Liabilities	12	15.62	23.82
			36.76	**4,025.67**
	TOTAL EQUITY AND LIABILITIES		**727.28**	**759.67**
			-	-
	Significant accounting policies	1		
	The accompanying notes are an integral part of the financial statements	2-38		

As per our Report of even date annexed.

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Paresh Chokshi
Partner
Membership No. 033597

Pradeep Kumar
Managing Director
(DIN: 08657233)

Shankar Pawar
Director
(DIN: 08877747)

Place : Mumbai
Date : May 18, 2024

Anand K.C.
Chief Financial Officer

Vijeta Shah
Company Secretary

PUNJABEXPO BREWERIES PRIVATE LIMITED

Statement of Profit and Loss for the year ended March 31, 2024

	Note No.	Year ended March 31, 2024	Year ended March 31, 2023
			(₹ in Lacs)
INCOME			
Revenue from Operations	14	235.61	111.93
Other Income	15	4.17	4.07
Total Income		**239.78**	**116.00**
EXPENSES			
Employee Benefits Expense	16	26.71	137.71
Finance Costs	17	-	48.50
Depreciation	2	37.10	39.31
Other Expenses	18	153.92	127.78
Total expenses		**217.73**	**353.30**
Profit/ (loss) before exceptional items and tax		22.05	(237.30)
Add/ (less) : Exceptional Items	31&36	3,936.30	(2,276.34)
Profit / (Loss) before tax		**3,958.35**	**(2,513.64)**
Less : Tax expense			
1) Taxes for earlier years	22	-	-
2) Deferred Tax	21	-	-
Total Tax Expense		**-**	**-**
Profit / (Loss) After tax		**3,958.35**	**(2,513.64)**
Other Comprehensive Income			
Items that will not be reclassified to Profit and Loss			
Remeasurement of defined benefit plans	25	(0.28)	(9.33)
Tax on above		-	-
Items that will be reclassified to Profit and Loss		-	-
			-
Total Other Comprehensive Income / (Loss)		**(0.28)**	**(9.33)**
Total Comprehensive Income for the year		**3,958.07**	**(2,522.97)**
Earnings Per Share (₹) Basic & Diluted	29	18.33	(11.64)
Summary of significant accounting policies	1		
The accompanying notes are an integral part of the financial statements	2-38		

As per our Report of even date annexed.

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Paresh Chokshi
Partner
Membership No. 033597

Pradeep Kumar
Managing Director
(DIN: 08657233)

Shankar Pawar
Director
(DIN: 08877747)

Anand K.C.
Chief Financial Officer

Vijeta Shah
Company Secretary

Place : Mumbai
Date : May 18, 2024

PUNJABEXPO BREWERIES PRIVATE LIMITED

Statement of Audited Cash Flow for the year ended March 31, 2024

(₹ in Lacs)

		Year ended March 31, 2024		Year ended March 31, 2023	
A)	**Cash flow from Operating activities**				
	Net profit before tax		3,958.35		(2,513.64)
	Adjustment for:				
	Exceptional Items- Loans Write Back	(292.49)		2,276.34	
	Exceptional Items- Advances Write Back	(3,643.81)			
	Depreciation	37.12		39.31	
	Finance Cost	-		48.50	
	Sundry balance written off	-		-	
	Interest income	(4.17)	(3,903.35)	(4.07)	2,360.08
	Operating Profit before working capital changes		**55.00**		**(153.56)**
	Adjustment for:				
	(Decrease)/ Increase in trade payables, current liabilities, provisions and other financial liabilities	218.84		165.75	
	(Increase) / Decrease in loans and advances and other assets	9.61		23.06	
	(Increase) / Decrease in inventories	-		-	
	(Increase) / Decrease in trade receivables	-	228.45	-	188.81
	Direct taxes refund / (paid)		(1.19)		(2.20)
	Net Cash from Operating activities		**282.26**		**33.05**
B)	**Cash Flow from Investing activities**				
	Purchase of property, plant and equipment	(3.42)		(0.93)	
	Sale of property, plant and equipment	-		19.92	
	Interest received	4.17		4.07	
	(Increase) / Decrease in other bank balances	(2.18)		(1.05)	
	Net Cash from Investing Activities		**(1.43)**		**22.01**
C)	**Cash Flow from Financing activities**				
	Share Capital	-		-	
	Proceeds from issue of Shares	-		-	
	Proceeds from borrowings including current maturities	-		111.03	
	Repayment of borrowings including current maturities	(273.31)		(86.11)	
	Finance Cost Paid	-		(48.50)	
	Net Cash from Financing Activities		**(273.31)**		**(23.58)**
	Net increase in Cash & Cash equivalents (A+B+C)		**7.52**		**31.48**
	Opening cash & cash equivalents		51.22		19.74
	Closing cash & cash equivalents		**58.74**		**51.22**
			(0.00)		(0.00)

Notes :

(₹ in Lacs)

		As at March 31, 2024	As at March 31, 2023
(a)	**Cash and cash equivalents comprises of**		
	i) Balances with Banks		
	In Current Accounts	18.42	11.58
	ii) Short-Term Bank Deposits (Maturity within 3 months)	40.32	39.64
	iii) Cash on Hand	-	-
		58.74	**51.22**

(b) Change in liability arising from financing activities

	As at March 31, 2024	As at March 31, 2023
Balance as at April 01,	565.79	540.87
Cashflow (Net)	(273.31)	(23.58)
Non-Cashflow (Net)	(292.48)	48.50
Balance as at March 31,	-	565.79

(c) The above statement of cash flow have been prepared under the "Indirect Method" as set out in Ind AS 7, " Statement of cash flow "

(d) Figures of previous year have been regrouped, reclassified and recast, wherever considered necessary.

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Paresh Chokshi
Partner
Membership No. 033597

Pradeep Kumar
Managing Director
(DIN: 08657233)

Shankar Pawar
Director
(DIN: 08877747)

Place : Mumbai
Date : May 18, 2024

Anand K.C.
Chief Financial Officer

Vijeta Shah
Company Secretary

PUNJABEXPO BREWERIES PRIVATE LIMITED

Statement of Changes in Equity for the year ened March 31, 2024

	As at March 31, 2024	As at March 31, 2023
A) Equity Share Capital		
Balance as at April 01,	**2,160.00**	**2,160.00**
Changes in equity share capital due to prior period errors	-	-
Restated balance as at April 01	2,160.00	2,160.00
Changes in equity share capital during the year	-	
Balance as at March 31	**2,160.00**	**2,160.00**

B) Other Equity

1) Current Reporting Period (2023-2024)

(₹ in Lacs)

	Reserves and Surplus			Total
	Securities Premium Account	Capital Reserve	Retained Earnings	
Balance at the beginning of the current reporting period	-	-	**(5,431.63)**	**(5,431.63)**
Changes in Accounting Policies or prior period errors	-	-	-	-
Restated balances at the beginning of the current reporting period	-	-	(5,431.63)	(5,431.63)
Profit / (Loss) after tax	-	-	3,958.35	3,958.35
Remeasurement of defined benefit plans			(0.28)	(0.28)
Balance at the end of the current reporting period	**-**	**-**	**(1,473.56)**	**(1,473.56)**

2) Previous Reporting Period (2022-2023)

	Reserves and Surplus			Total
	Securities Premium Account	Capital Reserve	Retained Earnings	
Balance at the beginning of the previous reporting period	-	-	(2,908.66)	(2,908.66)
Changes in Accounting Policies or prior period errors	-	-		-
Restated balances at the beginning of the previous reporting period	-	-	(2,908.66)	(2,908.66)
Profit / (Loss) after tax	-	-	(2,513.64)	(2,513.64)
Remeasurement of defined benefit plans			(9.33)	(9.33)
Balance at the end of the previous reporting period	**-**	**-**	**(5,431.63)**	**(5,431.63)**

As per our Report of even date annexed.

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Paresh Chokshi
Partner
Membership No. 033597

Pradeep Kumar
Managing Director
(DIN: 08657233)

Shankar Pawar
Director
(DIN: 08877747)

Place : Mumbai
Date : May 18, 2024

Anand K.C.
Chief Financial Officer

Vijeta Shah
Company Secretary

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

1.1 General Information:

PunjabExpo Breweries Private Limited (The 'Company') is a Company domiciled in India, with its registered office situated at PO Tilaknagar, Tal Shrirampur, Dist. Ahmednagar, Maharashtra - 413720. The Company has been incorporated under the provisions of Indian Companies Act. The Company is primarily involved in manufacturing and sale of Indian Made Foreign Liquor (IMFL). The Company has a strong and diverse portfolio of brands in various liquor categories including brandy, whisky, vodka, gin, and rum.

1.2 Basis of preparation

a) Statement of compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act, 2013, (the 'Act') and other relevant provisions of the Act.

The financial statements were authorised for issue by the Company's Board of Directors on May 18, 2024.
Details of the Company's accounting policies are included in Note 1.3.

b) Functional and presentation currency

These financial statements are presented in Indian Rupees (Rs.), which is also the Company's functional currency. All amounts have been rounded off to two decimal places to the nearest lakhs, unless otherwise indicated.

c) Basis of measurement

The financial statements have been prepared on the historical cost basis, except for certain financial assets and liabilities and defined benefit plan assets / liabilities measured at fair value.

d) Use of estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

1) Useful life of Property, plant and equipment.
2) Useful life of Intangible Assets
3) Employee benefit plans
4) Provisions and contingent liabilities
5) Lease classification
6) Income tax

Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ending March 31, 2024 is included in the following notes:

Recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources.

e) Measurement at fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values.
Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.
Level 2 : Valuation techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Valuation techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

1.3 Significant Accounting Policies

i) Property, plant and equipment

a) Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

b) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

c) Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the straight-line method and is recognised in the statement of profit and loss.

The estimated useful lives of items of property, plant and equipment for the current and comparative periods are as follows:

Asset	Management estimate of useful life	Useful Life as per Schedule II of the Companies Act, 2013
Factory Buildings	30	30
Plant and equipment	15	15
Furniture and Fixtures	10	10
Motor Vehicles	8	8
Office Equipments	5	5
Computers	3	3
Computer server	6	6
Electrical Installations	10	10

Depreciation method, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate. Based on internal assessment and consequent advice, the management believes that its estimate of useful lives as given above best represent the period over which management expects to use these assets.

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (up to) the date on which asset is ready for use (disposed off).

ii) Intangible assets

a) Acquired intangible assets

Intangible assets comprise purchased technical know-how are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

b) Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

c) Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful lives using the straight-line method and is included in depreciation and amortisation in Statement of Profit and Loss.

Intangible assets are amortised over a period of 10 years for technical know-how and 3 years for others.

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

iii) Inventories

Inventories are measured at the lower of cost and net realisable value after provision for obsolescence where appropriate. The cost of inventories is based on the weighted average cost method, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their present location and condition. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of fixed production overheads based on normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

The net realisable value of work-in-progress is determined with reference to the selling prices of related finished products.

Raw materials and other supplies held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable values.

The comparison of cost and net realisable value is made on an item-by-item basis.

Scrap is valued at net realisable value.

iv) Foreign currency transactions

The Company's financial statements are presented in INR, which is also the Company's functional currency.

