

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ENCASE PACKAGING PRIVATE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **ENCASE PACKAGING 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 then ended, and notes to the financial statements, including a summary of material 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, and its loss, total comprehensive loss, 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 (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 ethical 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditors' report thereon. The other information comprising the above documents is expected to be made available to us after the date of this auditors' report.

Our opinion on the financial statements does not cover the other information and we will 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 read the other information comprising the above documents, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions as per applicable laws and regulations.

Management's and Board of Directors Responsibilities for the Financial Statements

The Company's Management and 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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified 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 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 statement 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 and Board of Directors 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditors' 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.

Other Matters

The financial statements of the Company for the year ended March 31, 2023, were audited by another auditor who expressed an unmodified opinion on those statements on July 10, 2023.

Report on Other Legal and Regulatory Requirements

- A. 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.
- B. 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.

- c) the Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of accounts.
- d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with relevant rules made thereunder.
- 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) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

- h) 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 does not have any pending litigation which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts hence, the question of any material foreseeable losses does not arise;
 - iii. No amount is 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 (which are material either individually or in the aggregate) 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 or entity, including foreign entity ("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 (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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;

(c) Based on the audit procedures that have been 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 under (a) and (b) above, contain any material misstatement.

- v. The Company has not declared or paid any dividend during the year and therefore compliance of Section 123 of the Act, is not applicable.
- vi. The reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is applicable from April 1, 2023.

Based on our examination which included test checks, the feature of recording audit trail (edit log) facility of the accounting software used for maintaining books of accounts was not enabled for the period from April 1, 2023 to April 16, 2023. Except for the observation mentioned below the audit trail (edit log) facility for the remaining periods was enabled and operated for the accounting software, we did not come across any instance of the audit trail feature being tampered with.

Further, in the absence of access to database log we are unable to comment whether the feature of recording the audit trail (edit log) facility was enabled at database level to log any direct changes for the accounting software used to maintain the books of accounts

For B. Khosla & Co.

Chartered Accountants

Firm Registration No. 000205C

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Sandeep Mundra

Partner

Membership No: 075482

Place: Jaipur

Date: May 21, 2024

UDIN: 24075482BKCMNK6957

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph A under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of ENCASE PACKAGING PRIVATE LIMITED of even date)

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. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment. (B) The Company has maintained proper records showing full particulars of intangible assets.
 - (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No discrepancy was noticed on such verification
 - (c) 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). Hence reporting under clause 3 (i) (c) of the Order is not applicable.
 - (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) during the year. Hence reporting under clause 3 (i) (d) of the Order is not applicable.
 - (e) As informed by the management, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended 2016) and rules made thereunder. Hence reporting under clause 3 (i) (e) is not applicable.
- ii.
 - (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory
 - (b) According to the information and explanations given to us and on the basis of examination of the records of the Company, the company has not been sanctioned any working capital limits in excess of five crore rupees, in aggregate, from banks and financial institution on the basis of security of current assets at any point of time of the year. Hence reporting under clause 3 (ii) (b) is not applicable.
- iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided 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. Hence reporting under clauses 3(iii)(a) to 3(iii)(f) of the Order are not applicable to the Company.

- iv. The Company has neither made any investment nor has it given loans or provided guarantee or security and therefore the relevant provisions of Sections 185 and 186 of the Companies Act, 2013 are not applicable to the Company. Hence, reporting under clause 3 (iv) is not applicable.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits within the meaning of the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and rules framed there under. Hence, reporting under clause 3 (v) is not applicable.
- vi. As per information and explanation given to us by the management, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the goods produced by the Company. Hence reporting under clause 3(vi) of the order is not applicable.
- vii. According to the information and explanations given to us, in respect of statutory dues:

- (a) In our opinion, the Company has been generally being regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Goods and Services Tax (GST), Income Tax, Duty of Customs or Cess or other statutory dues applicable to it with the appropriate authorities, though there have been delays in few cases of Income tax, GST, Provident fund and Employee State Insurance.

There were no undisputed amounts payable in respect of Provident Fund, Employees State Insurance, Goods and Services Tax (GST), Income Tax, Duty of Customs or Cess or other material statutory dues 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 and on the basis of our examination of the records of the Company, there are no statutory dues related to Provident Fund, Employees State Insurance, Goods and Services Tax (GST), Income Tax, Duty of Customs or Cess or other material statutory dues as on March 31, 2024 which have not been deposited with the appropriate authorities on account of disputes.

- viii. According to the information and explanations given to us and records examined by us, there are no transactions that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Hence, reporting under clause 3 (viii) is not applicable.
- ix. (a) According to the information and explanations given to us and records examined by us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender as at the Balance Sheet date.

(b) According to the information and explanations given to us and records examined by us, the Company has not been declared willful defaulter by any bank or financial institution or other lender. Hence, reporting under clause 3 (ix) (b) is not applicable.

(c) Based on our examinations of the records and information and explanations given to us, the Company has not obtained any term loans during the year. Hence, reporting under clause 3 (ix) (c) is not applicable.

(d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

- (e) The Company does not hold any investment in subsidiaries, associates or joint ventures (as defined under the Act) during the year ended March 31, 2024. Hence, reporting under clause 3 (ix) (e) is not applicable.
- (f) The Company does not hold any investment in subsidiaries, associates or joint ventures (as defined under the Act) during the year ended March 31, 2024. Hence, reporting under clause 3 (ix) (f) is not applicable.
- x. (a) The Company has not raised any moneys by way of initial public offer (IPO) or further public offer (including debt instruments) during the year. Hence, reporting under clause 3 (x) (a) is not applicable.
- (b) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any private placement or preferential allotment of shares or convertible debentures (fully, partially or optionally convertible) during the year. Hence, reporting under clause 3 (x) (b) is not applicable.
- xi. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year.
- (c) As represented and based on our examination of records made available to us by the management, there are no whistle blower complaints received by the Company during the year. Hence reporting under clause 3(xi)(c) is not applicable.
- xii. The Company is not a Nidhi company and hence reporting under clause 3(xii) is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, the transactions with related parties are in compliance with Sections 188 of the Companies Act, 2013 where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards. The provisions of Section 177 of the Act read with rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 are not applicable to the Company.
- xiv. (a) In our opinion and based on our examination, the Company does not have an internal audit system and is not required to have an internal audit system for the financial year 2023-2024 as per provisions of the Companies Act, 2013. Hence, reporting under clause 3(xiv) (a) and (b) is not applicable.
- xv. 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 any non-cash transactions with its directors or persons connected with its directors. Hence, reporting under clause 3(xv) is not applicable.
- xvi. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and hence reporting under clause 3(xvi)(a), (b) and (c) is not applicable.
- (b) According to information and explanations given to us, there is no Core Investment Company within the Group and accordingly reporting under clause 3(xvi)(d) is not applicable.

