

**Shop LC GmbH**  
**Balance Sheet as at 31 March 2022**  
**(All amount in Euro)**

	<u>Notes</u>	<u>31 March 2022</u>	<u>31 March 2021</u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4.	1,526,765	-
Capital work-in-progress		-	254,430
Right-of-use asset		3,148,723	-
Other intangible assets	5.	297,504	-
<b>Financial assets</b>			
Others	6.	6,371	-
Deferred tax assets (net)		-	-
Other non-current assets		-	-
<b>Total non-current assets</b>		<b><u>4,979,363</u></b>	<b><u>254,430</u></b>
<b>Current assets</b>			
Inventories	7.	3,222,152	123,099
<b>Financial assets</b>			
Trade receivables	8.	740,426	-
Cash and cash equivalents	9.	212,134	25,000
Loans	10.	5,578	-
Other current assets	11.	519,454	-
<b>Total current assets</b>		<b><u>4,699,744</u></b>	<b><u>148,099</u></b>
<b>Total Assets</b>		<b><u>9,679,107</u></b>	<b><u>402,529</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	12A.	25,000	25,000
Other equity	12B.	(5,828,751)	(149,324)
<b>Total equity</b>		<b><u>(5,803,751)</u></b>	<b><u>(124,324)</u></b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	13.	7,018,366	-
Lease Liabilities		3,068,308	-
Provisions		-	-
<b>Total non-current liabilities</b>		<b><u>10,086,674</u></b>	<b><u>-</u></b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Lease Liabilities		340,310	-
Trade payables	14.	4,771,510	526,853
Other current liabilities	15.	76,021	-
Provisions	16.	208,343	-
Current tax liabilities (net)		-	-
<b>Total current liabilities</b>		<b><u>5,396,184</u></b>	<b><u>526,853</u></b>
<b>Total liabilities</b>		<b><u>15,482,858</u></b>	<b><u>526,853</u></b>
<b>Total Equity and Liabilities</b>		<b><u>9,679,107</u></b>	<b><u>402,529</u></b>

The accompanying notes are an integral part of the financial statements.

**For KNAUF & PARTNER mbB**

**For and on behalf of Shop LC GmbH**

**ROBERT KNAUF**  
(Wirtschaftsprüfer)  
Place: Düsseldorf  
Date: 19 May 2022

(Director)  
Place: Düsseldorf  
Date: 19 May 2022

**Shop LC GmbH**  
**Statement of Profit and Loss for the year ended 31 March**  
**(All amount in Euro)**

Particulars	Notes	For year ended 31 March 2022	For year ended 31 March 2021
Sale of goods	17.	4,085,961	-
Exchange gain	17.	(313,714)	-
<b>Revenue from operations</b>		<b>3,772,247</b>	-
Other income		-	-
<b>Total Income</b>		<b>3,772,247</b>	-
<b>EXPENSES</b>			
Purchases of stock-in-trade	18.	4,752,262	123,099
Change in inventories of finished goods, stock-in-trade and work-in-progress	19.	(3,099,053)	(123,099)
Employee benefits expense	20.	2,635,052	65,827
Finance costs	21.	166,391	-
Depreciation and amortization expense	22.	534,433	-
Other expenses	23.	4,462,589	83,497
<b>Total expenses</b>		<b>9,451,674</b>	<b>149,324</b>
<b>Profit before tax</b>		<b>(5,679,427)</b>	<b>(149,324)</b>
Income tax expense		-	-
<b>Profit for the year</b>		<b>(5,679,427)</b>	<b>(149,324)</b>

The accompanying notes are an integral part of the financial

**For KNAUF & PARTNER mbB**

**ROBERT KNAUF**  
(Wirtschaftsprüfer)  
Place: Düsseldorf  
Date: 19 May 2022

**For and on behalf of Shop LC GmbH**

(Director)  
Place: Düsseldorf  
Date: 19 May 2022

**Shop LC GmbH****Consolidated statement of cash flows for the year ended 31 March 2022**

(All amount in Euro)