Transactions and balances

Monetary items are initially recorded by the Company at their respective functional currency spot rates at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

v) Impairment of non-financial assets

An asset is deemed impairable when recoverable value is less than its carrying cost and the difference between the two represents provisioning exigency. Recoverable value is the higher of the 'Value in Use' and fair value as reduced by cost of disposal. Test of impairment of PPE, investment in subsidiaries / associates / joint venture and goodwill are undertaken under Cash Generating Unit (CGU) concept. For Intangible Assets and Investment Properties it is undertaken in asset specific context. Test of impairment of assets are generally undertaken based on indication of impairment, if any, from external and internal sources of information. Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

vi) Employee Benefits

a) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid e.g., under short-term cash bonus, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

b) Defined Contribution Plan

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. The Company makes specified monthly contributions towards Government administered provident fund and Employee State Insurance scheme. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in profit or loss in the periods during which the related services are rendered by employees.

Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

c) Defined Benefit Plan

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit plans is calculated by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses are recognised in Other Comprehensive Income (OCI). The Company determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service ('past service cost' or 'past service gain') or the gain or loss on curtailment is recognised immediately in profit or loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

d) Other long-term employee benefits

The Company's net obligation in respect of long-term employee benefits other than post-employment benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. The obligation is measured on the basis of an annual independent actuarial valuation using the projected unit credit method. Remeasurements gains or losses are recognised in profit or loss in the period in which they arise.

vii) Provisions and contingent liabilties

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assumptions of the time value of money and the risks specific to the liability. The unwinding of discount is recognized as finance cost.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote.

viii) Leases

As a lessee

The Company's leases primarily consist of leases of office premises, warehouses and guest houses. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the date of commencement of the lease, the Company recognizes a ROU and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and/or low value leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease. Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Currently, ROU assets are being amortised over a period of 3-5 years based on lease term being lower of lease term and estimated useful life of underlying assets.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing activities in statement of cash flows.

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases.

ix) Borrowing costs

Borrowing costs directly attributable to the acquisition or construction of those property, plant and equipment which necessarily takes a substantial period of time to get ready for their intended use are capitalised. All other borrowing costs are expensed in the period in which they incur in the statement of profit and loss.

x) Revenue Recognition

Revenue comprises revenue from contracts with customers for sale of goods. Revenue from sale of goods is inclusive of excise duties and is net of returns, trade allowances, rebates, value added taxes, Goods and Services Tax (GST) and such amounts collected on behalf of third parties.

Revenue is recognised as and when performance obligations are satisfied by transferring goods or services to the customer,as below:

a) Revenue from contract manufacturing

Revenue from contract manufacturing are recognised on an actual basis in accordance with the substance of the relevant agreement.

b) Interest

Interest income is recognized using the effective interest rate method. The effective interest rate is the rate that discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset. Interest income is included under the head "Other income" in the statement of profit and loss.

c) Dividend

Dividend income is recognized when the Company's right to receive the payment is established, which is generally when the shareholders approve the dividend.

xi) Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

a) Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

b) Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used.

Deferred tax assets recognised or unrecognised are reviewed at each reporting date and are recognised / reduced to the extent that it is probable / no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

The Company offsets, the current tax assets and liabilities (on a year on year basis) and deferred tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

xii) Earnings per share

The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding after adjusting for the effects of all potential dilutive ordinary shares.

xiii) Statement of Cash flow

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

xiv) Financial instruments

a) Recognition and initial measurement

The Company initially recognises financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are measured at fair value on initial recognition. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

b) Classification and subsequent measurement

Financial assets

Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

Financial liabilities

Financial liabilities are subsequently carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

In case, the fair value of a financial asset or financial liability, at initial recognition, differs from the transaction price, the difference between the fair value at initial recognition and the transaction price -

(i) is recognised as a gain or loss if that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation.

(ii) is deferred and is recognised as a gain or loss only to the extent that it arises from a change in a factor (including time) that market participants would take into account when pricing the asset or liability. The unamortised portion of the deferred fair value gain/loss difference as on reporting date, is disclosed under other current/non-current assets/liabilities as the case may be.

c) Derecognition

Financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the right to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial assets are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

The Company assesses impairment based on expected credit losses (ECL) model at an amount equal to:-

• 12 months expected credit losses, or

• Lifetime expected credit losses

depending upon whether there has been a significant increase in credit risk since initial recognition. However, for trade receivables, the company does not track the changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

Financial liabilities

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and a new financial liability with modified terms is recognised in the statement of profit and loss.

d) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or realise the asset and settle the liability simultaneously.

xv) Recent amendments to Indian Accounting Standards:

Recent Indian Accounting Standard (Ind AS) pronouncements which are not yet effective Ministry of Corporate Affairs (“MCA”) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

2 Property, Plant and Equipment

	Gross Block				Depreciation / Amortisation				Net Block	
	As at April 01, 2023	Additions	Deductions	As at Mar 31, 2024	As at April 01, 2023	Deductions	For the year	As at Mar 31, 2024	As at Mar 31, 2024	As at March 31,2023
a) Property, Plant and Equipment										
Land & Development	7.70	-	-	7.70	-	-	-	**-**	7.70	7.70
Factory Building	689.85	-	-	689.85	223.24	-	21.04	**244.28**	445.57	466.61
Plant and Equipment	212.96	2.95	-	215.91	148.23	-	12.25	**160.48**	55.43	64.73
Vehicles	33.56	-	-	33.56	15.23	-	3.41	**18.64**	14.92	18.33
Tools and Equipments	0.37	-	-	0.37	0.25	-	0.02	**0.27**	0.10	0.12
Furniture	1.07	-	-	1.07	1.00	-	0.01	**1.01**	0.06	0.07
Office Equipment	6.27	-	-	6.27	5.52	-	0.12	**5.64**	0.63	0.75
Computer	17.35	0.47	-	17.82	16.13	-	0.25	**16.38**	1.44	1.22
Electrical Installation	29.04	-	-	29.04	27.60	-	-	**27.60**	1.44	1.44
Total Property, Plant and Equipment	**998.17**	**3.42**	**-**	**1,001.59**	**437.20**	**-**	**37.10**	**474.30**	**527.29**	**560.97**
b) Intangible Assets										
Software	0.60	-	-	**0.60**	0.57	-	-	**0.57**	**0.03**	**0.03**
Total Intangible Assets	**0.60**	**-**	**-**	**0.60**	**0.57**	**-**	**-**	**0.57**	**0.03**	**0.03**
Grand Total	**998.77**	**3.42**	**-**	**1,002.19**	**437.77**	**-**	**37.10**	**474.87**	**527.32**	**561.00**

Note: The title deeds of the immovable properties are held in the name of the Company.

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

2 Property, Plant and Equipment (2022-23)

	Gross Block				Depreciation / Amortisation				Net Block	
	As at April 01, 2022	Additions	Deductions	As at Mar 31, 2023	As at April 01, 2022	Deductions	For the year	As at Mar 31, 2023	As at Mar 31, 2023	As at March 31,2022
a) Property, Plant and Equipment										
Land & Development	7.70	-	-	7.70	-	-	-	-	7.70	7.70
Factory Building	689.85	-	-	689.85	202.20	-	21.04	223.24	466.61	487.65
Plant and Equipment	212.96	-	-	212.96	136.09	-	12.14	148.23	64.73	76.87
Vehicles	80.34	-	46.78	33.56	37.52	26.87	4.58	15.23	18.33	42.82
Tools and Equipments	0.37	-	-	0.37	0.23	-	0.02	**0.25**	0.12	0.14
Furniture	1.07	-	-	1.07	0.96	-	0.04	1.00	0.07	0.11
Office Equipment	5.87	0.40	-	6.27	4.88	-	0.64	5.52	0.75	0.99
Computer	16.82	0.53	-	17.35	15.97	-	0.16	16.13	1.22	0.85
Electrical Installation	29.04	-	-	29.04	26.91	-	0.69	**27.60**	1.44	2.13
Total Property, Plant and Equipment	**1,044.02**	**0.93**	**46.78**	**998.17**	**424.76**	**26.87**	**39.31**	**437.20**	**560.97**	**619.26**
b) Intangible Assets										
Software	0.60	-	-	**0.60**	0.57	-	-	**0.57**	**0.03**	**0.03**
Total Intangible Assets	**0.60**	**-**	**-**	**0.60**	**0.57**	**-**	**-**	**0.57**	**0.03**	**0.03**
Grand Total	**1,044.62**	**0.93**	**46.78**	**998.77**	**425.33**	**26.87**	**39.31**	**437.77**	**561.00**	**619.29**

Note: The title deeds of the immovable properties are held in the name of the Company.

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

(₹ in Lacs)

	Non-Current		Current	
	As at March 31, 2024	**As at March 31, 2023**	**As at March 31, 2024**	**As at March 31, 2023**
3 Other Financial Assets				
Term Bank Deposits (Maturity exceeding 12 months)	3.70	1.70	-	-
Deposits	17.33	17.33	-	-
Advances to Related party (Refer Note No.32)	-	-	-	2,276.34
Less : Allowance for Advances to related party	-	-	-	(2,276.34)
	21.03	**19.03**	**-**	**-**

3.1 Movement in loss allowance for advances to related party is provided below :

Particulars	**March 31,2024**	**March 31,2023**	**March 31,2024**	**March 31,2023**
Balance at the beginning of the year	**-**	**-**	**2,276.34**	
Loss allowance (net)	-	-	**-**	**2,276.34**
Write off	-	-	**(2,276.34)**	
Balance at the end of the year	**-**	**-**	**-**	**2,276.34**

4 Deferred Tax Assets (Net)

Deferred Tax Assets (Net) (Refer Note 21)	-	-	-	-
	-	**-**	**-**	**-**

5 Other Assets	Non-Current		Current	
	As at March 31, 2024	**As at March 31, 2023**	**As at March 31, 2024**	**As at March 31, 2023**
Advances to Suppliers	-	-	5.00	5.12
Balance with Government Authorities	111.21	117.24	-	5.80
Prepaid Expense	-	-	43.75	43.40
Less : Allowance for Advances / balances with government authorities	(71.20)	(71.20)	(5.00)	(5.00)
	40.01	**46.04**	**43.75**	**49.32**

5.1 Movement in loss allowance for balances with government authorities and Other Advances

Particulars	**March 31, 2024**	**March 31, 2023**	**March 31, 2024**	**March 31, 2023**
Balance at the beginning of the year	71.20	71.20	5.00	5.00
Loss allowance (net)	-		-	
Write off	-	-	-	-
Balance at the end of the year	**71.20**	**71.20**	**5.00**	**5.00**

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

(₹ in Lacs)

	Current	
	As at March 31, 2024	**As at March 31, 2023**
6 Cash and bank balances		
a) Cash and Cash Equivalents		
i) Balances with Banks		
In Current Accounts	18.42	11.58
ii) Short-Term Bank Deposits	40.32	39.64
(Maturity within 3 months)		
iii) Cash on Hand	-	-
	58.74	**51.22**
b) Other Bank Balances		
Short-term Bank Deposits	28.97	26.79
(Maturity within 12 months)		
	28.97	**26.79**
	87.71	**78.01**

(₹ in Lacs)

	As at March 31, 2024	As at March 31, 2023
7 Equity Share Capital		
Authorised Shares		
2,16,00,000 equity shares of ₹ 10/- each (P.Y. 2,16,00,000 equity shares of ₹ 10/- each)	**2,160.00**	**2,160.00**
Issued, subscribed and paid up shares		
2,16,00,000 equity shares of ₹ 10/- each fully paid up (P.Y. 2,16,00,000 equity shares of ₹ 10/- each fully paid up)	2,160.00	2,160.00
	2,160.00	**2,160.00**

a) Reconciliation of the number of shares outstanding

(Nos in lacs)

Number of equity shares at the beginning	216.00	216.00
Equity Shares issued during the period *	-	-
Number of equity shares at the end	**216.00**	**216.00**

b) Terms / rights attached to equity shares

Each holder of equity share is entitled to one vote per share with a right to receive per share dividend by the Company, when declared. In the event of liquidation, the equity shareholders will be entitled to receive remaining assets of the Company after distribution of all preferential amounts in the proportion to the number of equity shares held by them.