- xvii. The Company has incurred cash losses of Rs. 227.02 lacs during the financial year covered by our audit. No cash loss was incurred in the immediately preceding financial year.
- xviii. There has been resignation of the statutory auditors during the year and we have taken into consideration the issues, objections or concerns raised by the outgoing auditors.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, 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 the 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. The requirements as stipulated by the provisions of Section 135 of the Act are not applicable to the Company. Hence, reporting under clauses 3(xx) (a) and (b) are not applicable.

For B. Khosla & Co.

Chartered Accountants

Firm Registration No. 000205C

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(Sandeep Mundra)

Partner

Membership No: 075482

Place: Jaipur

Date: May 21, 2024

UDIN:24075482BKCMNK6957

ANNEXURE - B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph B(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

TO THE MEMBERS OF ENCASE PACKAGING PRIVATE LIMITED

We have audited the internal financial controls over financial reporting of **ENCASE PACKAGING 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.

Management's Responsibility for Internal Financial Controls

The Management 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 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 the 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 (hereinafter referred to as "the Act").

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company 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 ICAI and the Standards on Auditing as specified prescribed under Section 143 (10) of the Companies Act, 2013 Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate Internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external

purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records, 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 the generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the Company; (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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.

For B. Khosla & Co.

Chartered Accountants

Firm Registration No. 000205C

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(Sandeep Mundra)

Partner

Membership No: 075482

Place: Jaipur

Date: May 21, 2024

UDIN:24075482BKCMNK6957

ENCASE PACKAGING PRIVATE LIMITED (CIN:U21000AP2021PTC119871)

Balance Sheet as at 31 March 2024

(All amount in lacs of Indian Rupees, except share data and as stated otherwise)

Particulars	Note No.	31 March 2024	31 March 2023
ASSETS			
Non-current assets			
Property, plant and equipment	4	602.10	581.91
Other intangible assets	5	0.77	0.62
Financial assets			
Others	6	5.13	4.36
Other tax assets (net)	7	2.65	3.47
Other non-current assets	8	-	10.98
Total non-current assets		610.65	601.34
Current assets			
Inventories	9	72.14	70.92
Financial assets			
Trade receivables	10	116.04	108.48
Cash and cash equivalents	11	1.99	5.34
Others	12	13.23	38.60
Other current assets	13	132.11	90.03
Total current assets		335.51	313.37
Total Assets		946.16	914.71
EQUITY AND LIABILITIES			
Equity			
Equity share capital	14A	500.00	500.00
Other equity	14B	(462.41)	(157.72)
Total equity		37.59	342.28
Liabilities			
Non-current liabilities			
Financial Liabilities			
Borrowings	15	141.40	191.55
Provisions	16	7.51	4.68
Total non-current liabilities		148.91	196.23
Current liabilities			
Financial liabilities			
Borrowings	15	512.88	218.04
Trade payables	17		
- total outstanding dues of micro enterprises and small enterprises;		37.01	-
- total outstanding dues of creditors other than micro enterprises and small enterprises		117.33	55.50
Other financial liabilities	18	80.76	82.54
Other current liabilities	19	10.59	19.56
Provisions	16	1.09	0.56
Total current liabilities		759.65	376.20
Total liabilities		908.56	572.43
Total Equity and Liabilities		946.16	914.71
Material accounting policies	3		

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

As per our attached report of even date

For B. Khosla & Co.
Chartered Accountants

ICAA Firm's Registration No.: 000205C

Sandeep Mudra
Partner
Membership No. : 075482
Place: Jaipur
Date: 21 May 2024



For and on behalf of the Board of Directors of
Encase Packaging Private Limited

Pavankumar Pullula
Director
DIN: 05214075
Place: Sricity
Date: 21 May 2024

Raj Kumar Singh
Director
DIN: 08980903
Place: Jaipur
Date: 21 May 2024

ENCASE PACKAGING PRIVATE LIMITED (CIN:U21000AP2021PTC119871)
Statement of Profit and Loss for the year ended 31 March 2024
 (All amount in lacs of Indian Rupees, except share data and as stated otherwise)

Particulars	Note No.	Year ended 31 March 2024	Year ended 31 March 2023
Revenue from operations	20	800.70	968.51
Other income	21	3.14	32.26
Total Income		803.84	1,000.77
Expenses			
Cost of materials consumed	22	281.42	176.95
Change in inventories of finished goods and work-in-progress	23	21.48	23.11
Employee benefits expense	24	224.59	202.85
Finance costs	25	53.33	42.56
Depreciation and amortization expense	26	37.83	31.32
Other expenses	27	450.04	469.48
Total expenses		1,068.69	946.27
(Loss)/Profit before exceptional items and tax		(264.85)	54.50
Exceptional items	28	40.04	-
(Loss)/Profit after exceptional items		(304.89)	54.50
Tax expenses	29		
(1) Current tax		-	-
(2) Deferred tax		-	-
Tax expense		-	-
(Loss)/Profit for the year		(304.89)	54.50
Other comprehensive income			
Items that will not be reclassified to statement of profit and loss			
(i) Remeasurement of defined benefit plans		0.20	3.94
(ii) Income tax relating to remeasurement of defined benefit liability		-	-
Other comprehensive income for the year, net of tax (B)		0.20	3.94
Total comprehensive (loss)/profit for the year		(304.69)	58.44
(Loss)/Earnings per equity share			
Basic and diluted	30	(6.10)	1.09
Material accounting policies	3		

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

As per our attached report of even date

For **B. Khosla & Co.**
Chartered Accountants

ICAI Firm's Registration No.: 000205C

Sandeep Mundra
Partner

Membership No. : 075482
Place: Jaipur
Date: 21 May 2024



For and on behalf of the Board of Directors of
Encase Packaging Private Limited

Pavankumar Pullula
Director

DIN: 05214075
Place: Sricity
Date: 21 May 2024

Raj Kumar Singh
Director

DIN: 08980903
Place: Jaipur
Date: 21 May 2024

ENCASE PACKAGING PRIVATE LIMITED (CIN:U21000AP2021PTC119871)
Cash Flow Statement for the year ended 31 March 2024
(All amount in lacs of Indian Rupees, except share data and as stated otherwise)