<b>Particulars</b>	<b>Year ended 31 March 2022</b>	<b>Year ended 31 March 2021</b>
<b>A. Cash flows from operating activities</b>	<b>(5,679,427)</b>	<b>(149,324)</b>
Profit for the year		
<b>Adjustment for :</b>		
Depreciation and amortisation	534,433	-
Equity-setteled share-based payments	48,000	-
Provision for doubtful debts and advances	196,118	-
Finance cost	166,391	-
<b>Operating profit before working capital changes</b>	<b>(4,734,485)</b>	<b>(149,324)</b>
<b>Working capital adjustments:</b>		
(Increase) in trade receivable	(936,543)	-
(Increase) in inventories	(3,099,053)	(123,099)
(Increase) in other assets	(531,402)	-
Increase in trade payables, provisions, other current liabilities	4,481,021	526,853
<b>Cash generated from operating activities</b>	<b>(4,820,464)</b>	<b>254,430</b>
Income tax paid (net)	-	-
<b>Net cash outflow from operating activities (A)</b>	<b>(4,820,464)</b>	<b>254,430</b>
<b>B. Cash flows from investing activities</b>		
Purchase of property, plant and equipment and intangible assets	(1,826,443)	(254,430)
Interest received	-	-
<b>Net cash used in investing activities (B)</b>	<b>(1,826,443)</b>	<b>(254,430)</b>
<b>C. Cash flows from financing activities</b>		
Proceeds from issue of equity share	-	25,000
Proceeds from / (Repayment of) Borrowings-Group	7,018,366	-
Payment of lease liabilities	(67,020)	-
Interest paid on borrowings	(117,305)	-
<b>Net cash receipts from financing activities (C)</b>	<b>6,834,040</b>	<b>25,000</b>
<b>Net Increase/(Decrease) in cash and cash equivalents (A+B+C)</b>	<b>187,134</b>	<b>25,000</b>
Opening balance of cash and cash equivalents	25,000	-
<b>Closing balance of cash and cash equivalents</b>	<b>212,134</b>	<b>25,000</b>
<b>Cash and cash equivalents comprises</b>		
Balance with bank in current accounts	<b>212,134</b>	<b>25,000</b>

The accompanying notes are an integral part of the financial statements.

**For KNAUF & PARTNER mbB****ROBERT KNAUF**  
(Wirtschaftsprüfer)  
Place: Düsseldorf  
Date: 19 May 2022**For and on behalf of Shop LC GmbH**(Director)  
Place: Düsseldorf  
Date: 19 May 2022

**Shop LC GmbH****Notes to Financial Statements for the year ended 31 March 2022****(All amount in Euro)****4. Property, plant and equipment**

<b>Particulars</b>	<b>Building</b>	<b>Plant &amp; Machinery</b>	<b>Furniture &amp; fixtures</b>	<b>Office equipment</b>	<b>Vehicles</b>	<b>Total</b>
<b>Cost</b>						
<b>Balance as at 01 April 2020</b>	-	-	-	-	-	-
Additions	-	-	-	-	-	-
<b>Balance as at 31 March 2021</b>	-	-	-	-	-	-
Additions	448,107	913,130	104,475	21,609	238,587	<b>1,725,908</b>
<b>Balance as at 31 March 2022</b>	<b>448,107</b>	<b>913,130</b>	<b>104,475</b>	<b>21,609</b>	<b>238,587</b>	<b>1,725,908</b>
<b>Accumulated depreciation</b>						
<b>Balance as at 01 April 2020</b>	-	-	-	-	-	-
Depreciation charge for the year	-	-	-	-	-	-
<b>Balance as at 31 March 2021</b>	-	-	-	-	-	-
Depreciation charge for the year	30,860	109,315	12,410	2,199	44,359	<b>199,143</b>
<b>Balance as at 31 March 2022</b>	<b>30,860</b>	<b>109,315</b>	<b>12,410</b>	<b>2,199</b>	<b>44,359</b>	<b>199,143</b>
<b>Carrying Amount (net)</b>						
<b>Balance as at 31 March 2021</b>	-	-	-	-	-	-
<b>Balance as at 31 March 2022</b>	<b>417,247</b>	<b>803,815</b>	<b>92,065</b>	<b>19,410</b>	<b>194,228</b>	<b>1,526,765</b>

**Shop LC GmbH****Notes to Financial Statements for the year ended 31 March 2022****(All amount in Euro)****5. Other intangible assets**

<b>Particulars</b>	<b>Software</b>
<b>Cost</b>	
<b>Balance as at 01 April 2020</b>	-
Additions	-
<b>Balance as at 31 March 2021</b>	-
Additions	354,966
<b>Balance as at 31 March 2022</b>	<b>354,966</b>
<b>Accumulated Amortisation</b>	
<b>Balance as at 01 April 2019</b>	-
Amortisation charge for the year	-
<b>Balance as at 31 March 2020</b>	-
Amortisation charge for the year	57,461
<b>Balance as at 31 March 2021</b>	<b>57,461</b>
<b>Carrying Amount (net)</b>	
<b>Balance as at 31 March 2021</b>	-
<b>Balance as at 31 March 2022</b>	<b>297,504</b>

## Shop LC GmbH

## Notes to Financial Statements for the year ended 31 March 2022

(All amount in Euro)