(Nos in lacs)

c) Shares held by holding Company

Tilaknagar Industries Ltd.	216.00	216.00

d) Details of shareholders holding more than 5% shares in the Company

Name of the shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of equity shares	As a % of total holding	No. of equity shares	As a % of total holding
Tilaknagar Industries Ltd.	216	100	216	100
Total	**216**	**100**	**216**	**100**

e) Disclosures of Shareholding of Promoters - Shares held by the Promoters

	As at March 31, 2024		As at March 31, 2023		
Name of the promoters	**No. of equity shares**	**As a % of total holding**	**No. of equity shares**	**As a % of total holding**	**% Changes in during the year**
Tilaknagar Industries Ltd.	216	100	216	100	0%
Total	**216**	**100**	**216**	**100**	

(₹ in Lacs)

	As at March 31, 2024	As at March 31, 2023
8 Other Equity		
Retained Earnings		
Balance at the beginning of the year	(5,431.63)	(2,908.66)
Add: Profit / (Loss) after tax for the year	3,958.35	(2,513.64)
Less: Remeasurement of defined benefit plans	(0.28)	(9.33)
Balance at the end of the year	**(1,473.56)**	**(5,431.63)**

Footnote:

Retained earnings are the profits that Company has earned till date less transfers to general reserve dividends or other distributions paid to shareholders. Retained earnings includes re-measurement loss / (gain) on defined benefit plans (net of taxes) that will not be reclassified to the Statement of Profit and Loss. Retained earnings is a free reserve available to the Company.

(₹ in Lacs)

9 Borrowings	Non-Current As at March 31, 2024	Non-Current As at March 31, 2023	Current As at March 31, 2024	Current As at March 31, 2023
Unsecured Loans				
Loan from Holding Company (Refer Note No.31)	-	-	-	565.79
	-	**-**	**-**	**565.79**

10 Other Financial Liabilities	Non-Current As at March 31, 2024	Non-Current As at March 31, 2023	Current As at March 31, 2024	Current As at March 31, 2023
Employee dues	-	-	0.66	102.49
Payable for purchase of Fixed Asset			-	-
Advance from Holding Company (Refer Note No 26)	-	-	-	3,320.75
Other Payables	-	-	0.19	0.35
	-	**-**	**0.85**	**3,423.59**

11 Provisions	Non-Current As at March 31, 2024	Non-Current As at March 31, 2023	Current As at March 31, 2024	Current As at March 31, 2023
Provision for Gratuity (Refer Note 25)	3.11	3.49	1.30	0.35
Provision for Leave Encashment	0.97	2.14	0.41	0.32
	4.08	**5.63**	**1.71**	**0.67**

12 Other Liabilities	Non-Current As at March 31, 2024	Non-Current As at March 31, 2023	Current As at March 31, 2024	Current As at March 31, 2023
Payable towards Statutory Liabilities	-	-	15.62	23.82
	-	**-**	**15.62**	**23.82**

13 Trade Payables	Non-Current As at March 31, 2024	Non-Current As at March 31, 2023	Current As at March 31, 2024	Current As at March 31, 2023
Trade Payables (Refer Note 28)				
Total outstanding dues of micro & small enterprises	-	-	-	-
Total outstanding dues of creditors other than micro & small enterprises	-	-	18.58	11.80
	-	**-**	**18.58**	**11.80**

Ageing Schedule (2023-2024)

	Outstanding for following periods from due date of payments						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total Outstanding**
MSME	-	-	-	-	-	-	-
Others	-	8.63	2.30		0.02	7.63	18.58
Disputed Dues - Others	-	-	-	-	-	-	-
Disputed Dues - MSME	-	-	-	-	-	-	-
Total	**-**	**8.63**	**2.30**	**-**	**0.02**	**7.63**	**18.58**

Ageing Schedule (2022-2023)

	Outstanding for following periods from due date of payments						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total Outstanding**
MSME	-	-	-	-	-	-	-
Others	-	1.06	3.07	0.04	1.72	5.90	11.80
Disputed Dues - Others	-	-	-	-	-	-	-
Disputed Dues - MSME	-	-	-	-	-	-	-
Total	-	**1.06**	**3.07**	**0.04**	**1.72**	**5.90**	**11.80**

(₹ in Lacs)

		Year ended March 31, 2024	Year ended March 31, 2023
14	**Revenue from Operations**		
	Revenue from contract with customers		
	Income from contract manufacturing / others	235.61	111.93
		235.61	**111.93**
15	**Other Income**		
	Interest income	4.17	4.07
		4.17	**4.07**

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

(₹ in Lacs)

		Year ended March 31, 2024	Year ended March 31, 2023
16	**Employee Benefit Expense**		
	Salaries, Wages and Bonus	23.20	126.44
	Contribution to provident fund and family pension fund (Refer Note 25)	1.76	4.65
	Staff welfare expenses	0.97	1.25
	Gratuity (Refer Note 25)	0.78	5.37
		26.71	**137.71**
17	**Finance costs**		
	Interest on Loan	-	48.50
		-	**48.50**
18	**Other Expenses**		
	Power and fuel	9.02	8.74
	Repairs & maintenance		
	i) Plant & Equipment	9.25	0.46
	ii) Others	3.43	1.61
	Insurance	0.83	0.73
	Legal and professional charges	4.74	7.57
	Auditor's Remuneration (Refer Note 27)	3.96	3.95
	Rates and taxes	48.97	47.49
	Travelling and conveyance expenses	2.63	2.42
	Communication expenses	4.03	5.90
	Vehicle running expenses	1.37	0.82
	Printing & Stationery	2.32	-
	Operational and Allied Charges	41.28	29.24
	Miscellaneous expenses	22.09	17.33
	Loss on Sale of Assets	-	1.52
		153.92	**127.78**

19 Financial Instruments - Accounting classification and fair value measurements

a) The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in forced or liquidation sale.

b) The following methods and assumptions were used to estimate the fair value:

1) Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilties, short term loans from banks and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.

2) Financial instruments with fixed and variable interest rates are evaluated by the company based on parameters such as interest rate and individual credit worthiness of the counter party. Based on this evaluation, allowances are taken to account for the expected losses of these receivables.

c) The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation techniques:

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : Valuation techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Valuation techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The following table shows the carrying amounts and fair values of financial assets and financials liabilities, including their levels in the fair value hierarchy :

As at March 31, 2024 *(₹ in Lacs)*

	Carrying amount			
	Financial assets - FVTPL	**Financial assets - cost / amortised cost**	**Financial liabilities - cost / amortised cost**	**Total carrying amount**
Financial assets				
Cash and Cash Equivalents	-	58.74	-	58.74
Other Bank Balances	-	28.97	-	28.97
Other Financial Assets	-	21.03	-	21.03
	-	**108.74**	**-**	**108.74**
Financial liabilities				
Borrowings	-	-	-	-
Trade Payables	-	-	18.58	18.58
Other Financial Liabilities	-	-	0.85	0.85
	-	**-**	**19.43**	**19.43**

The Company has not disclosed the fair values for financial instruments such as investments, trade receivables, cash and cash equivalents, other bank balances, loans, other financial assets, borrowings, trade payables and financial liabilities because their carrying amounts are a reasonable approximation of fair value.

As at March 31, 2023 *(₹ in Lacs)*

	Carrying amount			
	Financial assets - FVTPL	**Financial assets - cost / amortised cost**	**Financial liabilities - cost / amortised cost**	**Total carrying amount**
Financial assets				
Cash and Cash Equivalents	-	51.22	-	51.22
Other Bank Balances	-	26.79	-	26.79
Other Financial Assets	-	19.03	-	19.03
	-	**97.04**	**-**	**97.04**
Financial liabilities				
Borrowings	-	-	565.79	565.79
Trade Payables	-	-	11.80	11.80
Other Financial Liabilities	-	-	3,423.59	3,423.59
	-	**-**	**4,001.18**	**4,001.18**

The Company has not disclosed the fair values for financial instruments such as investments, trade receivables, cash and cash equivalents, other bank balances, loans, other financial assets, borrowings, trade payables and financial liabilities because their carrying amounts are a reasonable approximation of fair value.

Fair Value Measurement Hierarchy :

(₹ in Lacs)

Particulars	As at 31-03-2024			As at 31-03-2023		
	Level 1	**Level 2**	**Level 3**	**Level 1**	**Level 2**	**Level 3**
Financial Asset	-	-	-	-	-	-
Non current Investments	-	-	-	-	-	-
Current Investment	-	-	-	-	-	-

20 Financial risk management

Objectives and policies

Risk management framework

The Company's management has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company conducts yearly risk assessment activities to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.
The Company has a system in place to ensure risk identification and ongoing periodic risk assessment is carried out. The Board of directors periodically monitors the risk assessment.

The Company has exposure to the following risks arising from financial instruments :
- Credit risk
- Liquidity risk
- Market risk
- Interest risk

a) Credit risk

Credit risk is the risk that counterparty will not meet its obligation under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. The company generally doesn't have collateral.

The carrying amounts of financial assets represent the maximum credit risk exposure. The maximum exposure to credit risk at the reporting date is as follows :-

(₹ in Lacs)

Particulars	**As at March 31, 2024**	**As at March 31, 2023**
Trade receivables	-	-
Cash and cash equivalents	58.74	51.22
Other bank balances	28.97	26.79
Other financial assets	21.03	19.03
Total	**108.74**	**97.04**

Trade receivables

Customer credit risk is managed as per Company's established policy, procedures and control relating to customer credit risk management. Credit risk has always been managed by the Company through credit approvals, estabilishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

An impairment analysis is performed for all major customers at each reporting date on an individual basis. In addition, a large number of minor receivables are grouped into homogenous group and assessed for impairment collectively. The calculation is based on historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several industries and operate in largely independent markets.

(₹ in Lacs)

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
As at March 31, 2024	-	-	-
As at March 31, 2023	-	-	-

Bank balances and deposits with banks

Credit risk from balances with banks is managed by the company's finance department as per Company's policy. Investment of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis, and may be updated throughout the year subject to approval of the Company's Board of directors. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

As at March 31, 2024 *(₹ in Lacs)*

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
Borrowings	-	-	-
Trade Payables	18.58	18.58	-
Other Financial Liabilities	0.85	0.85	-
	19.43	**19.43**	**-**

As at March 31, 2023 *(₹ in Lacs)*

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
Borrowings	565.79	565.79	-
Trade Payables	11.80	11.80	-
Other Financial Liabilities	3,423.59	3,423.59	-
	4,001.18	**4,001.18**	**-**

c) Market risk

Market risk is the risk of loss of future earnings, fair value or future cash flows arising out of change in the price of a financial instrument. These include change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowing.