Particulars	Note No.	Year ended 31 March 2024	Year ended 31 March 2023
A Cash flow from operating activities			
(Loss)/Profit for the year		(304.69)	58.44
Adjustment for :			
Depreciation and amortisation expense	26	37.83	31.32
Liabilities no longer required back		-	(11.99)
Unrealised foreign exchange difference (net)		(2.65)	(3.72)
Finance costs	25	53.33	42.56
Operating (Loss)/Profit before working capital changes		(216.18)	116.61
Working capital adjustments :			
(Increase)/Decrease in trade receivables		(7.56)	20.11
(Increase)/Decrease in inventories		(1.22)	7.93
(Increase) in other assets		(17.48)	(37.86)
Increase/(Decrease) in trade payables, provisions, other current liabilities		94.10	(26.72)
Cash (used in)/generated from operating activities		(148.34)	80.08
Income taxes paid (net)		0.82	(3.47)
Net cash (used in)/generated from operating activities (A)		(147.52)	76.61
B Cash flow from investing activities			
Purchase of property, plant and equipment and intangible asset		(47.19)	(161.91)
Net cash used in investing activities (B)		(47.19)	(161.91)
C Cash flow from financing activities			
Proceeds from long-term borrowings		-	331.00
Repayment of long-term borrowings		(39.70)	(400.76)
Movement in short-term borrowings (net)		284.39	126.27
Interest paid		(53.33)	(40.01)
Net cash generated from financing activities (C)		191.36	16.50
Net (decrease)/ increase in cash and cash equivalents (A+B+C)		(3.36)	(68.80)
Opening balance of cash and cash equivalents		5.34	74.14
Closing balance of cash and cash equivalents		1.99	5.34
Cash and cash equivalents comprises	11		
Cash on hand		0.12	0.12
Balance with bank in current account		1.87	5.22
		1.99	5.34
Material accounting policies	3		

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

Notes

1 The Cash Flow Statement has been prepared under the 'indirect method' as set out in Ind AS-7 "Statement of Cash Flows", as specified under section 133 of the Companies Act, 2013.

2 Change in financial liabilities arising from financial activities

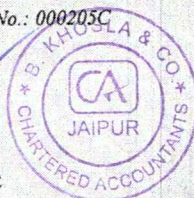
Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Opening balance of short term borrowings	218.04	91.77
Movement in short term borrowings (net)	284.39	126.27
Closing balance of short term borrowings	502.43	218.04

As per our attached report of even date

For B. Khosla & Co.
Chartered Accountants

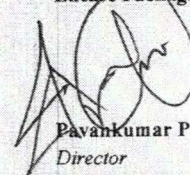
ICAI Firm's Registration No.: 000205C


Sandeep Mundra
Partner
Membership No. : 075482
Place: Jaipur



Date: 21 May 2024

For and on behalf of the Board of Directors of
Encase Packaging Private Limited


Pavankumar Pullula
Director
DIN: 05214075
Place: Sricity
Date: 21 May 2024


Raj Kumar Singh
Director
DIN: 08980903
Place: Jaipur
Date: 21 May 2024

ENCASE PACKAGING PRIVATE LIMITED (CIN:U21000AP2021PTC119871)
Statement of change in equity for the year ended 31 March 2024
 (All amount in lacs of Indian Rupees, except share data and as stated otherwise)

A Equity share capital:

Balance as at 01 April 2023	Changes in equity share capital due to prior period errors	Changes in equity share capital during the current year	Balance as at 31 March 2024
500.00	-	-	500.00

Balance as at 01 April 2022	Changes in equity share capital due to prior period errors	Changes in equity share capital during the current year	Balance as at 31 March 2023
500.00	-	-	500.00

B Other equity:

For the year ended 31 March 2024	Reserves and Surplus		
	Securities premium	Retained earnings	Total
Balance as at 01 April 2023	99.90	(257.62)	(157.72)
Loss for the year	-	(304.89)	(304.89)
Other comprehensive income for the year	-	0.20	0.20
Total comprehensive loss for the year	-	(304.69)	(304.69)
Balance as at 31 March 2024	99.90	(562.31)	(462.41)

For the period ended 31 March 2023	Reserves and Surplus		
	Securities premium	Retained earnings	Total
Balance as at 01 April 2022	99.90	(316.06)	(216.16)
Profit for the year	-	54.50	54.50
Other comprehensive income for the year	-	3.94	3.94
Total comprehensive income for the year	-	58.44	58.44
Balance as at 31 March 2023	99.90	(257.62)	(157.72)

Material accounting policies

3

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

As per our attached report of even date

For B. Khosla & Co.
Chartered Accountants

ICAI Firm's Registration No.: 000205C

Sandeep Mundra
Partner

Membership No. : 075482

Place: Jaipur

Date: 21 May 2024



For and on behalf of the Board of Directors of
Encase Packaging Private Limited

Payankumar Pullula
Director

DIN: 05214075

Place: Sricity

Date: 21 May 2024

Raj Kumar Singh
Director

DIN: 08980903

Place: Jaipur

Date: 21 May 2024

41. Financial risk management objective and policies (continued)

Foreign currency sensitivity

The foreign exchange rate sensitivity is calculated by the aggregation of the net foreign exchange rate exposure with a simultaneous parallel foreign exchange rates shift in the currencies by 5% against the functional currency of the Company. A 5% appreciation / depreciation of the respective foreign currencies with respect to the functional currency would result in net decrease / increase in the Company's profit or loss and equity for the fiscal year 2024 and 2023 by Rs. 4.54 lacs and 1.65 lacs respectively.

(e) Interest rate risk

The Company is exposed to interest rate risk on short-term rate instruments. The borrowings of the Company are principally denominated in Indian rupees with floating rates of interest. These exposures are reviewed by appropriate levels of management on a monthly basis.

The exposure of the Company's financial liabilities as at balance sheet date to interest rate risk is as follows:

Particulars	31 March 2024	31 March 2023
Floating rate financial liabilities	455.28	409.59

The table below illustrates the impact of a 0.5% to 1.50% movement in interest rates on interest expense on loans and borrowings. The risk estimate provided assumes that the changes occur at the reporting date and has been calculated based on risk exposure outstanding as of date. The year end balances are not necessarily representative of the average debt outstanding during the year. This analysis also assumes that all other variables, in particular foreign currency rates, remain constant.

Movement in interest rates	31 March 2024	31 March 2023
0.50%	2.28	2.05
1%	4.55	4.10
1.50%	6.83	6.14

(d) Counterparty and concentration of credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities (primarily trade receivables), deposits with banks, short term investments, foreign exchange transactions and other financial assets. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

Trade receivables

Customer credit risk is managed by each business unit subject to the Company's established policy, procedures and control relating to customer credit risk management. In monitoring customer credit risk, customers are grouped according to their credit characteristics, including whether they are wholesale or end-user customer, their geographic location, trade history with the Company. An impairment analysis is performed quarterly. The calculation is based on historical experience/ current facts available in relation to default and delays in collection thereof. The management historical experience of collecting receivables is that credit risk is low. Hence, trade receivables are considered to be a single class of financial assets.