Particulars	31 March 2022	31 March 2021
<b>6. Financial Assets - Others</b>		
<b>Non-current</b>		
Security deposits	6,371	-
	<u>6,371</u>	<u>-</u>
<b>7. Inventories</b>		
Closing finished goods	3,222,152	123,099
	<u>3,222,152</u>	<u>123,099</u>
<b>8. Financial Assets - Trade receivables</b>		
Unsecured, considered good	740,426	-
	<u>740,426</u>	<u>-</u>
<b>9. Financial Assets - Cash and Cash Equivalents</b>		
Balance with bank - current account	212,134	25,000
	<u>212,134</u>	<u>25,000</u>
<b>10. Financial Assets - Loans</b>		
Loans and advances to staff	5,578	-
	<u>5,578</u>	<u>-</u>
<b>11. Other Current Assets</b>		
<b>Advances other than capital advances</b>	14,592	-
Advances to suppliers		
<b>Others</b>		
Balances with government authorities	339,898	-
Prepaid expenses	130,370	-
Other receivables	34,593	-
	<u>519,454</u>	<u>-</u>
<b>12A. Share Capital</b>		
Issued, subscribed and fully paid up		
Equity share capital	25,000	25,000
	<u>25,000</u>	<u>25,000</u>
<b>12B. Other equity</b>		
<b>Reserve &amp; Surplus</b>		
<b>Retained earnings</b>		
Opening Balance	(149,324)	-
Net profit for the year	(5,679,427)	(149,324)
	<u>(5,828,751)</u>	<u>(149,324)</u>
<b>13. Borrowings</b>		
<b>Non-current</b>		
Loan from related parties	7,018,366	-
	<u>7,018,366</u>	<u>-</u>
<b>14. Trade Payables</b>		
Trade Payables	4,771,510	526,853
	<u>4,771,510</u>	<u>526,853</u>
<b>15. Other current liabilities</b>		
Advance received from customers	35,494	-
Statutory dues payable	40,527	-
	<u>76,021</u>	<u>-</u>
<b>16. Provisions</b>		
<b>Current</b>		
Provision for expected sales return	208,343	-
	<u>208,343</u>	<u>-</u>

**Shop LC GmbH****Notes to Financial Statements for the year ended 31 March 2022**

(All amount in Euro)

<b>Particulars</b>	<b>For year ended 31 March 2022</b>	<b>For year ended 31 March 2021</b>
<b>17. Revenue from operations</b>		
Sale of products	4,085,961	-
<b>Sale of goods</b>	<b>4,085,961</b>	-
Foreign exchange gain	(313,714)	-
	<b>3,772,247</b>	-
<b>18. Purchases of stock-in-trade</b>	<b>4,752,262</b>	<b>123,099</b>
<b>19. Change in inventories of finished goods, stock-in-trade and Inventory at the beginning of the year</b>		
Opening Finished Goods	123,099	-
	<b>123,099</b>	-
<b>Inventory at the end of the year</b>		
Closing Finished Goods	3,222,152	123,099
	<b>3,222,152</b>	<b>123,099</b>
	<b>(3,099,053)</b>	<b>(123,099)</b>
<b>20. Employee benefits expense</b>		
Salaries wages and bonus	2,246,744	65,827
Contribution to provident and other funds	290,594	-
Share based payments	48,000	-
Staff welfare expenses	26,803	-
Recruitment and training	22,911	-
	<b>2,635,052</b>	<b>65,827</b>
<b>21. Finance costs</b>		
Interest on debts and borrowings	110,884	-
Interest on lease liabilities	49,086	-
Other borrowing costs	6,421	-
	<b>166,391</b>	-
<b>22. Depreciation and amortisation expense</b>		
Deprecitaion of tangible assets	199,143	-
Depreciation of right-of-use assets	277,829	-
Amortisation of intangible assets	57,461	-
	<b>534,433</b>	-

<b>Particulars</b>	<b>For year ended 31 March 2022</b>	<b>For year ended 31 March 2021</b>
<b>23. Other expenses</b>		
Rent	115,086	-
Insurance	8,651	-
Travelling and conveyance	42,763	-
Legal and professional fees	176,914	80,819
Postage and telephone	25,181	-
Printing and stationery	9,890	-
Repairs and maintenance building and others	14,210	-
Advertising and sales promotion	339	-
Security expenses	168,456	-
Payment to auditor	24,000	-
Bad debts and advances written off	196,118	-
Miscellaneous expenses	231,629	2,678
Content and broadcasting	2,409,832	-
Call handling and collection charges	388,181	-
Packing and distribution charges	456,221	-
Information technology expenses	195,119	-
	<b>4,462,589</b>	<b>83,497</b>