The company manages market risk through a risk management committee engaged in, inter alia, evaluation and identification of risk factors with the object of governing / mitigation them accordingly to company's objectives and declared policies in specific context of impact thereof on various segments of financial instruments.

Currency risk

The Company is exposed to currency risk to the extent that there is mismatch between the currencies in which sales, purchase are denominated and the respective functional currencies of Company. The Company has export sales primarily denominated in US dollars.

d) Interest risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The entity’s exposure to the risk of changes in market interest rates relates primarily to the Company’s long-term debt obligations with floating interest rates.

At the reporting date the interest rate profile of the Company’s interest-bearing financial instruments is as follows:

(₹ in Lacs)

	As at March 31, 2024	**As at March 31, 2023**
Fixed rate instruments		
Financial liabilities		
Borrowings	-	-
Total	**-**	**-**
Variable-rate instruments		
Financial liabilities		
Borrowings	-	565.79
Total	**-**	**565.79**

Cash flow sensitivity analysis for variable-rate instruments

An increase of 100 basis points in interest rates at the reporting date would have decreased gain as at year end by the amounts shown below. This analysis assumes that all other variables remain constant.

Particulars	**Profit or loss**
31-03-2024	
Variable-rate instruments	-
Cash flow sensitivity	**-**
31-03-2023	
Variable-rate instruments	(5.66)
Cash flow sensitivity	**(5.66)**

A decrease of 100 basis points in the interest rates at the reporting date would have had equal but opposite effect on the amounts shown above, on the basis that all other variable remain constant.

21 Deferred Tax Assets/ (Liabilities) : *(₹ in Lacs)*

The following is the analysis of deferred tax assets/ (liabilities) presented in the balance sheet :

Movement in deferred tax assets/ (liabilities) during the year	Opening Balance as on 01-04-2023	Recognised in Statement of Profit & loss	Closing balance as on 31-03-2024
Deferred Tax Liabilities in relation to			
Property Plant & Equipment	(67.57)	3.07	(64.50)
Unrealized gain On Investment	-	-	-
Total A	**(67.57)**	**3.07**	**(64.50)**
Deferred Tax Assets in relation to			
Employee Benefit obligation	1.79	(0.22)	1.57
Provision/ Impairment for doubtful advances	38.61	24.32	62.93
MAT Credit	27.17	(27.17)	-
Business Losses / Unabsorbed depreciation	-	-	-
Total B	**67.57**	**(3.07)**	**64.50**
Total (A+B)	**-**	**-**	**-**

21.1 Deferred tax asset on tax losses and unabsorbed depreciation under Income Tax Act, has been recognised to the extent it is probable that future taxable income will be available against which these can be utilised. Accordingly, deferred tax assets have not been created on balance carried forward business losses and unabsorbed depreciation of ₹ 1,581.52 lacs as on March 31, 2024 (P.Y.3,259.05 ₹ lacs).

22 Income Taxes *(₹ in Lacs)*

		Year ended March 31, 2024	Year ended March 31, 2023
a)	**Income Tax recognised in the Statement of Profit and Loss**		
	Current Tax		
	In respect of current year	-	-
	Adjustments in respect of previous years	-	-
	Deferred Tax	-	-
	In respect of current year	-	-
	Adjustments in respect of deferred tax of previous years	-	-
	MAT credit (including earlier year)	-	-
	Total	**-**	**-**
b)	**Income tax expense recognised in Other Comprehensive Income**		
	Tax expense on remeasurement of defined benefit plans	-	-

c) **Reconciliation of Tax expenses :-** *(₹ in Lacs)*

		Year ended March 31, 2024	Year ended March 31, 2023
	Particulars		
	Profit Before Income Tax Expense	3,958.35	(2,513.64)
	Tax Rate	25.168%	25.168%
	Tax at Indian Tax Rate @ 25.168%	996.24	(632.63)
	Tax Effect of amounts which are not deductible / (taxable) in calcualting taxable income :		
i	Deductions not considered in ealier years, taken as allowance during the year	(572.13)	550.48
ii	Permanent Disallowances/ Allowances	-	0.39
iii	Carried forward losses utilised	(424.11)	81.76
iv	Income not taxable	-	-
	Total	**(996.24)**	**632.63**
	Income tax expense as per Statement of Profit and Loss	**-**	**-**

		As at March 31, 2024	As at March 31, 2023
d)	**Current Tax Liabilities**		
	Provision for Taxation (Net of Advance Tax)	-	-
e)	**Current Tax Assets**		
	Advance Tax (Net of Provision for Taxation)	7.46	6.27

23 Capital Management

For the purpose of the Company's capital management, capital includes issued capital and all other equity reserves attributable to the equity shareholders of the Company. The primary objective of the Company when managing capital is to safeguard its ability to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholder value.

Consequent to such capital structure, there are no externally imposed capital requirements. In order to maintain or achieve an optimal capital structure, the Company allocates its capital for distribution as dividend or re-investment into business based on its long term financial plans.

(₹ in Lacs)

The Company monitors capital based on the following ratio :-

	As at March 31, 2024	As at March 31, 2023
Total Net Debt	-	514.57
Total Equity	686.44	(3,271.63)
Debt to Equity Ratio	-	Nil

24 Contingent Liability not provided for:

(₹ in Lacs)

	Particulars	As at March 31, 2024	As at March 31, 2023
a)	Bank guarantees issued on behalf of the Company	33.75	33.75
b)	In respect of disputed Indirect Tax matters, pending before the appropriate tax authorities, contested by the Company		
	Sales Tax		
	F. Y. 2013-14 PVT Punjab	0.10	0.10
	F. Y. 2013-14 CST Punjab	24.65	24.65
	F. Y. 2014-15 CST Punjab	122.08	122.08
	F. Y. 2015-16 PVT Punjab	3.47	3.47
	F. Y. 2015-16 CST Punjab	37.36	37.36
	F. Y. 2016-17 PVT Punjab	32.15	-
	F. Y. 2016-17 CST Punjab	40.42	-

25 The disclosure of Ind AS 19 “Employee Benefits” is as follows:

Defined Contribution Plan

The Company has charged in the Statement of Profit and Loss during the financial year an amount of ₹ 1.76 Lacs (P.Y. ₹ 4.65 Lacs) under defined contribution plan as employer’s contribution to Provident Fund.

Defined Benefit Plan

The Employees’ gratuity scheme is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes 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 net value of the defined commitment is detailed below:

(₹ in Lacs)

	As at March 31, 2024 Unfunded Gratuity	As at March 31, 2023 Unfunded Gratuity
Present Value of obligation	4.41	3.84
Fair Value of Plans	-	-
Net Liability in the balance sheet	**4.41**	**3.84**
Defined Benefit Obligations		
Opening balance	3.84	42.60
Interest expenses	0.28	2.91
Current service cost	0.50	2.46
Past service cost		
(Liability Transferred Out/ Divestments)	-	(16.34)
Benefit paid directly by the employer	(0.49)	(37.12)
Actuarial (gain) / loss-Due to change in Demographic Assumption	-	-
Actuarial (gain) / loss-Due to change in Financial assumptions	0.04	(0.12)
Actuarial (gain) / loss- Due to Experience	0.24	9.45
Closing balance	**4.41**	**3.84**
Plan Assets		
Opening balance	-	-
Interest Income	-	-
Expected return on plan assets	-	-
Paid Funds	-	-
Actuarial (gain) / loss	-	-
Closing balance	**-**	**-**

	For the year ended March 31, 2024	For the year ended March 31, 2023
	Unfunded Gratuity	Unfunded Gratuity
Return on Plan Assets	-	-
Expected return on plan assets	-	-
Actuarial (gain) / loss		
Expenses Recognised in the Statement of Profit or Loss on defined benefit plan		
Current service costs	0.50	2.45
Past service cost		
Interest expense	0.28	2.91
Interest Income		-
Expected return on plan assets		-
Expenses Recognised	**0.78**	**5.37**
Expenses Recognised in the Other Comprehensive Income (OCI) on defined benefit plan		
Actuarial (gain) / loss	0.28	9.33
Expected return on plan assets	-	-
Net (Income)/ Expense for the period Recognised in OCI	**0.28**	**9.33**
Maturity Analysis of the Benefit Payments: From the Fund		
Projected Benefits Payable in Future Years From the Date of Reporting		
1st Following Year	1.30	0.35
2nd Following Year	0.36	0.42
3rd Following Year	0.37	0.98
4th Following Year	0.35	0.33
5th Following Year	0.33	0.31
Sum of Years 6 to 10	1.84	1.69
Sum of Years 11 and above	2.32	2.36
Sensitivity Analysis		
Projected Benefits Obligations on Current Assumptions	4.41	3.84
Delta Effect +1% Change in Rate of Discounting	(0.20)	(0.20)
Delta Effect -1% Change in Rate of Discounting	0.22	0.22
Delta Effect +1% Change in Rate of Salary Increase	0.22	0.22
Delta Effect -1% Change in Rate of Salary Increase	(0.20)	(0.20)
Delta Effect +1% Change in Rate of Employee Turnover	0.03	0.02
Delta Effect -1% Change in Rate of Employee Turnover	(0.03)	(0.03)
Actuarial assumptions	**Unfunded Gratuity**	**Unfunded Gratuity**
Mortality	2012-14 Urban	2012-14 Urban
Discount rate (per annum)	7.19%	7.39%
Expected rate of return on plan assets (per annum)		
Rate of escalation in salary (per annum)	5.00%	5.00%

Defined Contribution Plan

Present value of DBO, Fair Value of Plan Assets, Deficit/ (Surplus), Experience Adjustments for current and earlier periods:

Funded Gratuity for the year ended	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Present value of DBO	4.41	3.84	42.59	36.10	22.73
Fair value of plan assets				-	-
Deficit/(Surplus)	4.41	3.84	42.59	36.10	22.73

26 Related Party Disclosures:

The disclosures pertaining to the related parties as required by Ind AS 24 "Related Party Disclosure" are as under:

a) Holding Company :Tilaknagar Industries Ltd.