Financial assets other than trade receivables

With regards to other financial assets with contractual cash flows other than trade receivable, management believes these to be high quality assets with negligible credit risk. The management believes that the parties from which these financial assets are recoverable, have strong capacity to meet the obligations and where the risk of default is negligible and accordingly no provision for expected credit loss has been provided on these financial assets. Defined limits are in place for exposure to individual counterparties in case of mutual funds schemes. The carrying value of other financial assets other than cash and bank represents the maximum credit exposure.

42. Segment reporting

The Company is engaged in business of packing boxes, which constitute a single business segment, accordingly, disclosure requirements of Ind AS 108, "Operating Segments" are not required to be given.

We provide a significant volume of services to few customers. Therefore, a loss of a significant customer could materially reduce our revenues. The Company has following customers for the financial year ended March 31, 2024 that accounted for 10% or more of total revenue.

Particulars	31 March 2024	% of total revenue
Customer A	439.09	54.84%
Customer B	144.94	18.10%

43. Figures for the previous year has been regrouped/reclassified wherever necessary to confirm current year classification/presentation.

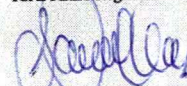
44 The Company has made assessments of its liquidity position and of the recoverability of carrying values of its assets at balance sheet date. Basis of evaluation and based on current estimates management has concluded that no material adjustments is required in financial statements.

The Company has incurred a loss of Rs. 304.89 lacs during the current financial year and has Net current inability position of Rs. 424.14 lacs as at year end. The Company has received letter of support from holding Company to provide financial support to the Company as it necessary to ensure that the Company continue as a going concern basis for next one year from the date of the financial closure of the accounts of the Company. Accordingly, the Company has prepared these financial statements on a going concern basis.

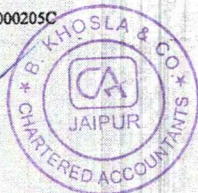
As per our attached report of even date

For B. Khosla & Co.
Chartered Accountants

ICAI Firm's Registration No.: 000205C




Sandeep Mundra
Partner
Membership No. : 075482
Place: Jaipur
Date: 21 May 2024



For and on behalf of the Board of Directors of
Encase Packaging Private Limited


Ravankumar Pundula
Director
DIN: 05214075
Place: Sricity
Date: 21 May 2024


Raj Kumar Singh
Director
DIN: 08980903
Place: Jaipur
Date: 21 May 2024

4. Property, plant and equipment*

Reconciliation of carrying amount									
Particulars	Leasehold land	Building	Plant and equipment	Electric installation and equipments	Furniture and fixtures	Office equipment	Computers	Vehicles	Total
Cost									
Balance as at 01 April 2022	93.96	107.20	313.01	19.90	5.70	2.15	4.62	-	546.54
Additions during the period	-	51.31	22.10	0.11	4.57	0.33	3.23	0.93	82.59
Balance as at 31 March 2023	93.96	158.52	335.11	20.01	10.27	2.48	7.85	0.93	629.13
Additions	-	45.75	7.15	2.98	-	1.26	0.57	-	57.71
Balance as at 31 March 2024	93.96	204.27	342.26	22.99	10.27	3.74	8.42	0.93	686.84
Accumulated depreciation									
Balance as at 01 April 2022	-	1.56	8.85	1.03	0.28	0.28	4.10	-	16.10
Depreciation charge for the period	4.33	3.72	19.58	1.78	0.63	0.41	0.60	0.07	31.12
Balance as at 31 March 2023	4.33	5.28	28.43	2.81	0.91	0.69	4.70	0.07	47.22
Depreciation charge for the year	0.95	6.58	24.25	2.56	1.11	0.89	1.00	0.18	37.52
Balance as at 31 March 2024	5.28	11.86	52.68	5.37	2.02	1.58	5.70	0.25	84.74
Carrying amount (net)									
Balance as at 31 March 2023	88.68	192.41	289.58	17.62	8.24	2.16	2.72	0.68	602.10
Balance as at 31 March 2024	89.63	153.24	306.68	17.20	9.35	1.79	3.15	0.86	581.91

- (i) Property, plant and equipment includes right-of-use assets of INR 88.68 lacs (31 March 2023: INR 89.63 lacs) related to leased properties that do not meet the definition of investment property. (refer note 38)
- (ii) In accordance with Ind-AS 36, property, plant and equipment are reviewed, at least annually, for impairment. If a loss in value is indicated, the recoverable amount is estimated as the higher of the CGU's fair value, less cost to sell, or its value in use. Calculation of value in use is a discounted cash flow calculation based on continued use of the assets in its present condition, excluding potential exploitation of improvement or expansion potential.

Presently, the Company is engaged in only one segment. The recoverable amount of a cash generating unit (CGU) is determined based on value-in-use calculations which require the use of certain assumptions. The calculations use cash flow projections based on financial budgets approved by Management covering a 5 years period depending upon segment/ CGU's financial budgeting process. Cash flow beyond these financial budget periods are extrapolated using the estimated growth rates.

The key assumptions used in the estimation of the recoverable amount of CGU's are set out below. The values assigned to the key assumptions represent Management's assessment of future trends in the relevant industries and have been based on historical data from both external and internal sources.

These projected cash flows are discounted to the present value using a weighted average cost of capital (discount rate). The discount rate is commensurate with the risk inherent in the projected cash flows and reflects the rate of return required by an investor in the current economic conditions.

As a result of impairment test for the year ended March 31, 2024, no impairment was identified as the recoverable value of the CGUs to whom property, plant and equipment was allocated exceeded their respective carrying amounts.

* Refer note 34 for assets hypothecated as security against bank borrowings.

5. Other intangible assets

Particulars	Software
Cost	
Balance as at 01 April 2022	-
Additions during the year	0.82
Balance as at 31 March 2023	0.46
Additions during the year	1.28
Balance as at 31 March 2024	1.28
Accumulated amortisation	
Balance as at 01 April 2022	-
Amortisation charge for the year	0.20
Balance as at 31 March 2023	0.31
Amortisation charge for the year	0.51
Balance as at 31 March 2024	0.51
Carrying amount (net)	
Balance as at 31 March 2023	0.62
Balance as at 31 March 2024	0.77

6. Other non-current financial assets

Particulars	31 March 2024	31 March 2023
Security deposits, unsecured and considered good	2.42	4.36
Bank deposit with original maturity of more than 12 months	2.71	-
	5.13	4.36

7. Other tax assets (net)

Particulars	31 March 2024	31 March 2023
Deposits with tax authorities	2.65	3.47
	2.65	3.47

8. Other non-current assets

Particulars	31 March 2024	31 March 2023
Capital advances	-	10.98
	-	10.98

9. Inventories*

Particulars	31 March 2024	31 March 2023
(at lower of cost and net realisable value)		
Raw material	63.54	46.03
Work in progress	3.20	0.79
Stores and consumables	5.19	-
Finished goods	0.21	24.10
	72.14	70.92

* Refer note 34 for assets hypothecated as security against bank borrowings.



10. Trade receivables*

Particulars	31 March 2024	31 March 2023
Current		
Unsecured, considered good#	116.04	108.48
	<u>116.04</u>	<u>108.48</u>

* Refer note 34 for assets hypothecated as security against bank borrowings.
Includes receivables from related parties, refer note 32

Ageing of trade receivables

As at 31 March 2024	Not due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables – considered good	100.97	9.66	1.62	3.79	-	-	116.04
Undisputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables – credit impaired	-	-	-	-	-	-	-
Disputed trade receivables – considered good	-	-	-	-	-	-	-
Disputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables – credit impaired	-	-	-	-	-	-	-

Ageing of trade receivables

As at 31 March 2023	Not due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables – considered good	92.23	14.21	2.04	-	-	-	108.48
Undisputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables – credit impaired	-	-	-	-	-	-	-
Disputed trade receivables – considered good	-	-	-	-	-	-	-
Disputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables – credit impaired	-	-	-	-	-	-	-

11. Cash and cash equivalents*

Particulars	31 March 2024	31 March 2023
Balances with bank:		
- On current account	1.87	5.22
Cash on hand	0.12	0.12
	<u>1.99</u>	<u>5.34</u>

* Refer note 34 for assets hypothecated as security against bank borrowings.

12. Others current financial assets*

Particulars	31 March 2024	31 March 2023
Other receivable	13.23	38.60
	<u>13.23</u>	<u>38.60</u>

* Refer note 34 for assets hypothecated as security against bank borrowings.

13. Other current assets*

Particulars	31 March 2024	31 March 2023
Unsecured, considered good		
Advances other than capital advances		
Advance to suppliers	7.85	3.18
Others		
Balances with government authorities	123.93	85.62
Prepaid expenses	0.33	0.42
Other receivables	-	0.81
	<u>132.11</u>	<u>90.03</u>

* Refer note 34 for assets hypothecated as security against bank borrowings.

14A Equity share capital

Particulars	31 March 2024	31 March 2023
Authorised shares		
5,000,000 equity shares of Rs. 10 each	500.00	500.00
	<u>500.00</u>	<u>500.00</u>
Issued, subscribed and fully paid-up shares		
5,000,000 equity shares of Rs. 10 each	500.00	500.00
Total issued, subscribed and fully paid-up share capital	<u>500.00</u>	<u>500.00</u>

a) Reconciliation of the number of shares outstanding at the end of the reporting period

Equity shares of Rs. 10 each issued, subscribed and fully paid	31 March 2024		31 March 2023	
	No. of shares	Amount	No. of shares	Amount
Balance at the beginning of the year	5,000,000	500.00	5,000,000	500.00
Share capital issued during the year	-	-	-	-
Balance at the end of the year	<u>5,000,000</u>	<u>500.00</u>	<u>5,000,000</u>	<u>500.00</u>

b) Terms / rights attached to equity shares

The Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

c) Details of shareholding more than 5% shares in the Company

Name of the shareholder	31 March 2024		31 March 2023	
	% of Holding	No. of shares	% of Holding	No. of shares
Vaibhav Global Limited	3,000,000	60.00%	3,000,000	60.00%
Pavan Kumar Pullula	700,000	14.00%	700,000	14.00%
Silpa Linga Reddy	700,000	14.00%	700,000	14.00%
Voleti Ram Kumar	600,000	12.00%	600,000	12.00%

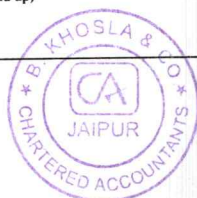
d) Shareholding of promoters

As at 31 March 2024

Name of the promoter (Equity shares of Rs. 10 each fully paid up)	No. of shares at the commencement of the reporting period	Change during the year	No. of shares at the end of the reporting period	% of total shares	% change during the year
Pavan Kumar Pullula	700,000	-	700,000	14.00%	-
Silpa Linga Reddy	700,000	-	700,000	14.00%	-
Total	<u>1,400,000</u>	<u>-</u>	<u>1,400,000</u>	<u>28.00%</u>	<u>-</u>

As at 31 March 2023

Name of the promoter (Equity shares of Rs. 10 each fully paid up)	No. of shares at the commencement of the reporting period	Change during the year	No. of shares at the end of the reporting period	% of total shares	% change during the year
Pavan Kumar Pullula	700,000	-	700,000	14.00%	-
Silpa Linga Reddy	700,000	-	700,000	14.00%	-
Total	<u>1,400,000</u>	<u>-</u>	<u>1,400,000</u>	<u>28.00%</u>	<u>0.00%</u>



14A Equity share capital (continued)

e) Details of holding and subsidiary Company

Vaibhav Global Limited is the Immediate Holding Company of the Company and Brett Enterprises Private Limited is the Ultimate Holding Company.

f) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash for the period of five years immediately preceding the balance sheet date is Nil.

14B Other equity	31 March 2024	31 March 2023
Particulars		
Reserves and Surplus		
Securities premium:		
Opening Balance	99.90	99.90
Premium received on issuance of share capital	-	-
Closing balance	99.90	99.90
Retained earnings:		
Opening balance	(257.62)	(316.06)
Net (loss)/profit for the year	(304.89)	54.50
Other comprehensive income for the year	0.20	3.94
Closing balance	(562.31)	(257.62)
Total other equity	(462.41)	(157.72)

14C Nature of reserve

a) Securities premium

Securities premium is used to record the premium on issue of shares. The reserve is utilized in accordance with the provision of the Companies Act, 2013.

b) Retained earnings

Retained earnings comprises of undistributed earnings after taxes.