List of Fellow Subsidiary Companies : Prag Distillery (P) Ltd.
: Vahni Distilleries Private Limited
: Shivprabha Sugars Ltd.

b) Key Managerial Personnel and Directors

: Mr. Amit Dahanukar	- Chairman & Managing Director (upto July 14,2022)
: Mrs. Shivani Amit Dahanukar	- Executive Director (upto July 14,2022)
: Mr. C.V.Bijlani	- Independent Director(upto July 14,2022)
: Mr.Pradeep Kumar	- Managing Director(from October 14,2022)
: Mr. Ajit Anant Sirsat	- Director (upto October 14,2022)
: Mr. Shankar Pawar	- Director
: Mr. K.C. Anand	- Chief Financial Officer
: Mrs. Dipti Todkar	- Director (upto July 17, 2023)
: Ms. Varsha Vyas	- Company Secretary (upto May 17, 2023)
: Ms. Vijeta Shah	- Company Secretary (from November 01, 2023)
: Mrs. Hemangi Subodh Naik	- Director (from August 07,2023)

(₹ in Lacs)

Nature of Transaction (excluding reimbursements)	Parties refered in (a) above		Parties refered in (b) above	
	Year ended March 31, 2024	Year ended March 31, 2023	Year ended March 31, 2024	Year ended March 31, 2023
Sales				
Tilaknagar Industries Ltd.	124.08	50.00	-	-
Total	**124.08**	**50.00**	**-**	**-**
Purchase				
Tilaknagar Industries Ltd.	23.45	11.40	-	-
Total	**23.45**	**11.40**	**-**	**-**
Income from Contract Manufacturing				
Tilaknagar Industries Ltd.	235.61	111.89	-	-
Total	**235.61**	**111.89**	**-**	**-**
Interest Expenses				
Tilaknagar Industries Ltd.	-	48.54	-	-
Total	**-**	**48.54**	**-**	**-**
Payment to Key Managerial Personnel				
Remuneration to Executive Directors	-	-	-	258.85
Total	**-**	**-**	**-**	**258.85**
Net Loans & Advances given / (taken)				
Tilaknagar Industries Ltd.*	3,886.54	(274.78)	-	-
Prag Distilleries Pvt. Ltd **	(2,276.34)	-	-	-
Total	**1,610.20**	**(274.78)**	**-**	**-**
Outstanding Balances (Loans and Advances given / (taken))				
Tilaknagar Industries Ltd.*	-	(3,886.54)		
Prag Distilleries Pvt. Ltd **	-	2,276.34		
Total	**-**	**(1,610.20)**	**-**	**-**

Notes :

* Refer Note No 31

** Refer Note No 36

a) All Related Party Transactions entered during the year were in ordinary course of the business and on arm's length basis.

b)

Compensation of key management personnel of the Company **	Year ended March 31, 2024	Year ended March 31, 2023
Short-term employee benefits	-	258.85
Total compensation of key management personnel of the Company	**-**	**258.85**

**Does not include post-employment benefit based on actuarial valuation as this is done for the Company as a whole.

** The compensation of key management personnel of the Company includes the full and final payment (including post-employment benefits) of Mr. Amit Dahanukar and Mrs. Shivani Dahanukar who have resigned as Chairman & Managing Director and Executive Director respectively from July 14, 2022.

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

(` Lacs)

27 Auditor's remuneration charged to accounts:	**Year ended March 31, 2024**	**Year ended March 31, 2023**
Audit fees	1.77	1.77
Limited review fees	2.12	2.12
Reimbursement of expense	0.07	0.06
	3.96	**3.95**

28 Micro & Small enterprises have been identified by the Company on the basis of the information received from suppliers regarding their satatus under the Mirco, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The Company has amounts due to Micro & Small enterprises under the MSMED Act as follows :

(` Lacs)

Particulars	**March 31, 2024**	**March 31, 2023**
a) the principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year;	-	-
b) the amount of interest paid by the buyer in terms of section 16 of the Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
c) the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Act ;	-	-
d) the amount of interest accrued and remaining unpaid at the end of year; and	-	-
e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Act.	-	-

(` Lacs)

29 Earnings per share:	**March 31, 2024**	**March 31, 2023**
Profit / (Loss) After Tax	3,958.35	(2,513.64)
Weighted average number of shares	216.00	216.00
Basic & Diluted Earnings Per Share	18.33	(11.64)
Face Value per Equity Share	10.00	10.00

30 The Company is predominantly engaged in income from contract manufacturing which constitute a single business segment.The company derives its entire revenue from a single customer i.e. Holding Company

31 Exceptional Items in the year ended March 31, 2024 includes :
During the financial year 2023-24, the Company has written back the loans and advances payable to its Holding Company i.e.Tilak Nagar Industries Ltd of ₹ 292.49 lacs & ₹ 3,643.81 lacs respectively and the same has been disclosed under exceptional item in the financial statement for the year ended March 31, 2024.

32 The Management of PunjabExpo Breweries Private Limited ("PunjabExpo") has increased the capacity utilisation and contract manufacturing rates for bottling carried on for the holding company. Consequent to the financial restructuring and steps taken by PunjabExpo, efficiency has improved resulting in profit during the year and positive networth at the year end.

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

33 The Company has entered into arrangements with Tilaknagar Industries Ltd. (referred as 'Holding Company) as Tie-up Manufacturing Unit (TMU), where-in the Company will manufacture and sell beverage alcohol on behalf of the Holding Company. Under such arrangements, the Holding Company has exposure to significant risks and rewards associated with the sale of products i.e. it has the primary responsibility for providing goods to the customer, has pricing latitude and is also exposed to inventory and credit risks. Accordingly, the transactions of the Company under such arrangements have been recorded as gross revenue, excise duty and expenses in the books of the Holding Company as if they were transactions of the Holding Company. The Holding Company also presents inventory, trade receivables and trade payables under such arrangements as its own inventory, trade receivables and trade payables. The net receivables from / payable to Holding Company are recognised under other financial assets / other financial liabilities respectively.

(` in Lacs)

In Profit & Loss A/C	**Year ended March 31, 2024**	**Year ended March 31, 2023**
Revenue from operations / Other Income	2,996.04	1,729.93
Total Income	**2,996.04**	**1,729.93**
Cost of materials consumed / (Increase) / decrease in Inventories	1,572.98	1,281.45
Excise	434.07	-
Finance costs / Other Expenses	190.53	179.24
Total expenses	**2,197.59**	**1,460.70**
Profit/(Loss)	**798.45**	**269.24**

(` in Lacs)

In Balance Sheet	**As at March 31, 2024**	**As at March 31, 2023**
Assets:		
Inventory	277.14	228.56
Trade Receivables	1,199.55	287.29
Other Assets	38.62	19.73
Liabilities:		
Trade Payables	209.77	145.80
Other Liabilities	1.65	5.40

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

34 Ratio Analysis

Ratio	Numerator	Denominator	Current year	Previous Year	% Change	Reason for Variance
Current ratio (in times)	Total current assets	Total current liabilities	3.576	0.032	11206%	The Company has written back the loans & advances payable to holding company in financial year 2023-2024
Debt-Equity ratio (in times)	Total borrowings and lease liabilities	Total equity	0.00	0.00	NA	NA
Debt service coverage ratio (in times)	Net Profit after taxes + Depreciation and Amortization + Finance Cost	Principal repayments including interest + lease liabilities payments	0.00	0.00	NA	NA
Return on Equity Ratio	Profit after tax	Average total equity	0.00%	0.00%	NA	NA
Inventory turnover ratio (times)	Cost of Material consumed + Changes in Inventories	Average inventory	NA	NA	NA	NA
Trade receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	NA	NA	NA	NA
Trade payables turnover ratio (in times)	Cost of Material consumed + Changes in Inventories + Other Expenses - Inventory /Advance Provision / Advance written off	Average trade payable	10.133	10.317	-2%	NA
Net capital turnover ratio (in times)	Revenue from operations	Working capital (i.e. Total current assets less Total current liabilities)	2.488	0.000	NA	NA
Net profit ratio (in %)	Profit after tax (excluding exceptional item)	Revenue from operations	9.36%	-212.01%	104%	The Company has improved its profitability by increasing its bottling rates in FY 2023-24.
Return on capital employed (in %)	Profit before tax + finance costs	Capital employed = Tangible Net worth + Total Borrowings	576.65%	0.00%	NA	NA
Return on investment (in %)	Profit after tax	Average total equity	0.00%	0.00%	NA	NA

PUNJABEXPO BREWERIES PRIVATE LIMITED

Notes to Financial Statements for the year ended March 31, 2024

35 Other Statutory Information:

i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

ii) The Company does not have any immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the Company.

iii) The Company does not have any transactions with the struck off Companies.

iv) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

v) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

vi) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
a)directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or
b)provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

vii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;
b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

viii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

ix) The Company has not made any Loans or Advances in the nature of loans that are granted to promoters, directors and KMPs (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are
(a) repayable on demand or
(b) without specifying any terms or period of repayment.

x) The company has not been declared as a wilful defaulter.

xi) The Company did not have sanctioned working capital limits during the year from any banks / lenders.

36 The company has given advances in the earlier years to fellow subsidiary, the details are given below :-

	As at	**As at**
Particulars	**March 31, 2024**	**March 31, 2023**
Prag Distilleries Pvt Ltd *	2,276.34	2,276.34
Write off	(2,276.34)	
Total	**-**	**2,276.34**

* The Company has written off the advances with Prag Distillery Pvt Ltd Rs 2,276.34 lacs during the financial year 2023-2024. Consequent to the earlier provision of Rs 2,276.34 lacs provided in the financial year 2022-2023, the net impact on the financial year 2023-2024 is Nil.

37 The Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. With respect to changes made by certain privileged access rights to the SAP application and/or the underlying database audit trail feature is not enabled. The Company does have a privileged access monitoring tool that monitors these access rights and the Company is in the process of further strengthening this feature with adequate logs to be maintained. Further no instance of audit trail feature being tampered with was noted in respect of the software.

38 Figures of previous year have been regrouped, reclassified and recast, wherever considered necessary.

As per our Report of even date annexed

For **Batliboi & Purohit**
Chartered Accountants
Firm Registration No. 101048W

For and on behalf of the Board of Directors

Paresh Chokshi
Partner
Membership No. 033597

Pradeep Kumar
Managing Director
(DIN: 08657233)

Shankar Pawar
Director
(DIN: 08877747)

Anand K.C.
Chief Financial Officer

Vijeta Shah
Company Secretary

Place : Mumbai
Date : May 18, 2024

Independent Auditor's Report

To,
The Members of
Shivprabha Sugars Limited

Report on the Standalone Ind AS Financial Statements

Opinion

We have audited the accompanying standalone Ind AS financial statements of Shivprabha Sugars Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone Ind AS financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 March 31, 2024, and its losses including other comprehensive income, statement of changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the financial statements and auditor's 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 Management Discussion and Analysis and Board's Report including Annexures to Board's Report, but does not include the consolidated financial statements, 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.

Management's Responsibility for the Standalone Ind AS 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 standalone Ind AS financial statements that give a true and fair view of the state of affairs, consolidated statement of profit and loss including other comprehensive income, statement of changes in equity and statement of cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 the 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 standalone Ind AS 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.

That Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility

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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgement 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 controls.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section

143(3)(i) of the Act, 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

Material Uncertainty related to Going Concern

We draw attention to Note 19 in the standalone Ind AS financial statements that the Company has incurred net loss during the year and due to accumulated losses the net worth has been eroded. Further the current liabilities have exceeded the total assets. These events indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors Report) Order 2020 ("the Order") issued by Central Government of India in terms of sub section (11) of section 143 of the Act, we give in 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
e) On the basis of written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act
f) Requirements of reporting under section 143(3)(i) of the Companies Act 2013, with respect to adequacy of the internal financial controls over the financial reporting of the company and the operating effectiveness of such controls is not applicable to the company.
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:
    1) The Company does not have any pending litigations which would impact its financial position;
    2) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
    3) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
    4) (i) In our opinion, the management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entities, including foreign entities (“Intermediaries”), with the understanding, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

       (ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entities, including foreign entities (“Funding Parties”), with the understanding, that the company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

       (iii) Based on audit procedures which considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided in above contain any material misstatement

5) The company did not declare or paid dividend during the year, hence compliance with sec 123 of the Companies Act, 2013 is not applicable to the company.
6) According to information and Explanation given to us, the company, has used accounting software for maintaining its books of account which has a feature of recording audit trail facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.