15. Borrowings

Particulars	Non-current		Current	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Loan repayable on demand				
Secured Loans				
- From banks [refer note (a) below]	-	-	263.73	89.34
Unsecured Loans				
- From related parties (refer note 32)	-	-	199.00	89.00
Term loans				
Secured Loans				
- From banks [refer note (b) below]	191.55	231.25	-	-
Current maturities of non-current borrowings shown as current borrowings	(50.15)	(39.70)	50.15	39.70
Total	141.40	191.55	512.88	218.04

S.No.	Particulars	Rate of interest	Repayment schedule	Terms and conditions	31 March 2024	31 March 2023
(a)	Cash credit facility from Bank					
	ICICI Bank	Repo rate plus spread 2.60%	Repayable on demand	The term loan is secured against current assets of the Company and equitable mortgage of the land and building situated at 1200, Thespia Dr, Sri City, Chittoor, Andhra Pradesh and corporate guarantee of Vaibhav Global Limited (Holding Company)	263.73	89.34



15. Borrowings (continued)

S.No.	Particulars	Rate of interest	Repayment schedule	Terms and conditions	31 March 2024	31 March 2023
(b)	Term loan from Bank ICICI Bank	Repo rate plus spread 2.60%	In 60 monthly installments of principal amount after moratorium till September 2023 and interest on monthly basis	The term loan is secured against current assets of the Company and equitable mortgage of the land and building situated at 1200, Thespia Dr, Sri City, Chittoor, Andhra Pradesh and corporate guarantee of Vaibhav Global Limited (Holding Company)	181.80	202.00
		1 Year MCLR plus spread 1%	In 24 monthly installments of principal amount after moratorium till September 2022 and interest on monthly basis	The term loan is secured against paripassu charge with the existing credit facilities in terms of cash flows and security	9.75	29.25
					<u>455.28</u>	<u>320.59</u>

16. Provisions

Particulars	Non-current		Current	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Provision for employee benefits				
Provision for gratuity	5.50	3.84	0.72	0.46
Provision for leave encashment	2.01	0.84	0.23	0.10
Other provisions				
Provision for interest on MSME Vendors	-	-	0.14	-
	<u>7.51</u>	<u>4.68</u>	<u>1.09</u>	<u>0.56</u>

17. Trade payables

Particulars	31 March 2024	31 March 2023
Trade payables		
- Total outstanding dues of micro enterprises and small enterprises (refer note 33)	37.01	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	117.33	55.50
	<u>154.34</u>	<u>55.50</u>

Trade payables ageing schedule

As at 31 March 2024	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	21.26	15.43	0.23	0.09	-	37.01
Others	64.16	20.57	32.60	-	-	117.33
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	<u>85.42</u>	<u>36.00</u>	<u>32.83</u>	<u>0.09</u>	-	<u>154.34</u>
As at 31 March 2023	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-	-
Others	12.32	43.18	-	-	-	55.50
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	<u>12.32</u>	<u>43.18</u>	-	-	-	<u>55.50</u>

18. Other financial liabilities

Particulars	31 March 2024	31 March 2023
Employee benefit payables	18.32	13.28
Capital creditors	-	59.35
Interest accrued*	13.89	3.91
Other payables*	48.55	6.00
	<u>80.76</u>	<u>82.54</u>

* Includes amount payable to related parties, refer note 32

19. Other current liabilities

Particulars	31 March 2024	31 March 2023
Advance from customers	3.51	13.07
Other liabilities	3.65	2.82
Statutory dues payable	3.43	3.67
	<u>10.59</u>	<u>19.56</u>



20. Revenue from operations

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Sale of products *	719.22	955.03
Sale of Services	60.20	-
Other operating revenues	21.28	13.48
	800.70	968.51

* includes sales to related parties, refer note 32

21. Other income

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Foreign exchange gain (net)	2.65	20.22
Liabilities no longer required written back	-	11.99
Other income	0.49	0.05
	3.14	32.26

22. Cost of material consumed

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Opening stock of raw material	46.03	30.86
Add: Purchases during the year	298.93	192.12
	344.96	222.98
Less: Closing stock of raw material	(63.54)	(46.03)
	281.42	176.95

23. Changes in inventories of finished goods and work in progress

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Inventory at the beginning of the year		
Work-in-progress	0.79	5.05
Finished goods	24.10	42.95
	24.89	48.00
Inventory at the end of the year		
Work-in-progress	3.20	0.79
Finished goods	0.21	24.10
	3.41	24.89
	21.48	23.11

24. Employee benefits expense

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Salaries and wages*	201.04	181.55
Contribution to provident and other funds (refer note 31)	16.89	15.02
Staff welfare expenses	6.66	6.28
	224.59	202.85

* includes remuneration paid to related parties, refer note 32

25. Finance costs

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Interest expenses on financial liabilities measured at amortised cost *	49.46	41.05
Other finance cost	3.87	1.51
	53.33	42.56

* includes interest paid to related parties, refer note 32



26. Depreciation and amortisation expense

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Depreciation of property, plant and equipment	37.52	31.12
Amortisation of intangible assets	0.31	0.20
	37.83	31.32

27. Other expenses

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
a. Manufacturing and direct expenses		
Job work charges	209.45	166.65
Stores and consumables	8.43	4.71
Power and fuel	21.38	17.44
Repair and maintenance- machinery	3.07	2.43
Other manufacturing and direct expenses	9.93	5.85
	252.26	197.08
b. Administrative and selling expenses		
Rent	4.56	4.41
Rates and taxes	24.92	28.72
Insurance	2.69	2.69
Commission and brokerage	8.64	8.51
Travelling and conveyance	48.80	30.97
Accounting charges	-	5.32
Legal and professional fees (refer below note (i))	11.50	16.39
Postage and telephone	5.36	3.46
Printing and stationery	0.10	0.85
Repairs and maintenance building and others	1.93	1.83
Packing and forwarding	78.31	156.32
Security	4.88	5.97
Advertising and sales promotion	2.18	1.88
Utility	2.37	3.79
Miscellaneous	1.54	1.29
	197.78	272.40
	450.04	469.48

(i) Payment to auditors

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
As Auditor	3.00	10.00
	3.00	10.00



ENCASE PACKAGING PRIVATE LIMITED (CIN:U21000AP2021PTC119871)
Notes to financial statements for the year ended 31 March 2024
(All amount in lacs of Indian Rupees, except share data and as stated otherwise)

28 Exceptional items	Year ended	Year ended
Particulars	31 March 2024	31 March 2023
Insurance claim written off	40.04	-
	40.04	-

29. Tax Expenses

(a) Tax expense charged to statement of profit or loss	Year ended	Year ended
Particulars	31 March 2024	31 March 2023
Current tax	-	-
Deferred tax	-	-
	-	-

(b) Reconciliation of effective tax rate

Particulars	Year ended	Year ended
	31 March 2024	31 March 2023
(Loss)/Profit before tax	(304.89)	54.50
Enacted tax rate	25.17%	25.17%
Tax expense as per statutory income tax rate	(76.73)	13.72
Less: Deferred tax asset not recognised (refer below note)	76.73	(13.72)
Income tax reported in statement of profit and loss and effective tax rate	-	-

As at 31 March 2024, the Company has unabsorbed business losses and depreciation as per Income Tax Act, 1961. In the absence of probable certainty of sufficient future taxable profits, deferred tax assets has been recognised only to the extent of deferred tax liability.

(c) Tax losses and tax credits for which deferred tax assets was not recognised expire as follows:

Expire year	31 March 2024	31 March 2023
Business loss		
2031-32	266.72	-

30. (Loss)/ Earnings per share

Particulars	Year ended	Year ended
	31 March 2024	31 March 2023
Basic and diluted (loss)/earnings per share		
The calculation of (loss)/earnings attributable to equity shareholders and weighted average numbers of equity shares outstanding for purpose of basic and diluted loss per share calculation are as follows-		
(i) (Loss)/Earnings for the year , attributable to equity holders	(304.89)	54.50
(ii) Weighted average number of equity shares		
Opening balance	5,000,000	5,000,000
Effect of shares issued	-	-
Weighted average number of equity shares for the year	5,000,000	5,000,000
(Loss)/Earnings per equity share	(6.10)	1.09



31. Employee benefit obligation

A) Defined contribution plan

The Company has recognised the following amount in the Statement of profit and loss:

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Employer's contribution to Employee's Provident Fund	10.60	8.14
Employer's contribution to Employee's State Insurance	2.82	2.58
	13.42	10.72

B) Defined benefit plan

(i) Gratuity

The Company has a defined benefit gratuity plan. Every employee gets a gratuity on retirement/termination/resignation at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy. The following tables summarize the components of net benefit expense recognised in the statement of profit or loss and the funded status and amounts recognised in the balance sheet for the respective plans:

Details of actuarial valuation carried out on balance sheet date is as under:

a) Net benefit expense recognised in the statement of profit or loss:

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Current service cost	2.62	4.03
Interest cost on benefit obligation	0.27	0.27
Net benefit expenses	2.89	4.30

b) Position of the assets and obligation

Particulars	31 March 2024	31 March 2023
Present value of the obligations	(7.07)	(4.33)
Fair value of plan assets	0.85	0.79
Assets / (liability) recognised in balance sheet	(6.22)	(3.54)

c) Changes in the defined benefit obligation

The amounts recognised in the balance sheet and the movements in the net defined benefit obligation over the year are as follows:

Particulars	31 March 2024		
	Defined benefit obligation	Fair value of plan assets	Benefit (liability)/ asset
Opening balance	4.33	0.79	(3.54)
Gratuity cost charged to profit and loss	-	-	-
Current service cost	2.62	-	(2.62)
Interest expense	0.33	0.06	(0.27)
Benefits paid	-	-	-
Remeasurement gains in other comprehensive income	-	-	-
Return on plan assets (excluding amounts included in net interest expenses)	-	-	-
Actuarial changes arising from change in demographic assumptions	0.19	-	(0.19)
Actuarial changes arising from change in financial assumptions	(0.39)	-	0.39
Experience adjustments	-	-	-
Contribution by employer	-	-	-
Closing balance	7.07	0.85	(6.22)

Particulars	31 March 2023		
	Defined benefit obligation	Fair value of plan assets	Benefit (liability)/ asset
Opening balance	3.94	-	(3.94)
Gratuity cost charged to profit and loss	-	-	-
Current service cost	4.03	-	(4.03)
Past service cost	0.27	-	(0.27)
Benefits paid	-	-	-
Remeasurement gains in other comprehensive income	-	-	-
Return on plan assets (excluding amounts included in net interest expenses)	-	0.03	0.03
Actuarial changes arising from change in demographic assumptions	(0.60)	-	0.60
Actuarial changes arising from change in financial assumptions	(2.10)	-	2.10
Experience adjustments	(1.21)	-	1.21
Contribution by employer	-	0.76	0.76
Closing balance	4.33	0.79	(3.54)



31. Employee benefit obligation (continued)

d) The principal assumptions used in determining gratuity obligations for the Company's plan is shown below:

Particulars	31 March 2024	31 March 2023
Discount rate	7.20%	7.50%
Future salary increases	3.00%	3.00%
Retirement age (years)	60 Years	60 Years
Mortality rates	100% of IALM 2012-14	100% of IALM 2012-14
Employee turnover withdrawal rate (%)	6.23%	6.23%

The estimates of future salary increases, considered in the actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

e) Sensitivity analysis

A quantitative sensitivity analysis for significant assumption are shown as below:

Impact on defined benefit obligation	31 March 2024	31 March 2023
Discount rate		
Increase by 1%	(0.59)	(0.36)
Decrease by 1%	0.69	0.42
Future salary		
Increase by 1%	0.72	0.44
Decrease by 1%	(0.62)	(0.34)

Sensitivities due to mortality & withdrawals are insignificant. Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement. In presenting the above sensitivity analysis, the present value of defined benefit obligation has been calculated using the projected unit credit method at the end of reporting period, which is the same as that applied in calculating the defined obligation liability recognized in the balance sheet.

f) Defined benefit liability and employer contribution:

The scheme is managed on unfunded basis. So, Expected contributions to defined benefit obligation for the year ending 31 March 2025 is 9.20 lacs. The expected maturity analysis of defined benefit plan is as follows:

Particulars	31 March 2024	31 March 2023
Year		
- Within the next 12 months (next annual reporting period)	0.72	0.46
- Above 1 to 5 years	2.64	1.67
More than 5 to 10 Year	2.91	1.83
More than 10 Year	10.21	6.62
Total expected payments	16.48	10.58

The average duration of the defined benefit plan obligation at the end of the reporting period is 9 years.

(ii) Leave obligations

The amount of the provision of Rs. 2.24 lacs (31 March 2023 : Rs. 0.94 lacs) is presented as current and non current. The Company has provided for the liability on the basis of actuarial valuation. Amount of Rs. 0.23 lacs (31 March 2023 : Rs. 0.10) has been classified as current whereas Rs. 2.01 lacs (31 March 2023 : Rs. 0.84 lacs) classified as non-current.



32. Related party transactions

A. List of related parties:

Ultimate Holding Company
Brett Enterprises Private Limited

Immediate Holding Company
Vaibhav Global Limited

Directors
Mrs. Silpa Lingareddy
Mr. Vineet Ganeriwala (upto 01 November , 2022)
Mr. Nitin Panwad (w.e.f 01 November , 2022)
Mr. Pushpendra Singh
Mr. Raj Kumar Singh
Mr. Pavan Kumar Pullula

Fellow subsidiaries with whom transactions have occurred
STS Global Supply Limited, Hongkong
Shop LC Global Inc.
Shop TJC Limited
Shop LC GmbH

Other (significant influence) where transactions have taken place:
Greenbox Art Private Limited