For **G. S. Nayak & CO.**
Chartered Accountants
Firm Registration No. 118915W

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Girija Shankar Nayak
Partner
Membership No.049582
UDIN: 24049582BKANCJ5430

Place: Mumbai
Date: May 18, 2024

Annexure A to the Independent Auditor's Report
On the standalone Ind AS financial statements of Shivprabha Sugars Limited
(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements section of our report of even date)

Report on Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Companies Act, 2013 ("the Act") of Shivprabha Sugars Limited ("the Company")

1) (a) In respect of its Property, Plant and Equipment & Intangible Assets
   i. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
   ii. The Company does not have intangible assets.

   (b) According to information and Explanation given to us, the Property, Plant and Equipment have been physically verified by management during the year. In our opinion the frequency of such verification is reasonable and no material discrepancies were noticed on such verification.
   (c) The Company does not have intangible assets, hence not commented upon.
   (d) The company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.
   (e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
2) (a) In our opinion and according to the information and explanations given to us the Company does not have any inventories and thus paragraph 3(ii)(a) of the Order is not applicable.
   (b) During the year, the Company did not have any sanctioned working capital limits in excess of five crore rupees, in aggregate, from any banks on the basis of security of its current assets. Accordingly, paragraph 3(ii)(b) of the Order is not applicable.
3) The Company has not made investment in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of paragraph 3 Clause (iii), (iii)(a), (iii)(b), (iii)(c), (iii)(d), (iii)(e), (iii)(f) of the said Order are not applicable to the Company.
4) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the investments made, loans, securities and guarantee given. Accordingly, reporting under paragraph 3(iv) of the Order is not applicable.
5) The Company has not accepted any deposits during the year within the meaning of the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable.
6) We are informed that the maintenance of cost records has not been specified by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013.
7) In respect of statutory dues:
   (a). As per the information and explanation given to us, in our opinion 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;

(b). In our opinion and according to the explanation given to us, there were no undisputed amounts of Income Tax, Goods & Service Tax, Service Tax, Wealth Tax, Sales Tax, Custom Duty, Excise Duty and Cess as at 31st March 2024 for a period of six months or more from the date they became payable;

(c). In our opinion and according to the explanation given to us, there are no statutory dues of Income tax wealth tax, sales tax, custom duty and excise duty which have not been deposited on account of dispute.

8) In our opinion and according to the explanation given to us, income has been properly recorded in the books of account and no transactions have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which was not recorded in the books of account. Accordingly, paragraph 3(viii) of the Order is not applicable.

9) (a) Based on our audit procedures and as per the information and explanations given by the management, the Company did not have any outstanding dues to financial institutions, banks or debenture holders during the year. Accordingly, paragraph 3(ix)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and on the basis of our audit procedures, the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority

(c) According to the information and explanations given to us and based on our examination of the records of the Company, no term loans were obtained or utilised during the year by the Company. Accordingly, paragraph 3(ix)(c) of the Order is not applicable.

(d) In our opinion and according to the information and explanations given to us and based on the audit procedures performed by us, no funds have been raised on short term basis by the Company.

(e) According to the information and explanations given to us and based on the audit procedures performed by us, the Company does not have any subsidiaries, joint ventures or associate companies. Accordingly, paragraph 3(ix)(e) of the Order is not applicable.

(f) According to the information and explanations given to us and based on the audit procedures performed by us, the Company does not have any subsidiaries, joint ventures or associate companies. Accordingly, paragraph 3(ix)(f) of the Order is not applicable.

10) (a)The company has not raised moneys by way of initial public offer or further public offer including debt instruments. Accordingly, the provisions of clause (x) of the Order are not applicable to the Company and hence not commented upon.

(b) The company has not made any preferential allotment or private placement of shares or Convertible debentures during the year. Accordingly, the provisions of clause (x) of the Order are not applicable to the Company and hence not commented upon.

11) (a) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit;

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government

(c) As represented to us by the management, no whistle-blower complaints has been received by the company during the year.

12) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable

13) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone Ind AS financial statements as required by the applicable Indian Accounting standards.

14) (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the internal audit reports of the company issued till date, for the period under audit.

15) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable

16) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on audit procedures performed by us, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Accordingly, paragraph 3(xvi)(b) of the Order is not applicable

(c) In our opinion and according to the information and explanations given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations given to us, the Group (as defined the Core Investment Companies (Reserve Bank) Direction 2016) does not have any Core Investment Company ('CIC') as part of the Group. Accordingly, paragraph 3(xvi)(d) of the Order is not applicable.

17) The company has incurred cash losses in the financial year amounting to ₹ 50,300 and in the immediately preceding financial year amounting to ₹ 67,250.

18) Based upon the audit procedures performed and the information and explanations given by the management, There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3(xviii) of the Order is not applicable

19) According to the information and explanations given to us and 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, 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 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 the future viability of the Company. We further state that our reporting is based on the facts up to the date of the 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, will get discharged by the Company as and when they fall due.

20) (a) According to the information and explanations given to us and based on audit procedures performed by us, the Company was not required to spent any amount in terms of Section 135 of the Act during the year. Accordingly, second proviso to sub-section (5) of section 135 of the said Act and paragraph 3(xx)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and based on audit procedures performed by us, the Company did not have any ongoing project in terms of Section 135 of the Act during the year. Accordingly, provision of sub-section (6) of section 135 of the said Act and paragraph 3(xx)(b) of the Order is not applicable.

For **G. S. Nayak & CO.**
Chartered Accountants
Firm Registration No. 118915W

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Girija Shankar Nayak
Partner
Membership No.049582
UDIN: 24049582BKANCJ5430

Place: Mumbai
Date: May 18, 2024

SHIVPRABHA SUGARS LTD.

BALANCE SHEET AS AT MARCH 31, 2024

		Note No.	As at March 31, 2024	(₹) As at March 31, 2023
I	**ASSETS**			
	Non-Current Assets			
	Property, Plant and Equipment	2	15,34,240	15,34,240
	Financial Assets			
	Other Financial Assets	4	10,000	10,000
			15,44,240	**15,44,240**
	Current Assets			
	Financial Assets			
	Cash and Cash Equivalents	3	55,434	55,434
	Other Financial Assets	4	-	-
			55,434	**55,434**
	Total		**15,99,674**	**15,99,674**
II	**EQUITY AND LIABILITIES**			
	Equity			
	Equity Share Capital	5	5,00,000	5,00,000
	Other Equity	6	(1,51,06,331)	(1,50,56,031)
			(1,46,06,331)	**(1,45,56,031)**
	Current Liabilities			
	Financial Liabilities			
	Borrowings	7	1,61,67,065	1,61,16,765
	Trade Payables	8	38,940	38,940
	Other Liabilities	9	-	-
			1,62,06,005	**1,61,55,705**
	Total		**15,99,674**	**15,99,674**
			-	-
	Summary of significant accounting policies	1		
	The accompanying notes are an integral part of the financial statements	2-24		

As per our Report of even date annexed.

For G S Nayak & Co
Chartered Accountants
Firm Registration No. 118915W

For and on behalf of the Board of Directors

Girija Shankar Nayak
Partner
Membership No.049582

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

SHIVPRABHA SUGARS LTD.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

	Note No.	Year ended March 31, 2024	Year ended March 31, 2023 (`)
INCOME			
Other Income		-	-
Total Income		**-**	**-**
EXPENSES			
Other Expenses	10	50,300	67,250
Total expenses		**50,300**	**67,250**
Profit / (Loss) before tax		**(50,300)**	**(67,250)**
Less : Tax expense			
1) Current Tax		-	-
2) Taxes for earlier years		-	-
3) Deferred Tax		-	-
		-	**-**
Profit / (Loss) after tax		**(50,300)**	**(67,250)**
Other Comprehensive Income		**-**	**-**
Total Other Comprehensive Income		**(50,300)**	**(67,250)**
Earnings Per Share (`) Basic & Diluted	18	**(1.01)**	**(1.35)**
Summary of significant accounting policies	1		
The accompanying notes are an integral part of the financial statements	2-24		

As per our Report of even date annexed.

For G S Nayak & Co
Chartered Accountants
Firm Registration No. 118915W

For and on behalf of the Board of Directors

Girija Shankar Nayak
Partner
Membership No.049582

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

SHIVPRABHA SUGARS LTD.

Statement of Audited Cash Flow for the year ended March 31, 2024

(`)

			Year Ended March 31, 2024	Year Ended March 31, 2023
A)	**Cash flow from Operating activities**			
	Profit / (Loss) before tax		(50,300)	(67,250)
	Operating Profit before working capital changes		**(50,300)**	**(67,250)**
	Adjustment for:			
	(Decrease)/ Increase in other financial liabilities		-	9,440
	(Increase) / Decrease in other financial assets		-	
	Net Cash from Operating activities		**(50,300)**	**(57,810)**
B)	**Cash Flow from Financing activities**			
	Proceeds from borrowings (Net)		50,300	57,810
	Net Cash from Financing Activities		**50,300**	**57,810**
	Net increase in Cash & Cash equivalents(A+B)		**-**	**-**
	Opening cash & cash equivalents		55,434	55,434
	Closing cash & cash equivalents		**55,434**	**55,434**

Notes :

		As at March 31, 2024	As at March 31, 2023
(a)	**Cash and cash equivalents comprises of**		
	Balance with Bank in Current Account	55,434	55,434
		55,434	**55,434**
		-	-

		As at April 01, 2023	Cash Flow (net)	As at March 31, 2024
(b)	**Change in liability arising from financing activities**			
	Borrowings	1,61,16,765	50,300	1,61,67,065

(c) The above standalone statement of cash flow have been prepared under the "Indirect Method" as set out in Ind AS 7, " Statement of cash flow "

(d) Figures of previous year have been regrouped, reclassified and recast, wherever considered necessary.

As per our Report of even date annexed.

For and on behalf of the Board of Directors

For G S Nayak & Co
Chartered Accountants
Firm Registration No. 118915W

Girija Shankar Nayak
Partner
Membership No.049582

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

SHIVPRABHA SUGARS LTD.

Statement of Changes in Equity for the year ended March 31, 2024

A) Equity Share Capital

1) Current reporting period

Balance as at April 01, 2023	Changes in equity share capital due to prior period errors	Restated balance as at April 01,2022	Changes in equity share capital during the year	Balance as at March 31, 2024
5,00,000.00	-	5,00,000.00	-	5,00,000.00

2) Previous reporting period

Balance as at April 01, 2022	Changes in equity share capital due to prior period errors	Restated balance as at April 01,2022	Changes in equity share capital during the year	Balance as at March 31,2023
5,00,000.00	-	5,00,000.00	-	5,00,000.00

B) Other Equity

1) Current Reporting Period

	Reserves and Surplus		Total
	Securities Premium Account	Retained Earnings	
Balance at the beginning of the current reporting period	-	(1,50,56,031.00)	(1,50,56,031.00)
Changes in Accounting Policies or prior period errors	-	-	-
Restated balances at the beginning of the current reporting period	-	(1,50,56,031.00)	(1,50,56,031.00)
Total Comprehensive income for the current year	-	(50,300.00)	(50,300.00)
Balance at the end of the current reporting period	**-**	**(1,51,06,331.00)**	**(1,51,06,331.00)**

2) Previous Reporting Period

	Reserves and Surplus		Total
	Securities Premium Account	Retained Earnings	
Balance at the beginning of the previous reporting period	-	(1,49,88,781.00)	(1,49,88,781.00)
Changes in Accounting Policies or prior period errors	-		-
Restated balances at the beginning of the previous reporting period	-	(1,49,88,781.00)	(1,49,88,781.00)
Total Comprehensive income for the Previous year	-	(67,250.00)	(67,250.00)
Balance at the end of the previous reporting period	**-**	**(1,50,56,031.00)**	**(1,50,56,031.00)**

For G S Nayak & Co
Chartered Accountants
Firm Registration No. 118915W

For and on behalf of the Board of Directors

Girija Shankar Nayak
Partner
Membership No.049582

Shankar Pawar
Director
(DIN: 08877747)

Hemangi Subodh Naik
Director
(DIN:10265513)

Place : Mumbai
Date : May 18, 2024

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

1.1 General Information:

Shivprabha Sugars Ltd (The 'Company') is a Company domiciled in India, with its registered office situated at PO Tilaknagar, Tal Shrirampur, Dist. Ahmednagar, Maharashtra - 413720. The Company has been incorporated under the provisions of Indian Companies Act.

1.2 Basis of preparation

a) Statement of compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act, 2013, (the 'Act') and other relevant provisions of the Act.

The financial statements were authorised for issue by the Company's Board of Directors on May 18, 2024.
Details of the Company's accounting policies are included in sub note 1.3 below.

b) Functional and presentation currency

These financial statements are presented in Indian Rupees (Rs.), which is also the Company's functional currency.

c) Basis of measurement

The financial statements have been prepared on the historical cost basis, except for certain financial assets and liabilities and defined benefit plan assets / liabilities measured at fair value.

d) Use of estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

1) Provisions and contingent liabilities
2) Income tax

Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ending March 31, 2024 is included in the following notes:

Recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources.

e) Measurement at fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values.
Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.
Level 2 : Valuation techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Valuation techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

1.3 Significant Accounting Policies

i) Property, plant and equipment

a) Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

b) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

c) Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the straight-line method and is recognised in the statement of profit and loss.

The estimated useful lives of items of property, plant and equipment for the current and comparative periods are as follows:

Asset	Management estimate of useful life	Useful Life as per Schedule II of the Companies Act, 2013
Factory Buildings	30	30
Plant and equipment	15	15
Furniture and Fixtures	10	10
Motor Vehicles	8	8
Office Equipments	5	5
Computers	3	3
Computer server	6	6
Electrical Installations	10	10

Depreciation method, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate. Based on internal assessment and consequent advice, the management believes that its estimate of useful lives as given above best represent the period over which management expects to use these assets.

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (up to) the date on which asset is ready for use (disposed off).

ii) Intangible assets

a) Acquired intangible assets

Intangible assets comprise purchased technical know-how are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

b) Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

c) Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful lives using the straight-line method and is included in depreciation and amortisation in Statement of Profit and Loss.

Intangible assets are amortised over a period of 10 years for technical know-how and 3 years for others.

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

iii) Revenue Recognition

Revenue comprises revenue from contracts with customers for sale of goods. Revenue from sale of goods is inclusive of excise duties and is net of returns, trade allowances, rebates, value added taxes, Goods and Services Tax (GST) and such amounts collected on behalf of third parties.

Revenue is recognised as and when performance obligations are satisfied by transferring goods or services to the customer,as below:

a) Revenue from sale of products:

Revenue is recognised at transaction price on transfer of control, being on dispatch of goods or upon delivery to customer, in accordance with the terms of sale.

b) Interest

Interest income is recognized using the effective interest rate method. The effective interest rate is the rate that discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset. Interest income is included under the head “Other income” in the statement of profit and loss.

c) Dividend

Dividend income is recognized when the Company’s right to receive the payment is established, which is generally when the shareholders approve the dividend.

iv) Provisions and contingent liabilties

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assumptions of the time value of money and the risks specific to the liability. The unwinding of discount is recognized as finance cost.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote.

v) Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

a) Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

b) Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used.

Deferred tax assets recognised or unrecognised are reviewed at each reporting date and are recognised / reduced to the extent that it is probable / no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

The Company offsets, the current tax assets and liabilities (on a year on year basis) and deferred tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

vi) Earnings per share

The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding after adjusting for the effects of all potential dilutive ordinary shares.

vii) Statement of Cash flow

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

viii) Financial instruments

a) Recognition and initial measurement

The Company initially recognises financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are measured at fair value on initial recognition. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

b) Classification and subsequent measurement

Financial assets

Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

Financial liabilities

Financial liabilities are subsequently carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

In case, the fair value of a financial asset or financial liability, at initial recognition, differs from the transaction price, the difference between the fair value at initial recognition and the transaction price -

(i) is recognised as a gain or loss if that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation.

(ii) is deferred and is recognised as a gain or loss only to the extent that it arises from a change in a factor (including time) that market participants would take into account when pricing the asset or liability. The unamortised portion of the deferred fair value gain/loss difference as on reporting date, is disclosed under other current/non-current assets/liabilities as the case may be.

c) Derecognition

Financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the right to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial assets are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

The Company assesses impairment based on expected credit losses (ECL) model at an amount equal to:-

• 12 months expected credit losses, or

• Lifetime expected credit losses

depending upon whether there has been a significant increase in credit risk since initial recognition. However, for trade receivables, the company does not track the changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

Financial liabilities

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and a new financial liability with modified terms is recognised in the statement of profit and loss.

d) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or realise the asset and settle the liability simultaneously.

ix) Recent amendments to Indian Accounting Standards:

Recent Indian Accounting Standard (Ind AS) pronouncements which are not yet effective Ministry of Corporate Affairs (“MCA”) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

2 Property, Plant and Equipment

(₹)

FIXED ASSETS	Gross Block				Depreciation / Amortisation				Net Block	
	As At April 01, 2023	Additions	Deductions	As At Mar 31,2024	As At April 01, 2023	Deductions	For the year	As At Mar 31,2024	As At Mar 31,2024	As At March 31,2023
Property, Plant and Equipment										
Land	15,34,240	-	-	**15,34,240**	-	-	-	-	15,34,240	15,34,240
Total Property, Plant and Equipment	**15,34,240**	**-**	**-**	**15,34,240**	**-**	**-**	**-**	**-**	**15,34,240**	**15,34,240**
Previous Year	***15,34,240***			***15,34,240***	***-***	***-***	***-***	***-***	***15,34,240***	

Note: The title deeds of the immovable properties are held in the name of the Company.

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

	Current		Non -Current (₹)	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	March 31, 2023
3 Cash and Bank Balances				
Cash and Cash Equivalents				
Balance with Bank in Current Account	55,434	55,434	-	-
	55,434	**55,434**	**-**	**-**
4 Other Financial Assets				
Deposits	-	-	10,000	10,000
	-	**-**	**10,000**	**10,000**

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

(₹)

	As at March 31, 2024	As at March 31, 2023
5 Equity Share Capital		
Authorised Shares		
50,000 equity shares of ₹ 10/- each (P.Y. 50,000 equity shares of ₹ 10/- each)	**5,00,000**	**5,00,000**
Issued, subscribed and paid up shares		
50,000 equity shares of ₹ 10/- each fully paid up (P.Y. 50,000 equity shares of ₹ 10/- each fully paid up)	5,00,000	5,00,000
	5,00,000	**5,00,000**

a) Reconciliation of the number of shares outstanding

Number of equity shares at the beginning	50,000	50,000
Equity shares issued during the period	-	-
Number of equity shares at the end	**50,000**	**50,000**

b) Terms / rights attached to equity shares

Each holder of equity share is entitled to one vote per share with a right to receive per share dividend by the Company, when declared. In the event of liquidation, the equity shareholders will be entitled to receive remaining assets of the Company after distribution of all preferential amounts in the proportion to the number of equity shares held by them.

c) Shares held by holding company	**As at March 31, 2024**	**As at March 31, 2023**
Tilaknagar Industries Ltd.	45,000	45,000

d) Details of shareholders holding more than 5% shares in the Company

Name of the shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of equity shares	As a % of total holding	No. of equity	As a % of total holding
Tilaknagar Industries Ltd.	45,000	90	45,000	90
Shivaji Baburao Disle	5,000	10	5,000	10
Total	**50,000**	**100**	**50,000**	**100**

e) Disclosures of Shareholding of Promoters - Shares held by the Promoters

Name of the shareholder	As at March 31, 2024		As at March 31, 2023		Changes in %
	No. of equity shares	As a % of total holding	No. of equity shares	As a % of total holding	
Tilaknagar Industries Ltd.	45,000	90	45,000	90	0.00%
Shivaji Baburao Disle	5,000	10	5,000	10	0.00%
Total	**50,000**	**100**	**5,000**	**100**	

	As at March 31, 2024	As at March 31, 2023
6 Other Equity		
Retained Earnings		
Balance at the beginning of the year	(1,50,56,031)	(1,49,88,781)
Add: Profit / (Loss) after tax for the year	(50,300)	(67,250)
Balance at the end of the year	**(1,51,06,331)**	**(1,50,56,031)**

Footnote:

Retained earnings are the profits that Company has earned till date less transfers to general reserve dividends or other distributions paid to shareholders. Retained earnings includes re-measurement loss / (gain) on defined benefit plans (net of taxes) that will not be reclassified to the Statement of Profit and Loss. Retained earnings is a free reserve available to the Company.

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

(₹)

	Current	
	As at March 31, 2024	**As at March 31, 2023**
7 Borrowings		
Unsecured Loan		
From Holding Company	47,67,065	47,16,765
From Other Party	1,14,00,000	1,14,00,000
	1,61,67,065	**1,61,16,765**

8 Trade Payables		
Other Payables	38,940	38,940
	38,940	**38,940**

Ageing Schedule (2023-2024)

	Outstanding for following periods from due date of payments						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total Outstanding**
MSME							-
Others		29,500			9,440		38,940
Disputed Dues - Others							-
Disputed Dues - MSME							-
Total	-	29,500	-	-	9,440	-	38,940

Ageing Schedule (2022-2023)

	Outstanding for following periods from due date of payments						
Particulars	**Unbilled**	**Not Due**	**Less than 1 years**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total Outstanding**
MSME							-
Others			29,500	9,440			38,940
Disputed Dues - Others							-
Disputed Dues - MSME							-
Total	-	-	29,500	9,440	-	-	38,940

	As at March 31, 2024	**As at March 31, 2023**
9 Other Liabilities		
Other Liabilities	-	-
	-	**-**

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

		Year ended March 31, 2024	(₹) Year ended March 31, 2023
10	**Other Expenses**		
	Auditors Remuneration (Refer Note No.17)	29,500	29,500
	Rates and taxes	1,200	5,300
	Legal and professional charges	19,600	32,450
		50,300	**67,250**

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

11 Financial Instruments - Accounting classification and fair value measurements

a) The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in forced or liquidation sale.

b) The following methods and assumptions were used to estimate the fair value:

1) Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilties, short term loans from banks and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.

2) Financial instruments with fixed and variable interest rates are evaluated by the company based on parameters such as interest rate and individual credit worthiness of the counter party. Based on this evaluation, allowances are taken to account for the expected losses of these receivables.

c) The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation techniques:

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : Valuation techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Valuation techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The following table shows the carrying amounts and fair values of financial assets and financials liabilities, including their levels in the fair value hierarchy :

As at March 31, 2024 *(₹)*

	Carrying amount			
	FVOCI - Equity Instruments	**Financial assets - cost / amortised cost**	**Financial liabilities - cost / amortised cost**	**Total carrying amount**
Financial assets				
Cash and Cash Equivalents	-	55,434	-	55,434
	-	**55,434**	**-**	**55,434**
Financial liabilities				
Borrowings	-	-	1,61,67,065	1,61,67,065
	-	**-**	**1,61,67,065**	**1,61,67,065**

The Company has not disclosed the fair values for financial instruments such as investments, trade receivables, cash and cash equivalents, other bank balances, loans, other financial assets, borrowings, trade payables and financial liabilities because their carrying amounts are a reasonable approximation of fair value.

As at March 31, 2023 *(₹)*

	Carrying amount			
	FVOCI - Equity Instruments	**Financial assets - cost / amortised cost**	**Financial liabilities - cost / amortised cost**	**Total carrying amount**
Financial assets				
Cash and Cash Equivalents	-	55,434	-	55,434
	-	**55,434**	**-**	**55,434**
Financial liabilities				
Borrowings	-	-	1,61,16,765	1,61,16,765
	-	**-**	**1,61,16,765**	**1,61,16,765**

The Company has not disclosed the fair values for financial instruments such as investments, trade receivables, cash and cash equivalents, other bank balances, loans, other financial assets, borrowings, trade payables and financial liabilities because their carrying amounts are a reasonable approximation of fair value.

12 Financial risk management

Objectives and policies

Risk management framework

The Company’s management has overall responsibility for the establishment and oversight of the Company’s risk management framework.

The Company has a system in place to ensure risk identification and ongoing periodic risk assessment is carried out.

The Company has exposure to the following risks arising from financial instruments :
- Credit risk
- Liquidity risk
- Market risk
- Interest risk

a) Credit risk

Credit risk is the risk that counterparty will not meet its obligation under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. The company generally doesn't have collateral.

The carrying amounts of financial assets represent the maximum credit risk exposure. The maximum exposure to credit risk at the reporting date is as follows :-

(₹)

Particulars	**As at March 31, 2024**	**As at March 31, 2023**
Cash and cash equivalents	55,434	55,434
Total	**55,434**	**55,434**

Trade receivables

Customer credit risk is managed as per Company’s established policy, procedures and control relating to customer credit risk management. Credit risk has always been managed by the Company through credit approvals, estabilishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

An impairment analysis is performed for all major customers at each reporting date on an individual basis. In addition, a large number of minor receivables are grouped into homogenous group and assessed for impairment collectively. The calculation is based on historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several industries and operate in largely independent markets.

Bank balances and deposits with banks

Credit risk from balances with banks is managed by the company's finance department as per Company's policy. Investment of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis, and may be updated throughout the year subject to approval of the Company’s Board of directors. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty’s potential failure to make payments.

b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

As at March 31, 2024 *(₹)*

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
Borrowings	1,61,67,065	1,61,67,065	-
Trade Payable	38,940	38,940	-
	1,62,06,005	**1,62,06,005**	**-**

As at March 31, 2023 *(₹)*

	Contractual cash flows		
	Carrying amount	**Less than one year**	**More than 1 year**
Borrowings	1,61,16,765	1,61,16,765	-
Trade Payable	38,940	38,940	-
	1,61,55,705	**1,61,55,705**	**-**

c) Market risk

Market risk is the risk of loss of future earnings, fair value or future cash flows arising out of change in the price of a financial instrument. These include change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowing.

The company manages market risk through evaluation and identification of risk factors with the object of governing / mitigation them accordingly to company's objectives and declared policies in specific context of impact thereof on various segments of financial instruments.

Currency risk

The Company is exposed to currency risk to the extent that there is mismatch between the currencies in which sales, purchase are denominated and the respective functional currencies of Company.

d) Interest risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

			(₹)
13	**Income Taxes**	**As at March 31, 2024**	**As at March 31, 2023**
a)	**Income Tax recognised in the Statement of Profit and Loss**		
	Current Tax		
	In respect of current year	-	-
	Adjustments in respect of previous years	-	-
	Deferred Tax		
	In respect of current year	-	-
	Adjustments in respect of deferred tax of previous years	-	-
b)	**Income tax expense recognised in Other Comprehensive Income**		
	Deferred tax expense on remeasurement of defined benefit plans	-	-
c)	**Applicable corporate tax rate**	26.00%	26.00%
d)	**Current Tax Liabilities**		
	Provision for Taxation (Net of Advance Tax)	-	-
e)	**Current Tax Assets**		
	Advance Tax (Net of Provision for Taxation)	-	-

14 Capital Management

For the purpose of the Company's capital management, capital includes issued capital and all other equity reserves attributable to the equity shareholders of the Company. The primary objective of the Company when managing capital is to safeguard its ability to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholder value.

Consequent to such capital structure, there are no externally imposed capital requirements. In order to maintain or achieve an optimal capital structure, the Company allocates its capital for distribution as dividend or re-investment into business based on its long term financial plans.

The Company monitors capital based on the following ratio :-

	As at March 31, 2024	**As at March 31, 2023**
Net Debt	1,61,67,065	1,61,16,765
Total Equity	(1,46,06,331)	(1,45,56,031)
Debt to Equity Ratio	NIL	NIL

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

15 No amounts is payable to any enterprise as defined under the Micro, Small Enterprises Development Act, 2006 and hence disclosures relating to Micro and Small Enterprises have not been made.

16 **Related Party Disclosures:**

The disclosures pertaining to the related parties as required by Ind AS 24 "Related Party Disclosure" issued by the Institute of Chartered Accountants of India, as applicable, are as under:

a) Holding Company :Tilaknagar Industries Ltd.

List of Fellow Subsidiary Companies
: Prag Distillery (P) Ltd.
: Vahni Distilleries Private Limited
: PunjabExpo Breweries Private Limited

b) Key Managerial Personnel and Directors
: Mr. Amit Dahanukar - Chairman (upto July 14,2022)
: Mr Ajit Anant Sirsat - Director(upto October 14, 2022)
: Mrs. Shivani Amit Dahanukar - Non Executive Director (upto July 14,
: Mrs. Dipti Todkar -Director (upto July 17, 2023)
: Mr Shankar Pawar - Non-Executive Director
: Ms. Vijeta Shah- Additional Director (from November 09, 2022)
: Mrs. Hemangi Subodh Naik -Director (from August 07,2023)

(₹)

Nature of Transaction	Parties refered in (a) above	
	2023-24	2022-23
Net Loans & Advances taken / (given)		
Tilaknagar Industries Ltd.	50,300	57,810
Total	**50,300**	**57,810**
Outstanding Payable		
Tilaknagar Industries Ltd.	47,67,065	47,16,765
Total	**47,67,065**	**47,16,765**

17 **Auditor's remuneration charged to accounts:**	**As at March 31, 2024**	**As at March 31, 2023**
a) Audit fees	29,500	29,500
	29,500	**29,500**

18 **Earnings Per Share (EPS)**	**As at March 31, 2024**	**As at March 31, 2023**
Profit /(Loss) After Tax	(50,300)	(67,250)
Weighted average number of shares	50,000	50,000
Basic & Diluted Earnings Per Share	(1.01)	(1.35)
Face Value per Equity Share	10	10

19 The Company's net worth has eroded. However, the Company is actively considering various alternatives like merging with fellow subsidiaries or with external entities and revival of business in allied activities. Hence, the accounts are prepared on going concern basis.

20 There is no contingent liability as on March 31, 2024.

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

21 **Ratio Analysis**

Ratio	Numerator	Denominator	Current year	Previous Year	% Change	Reason for Variance
Current ratio (in times)	Total current assets	Total current liabilities	0.003	0.003	-0.310%	NA
Debt-Equity ratio (in times)	Total borrowings and lease liabilities	Total equity	-1.107	-1.107	-0.033%	NA
Debt service coverage ratio (in times)	Net Profit after taxes + Depreciation and Amortization + Finance Cost	Principal repayments including interest + lease liabilities payments	NA	NA	NA	NA
Return on Equity Ratio	Profit after tax	Average total equity	0.003	0.005	-25.784%	Reduction in losses in FY 2023-24
Inventory turnover ratio (times)	Cost of Material consumed + Changes in Inventories	Average inventory	NA	NA	NA	NA
Trade receivables turnover ratio (in time	Revenue from operations	Average trade receivables	NA	NA	0.000%	NA
Trade payables turnover ratio (in times)	Cost of Material consumed + Changes in Inventories + Other Expenses - Inventory /Advance Provision / Advance written off	Average trade payable	NA	NA	0.000%	NA
Net capital turnover ratio (in times)	Revenue from operations	Working capital (i.e. Total current assets less Total current liabilities)	NA	NA	0.000%	NA
Net profit ratio (in %)	Profit after tax	Revenue from operations	NA	NA	0.000%	NA
Return on capital employed (in %)	Profit before tax + finance costs	Capital employed = Tangible Net worth + Total Borrowings	-0.032	-0.043	-25.204%	Reduction in losses in FY 2023-24
Return on investment (in %)	Profit after tax	Average total equity	0.003	0.005	-25.784%	Reduction in losses in FY 2023-24

SHIVPRABHA SUGARS LTD.

Notes to Financial Statements for the year ended March 31, 2024.

22 **Other Statutory Information:**

i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

ii) The Company does not have any immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the Company.

iii) The Company does not have any transactions with the struck off Companies.

iv) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

v) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

vi) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
a)directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or
b)provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

vii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;
b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

viii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

ix) The Company has not made any Loans or Advances in the nature of loans that are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are
(a) repayable on demand or
(b) without specifying any terms or period of repayment.

x) The company has not been declared as a wilful defaulter.

xi) The Company did not have sanctioned working capital limits during the year from any banks / lenders.

23 The Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. With respect to changes made by certain privileged access rights to the SAP application and/or the underlying database audit trail feature is not enabled. The Company does have a privileged access monitoring tool that monitors these access rights and the Company is in the process of further strengthening this feature with adequate logs to be maintained. Further no instance of audit trail feature being tampered with was noted in respect of the software.

24 Figures of previous year have been regrouped, reclassified and recast, wherever considered necessary.

As per our Report of even date annexed

For G S Nayak & Co Chartered Accountants Firm Registration No. 118915W	For and on behalf of the Board of Directors	
Girija Shankar Nayak Partner Membership No.049582	**Shankar Pawar** Director (DIN: 08877747)	**Hemangi Subodh Naik** *Director* (DIN:10265513)

Place : Mumbai
Date : May 18, 2024