B. Details of material related party transactions and balances:

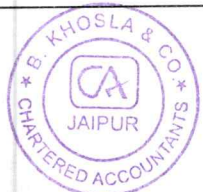
Particulars	Vaibhav Global Limited	STS Global Supply Limited, Hongkong	Shop LC Global Inc.	Shop TJC Limited	Greenbox Art Private Limited	Shop LC GmbH	Total
Transactions during the year ended 31 March 2024							
Sale of goods	9.79	-	439.09	144.94	-	8.04	601.86
Purchase of property, plant and equipment	0.57	-	-	-	-	-	0.57
Loan received	110.00	-	-	-	-	-	110.00
Loan repaid	-	-	-	-	-	-	-
Guarantee commission paid	8.64	-	-	-	-	-	8.64
Interest paid	9.61	-	-	-	-	-	9.61
Expenses reimbursement (net)	11.56	-	-	-	-	-	11.56
Transactions during the period ended 31 March 2023							
Sale of goods	2.05	-	587.97	162.24	-	-	752.26
Purchase of property, plant and equipment	0.93	-	-	-	-	-	0.93
Loan received	90.11	-	-	-	-	-	90.11
Loan repaid	1.11	-	-	-	-	-	1.11
Guarantee commission paid	8.51	-	-	-	-	-	8.51
Interest paid	3.57	-	-	-	-	-	3.57
Expenses reimbursement (net)	(10.04)	-	-	-	-	-	(10.04)

Particulars	Vaibhav Global Limited	STS Global Supply Limited, Hongkong	Shop LC Global Inc.	Shop TJC Limited	Greenbox Art Private Limited	Shop LC GmbH	Total
Balance as at 31 March 2024							
Borrowings	199.00	-	-	-	-	-	199.00
Trade receivable	0.35	-	79.02	13.28	-	-	92.65
Trade payable	-	1.57	-	-	10.41	-	11.98
Interest Payable	11.85	-	-	-	-	-	11.85
Other payable	42.55	-	-	-	-	-	42.55
Balance as at 31 March 2023							
Borrowings	89.00	-	-	-	-	-	89.00
Trade receivable	-	-	66.03	23.18	-	-	89.21
Trade payable	-	-	-	-	13.41	-	13.41
Other payable	14.22	-	-	-	-	-	14.22
Capital creditors	-	57.49	-	-	-	-	57.49

Note: The Immediate Holding Company has given corporate guarantee of Rs. 471.00 lacs as per the terms and conditions mentioned in sanction letter issued by the ICICI Bank Ltd. for the credit facilities obtained.
Subsequent to year end, the Immediate Holding Company has issued letter of support for financial assistance to the Company for ongoing projects and operations for a period of not less than 12 months from the date of financial closure of accounts of the Company for the year ended 31 March 2024.

C. Details of related party transactions and balances with directors

Particulars	Mrs. Silpa Lingareddy	Mr. Pavan Kumar Pullula	Total
Transaction during the year ended 31 March 2024			
Remuneration	15.58	15.58	31.16
Transaction during the period ended 31 March 2023			
Remuneration	15.58	15.58	31.16
Balance as at 31 March 2024			
Remuneration payable	1.65	1.65	3.30
Balance as at 31 March 2023			
Remuneration payable	1.25	1.25	2.50



33. Dues to micro and small suppliers

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with their customers the Entrepreneurs Memorandum number as allocated after filing of the said Memorandum. Accordingly, the disclosures in below respect of the amounts payable to such enterprises as at the year-end has been made based on information received and available with the Company.

S. No.	Particulars	31 March 2024	31 March 2023
i)	The principal amount and the interest due thereon remaining unpaid to any supplier at the end of accounting year;	37.01	Nil
	- Principal amount	0.14	Nil
	- Interest thereon	Nil	Nil
ii)	the amount of interest paid by the buyer under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	Nil	Nil
iii)	the amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid);	Nil	Nil
iv)	The amount of interest accrued and remaining unpaid at the end of accounting year; and	0.14	Nil
v)	The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	1.19	Nil

34. Assets hypothecated as security

The carrying amount of assets hypothecated as security are as under:

Particulars	31 March 2024	31 March 2023
a) Non-current assets		
Leasehold land	88.68	89.63
Buildings	192.41	153.24
b) Current assets		
	335.51	313.37
Total assets hypothecated as security	616.60	556.24

35. Commitments and contingencies

A) Commitments

Particulars	31 March 2024	31 March 2023
Estimated amount of contracts remaining to be executed on capital account {net of advances Nil (31 March 2023: Rs. 10.98 lacs)} and not provided for	-	-

B) The Company is required to comply with the transfer pricing regulations, which are contemporaneous in nature. The Company is in process of assessing whether transactions with associate enterprises undertaken during the current year, are on an arm's length basis. Adjustments, if any, arising from the transfer pricing studies will be accounted for when the study is completed for the current year. The management is of the opinion that its transactions with associates are at arm's length so that the outcome of the studies to corroborate compliance with legislation will not have any material adverse impact on the financial statements.



36. Other regulatory information

- i) The Company does not have any benami property where any proceedings have been initiated or pending against the Company for holding such benami property.
- ii) The Company does not have any transactions with companies that have been struck off.
- iii) The Company does not have any charges or satisfaction which are yet to be registered with Registrar of Companies ('ROC') beyond the statutory period except as mentioned below:

Brief description of charge of satisfaction	Location of registrar	Period of delay	Reason for delay
Creation of charge for loan received in conversion from Encase Packaging LLP	Registrar of Companies, Andhra Pradesh	286	Technical difficulties
Satisfaction of charge for loan repaid	Registrar of Companies, Andhra Pradesh	599	Technical difficulties
iv) The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.			
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 immovable property whose title deeds are not held in the name of the Company.			
ix) The Company does not have not 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.			
x) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.			
xi) As per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016, the Company is not a Core Investment Company (CIC) and the group does not have any CIC.			
xii) The Company has filed quarterly return/statement of current assets with the banks. Summary of reconciliation and reasons for material discrepancies as mentioned below			

Quarter	Name of bank	Particulars	Amount as per books of account	Amount as reported in the quarterly return/statement	(Excess)/ shortage	Whether return/ statement subsequently rectified
June 2023	ICICI Bank	Inventories	82.07	244.13	(162.06)	No
		Trade receivables	56.51	49.32	7.19	No
		Trade payables	68.37	5.00	63.37	No
September 2023	ICICI Bank	Inventories	73.90	321.94	(248.04)	No
		Trade receivables	72.35	71.93	0.43	No
		Trade payables	69.88	9.84	60.04	No
December 2023	ICICI Bank	Inventories	126.06	323.69	(197.64)	No
		Trade receivables	71.32	94.15	(22.82)	No
		Trade payables	136.20	13.52	122.68	No
March 2024	ICICI Bank	Inventories	72.14	310.63	(238.49)	No
		Trade receivables	116.04	117.66	(1.62)	No
		Trade payables	154.34	18.99	135.35	No

Reason for discrepancies

37. Capital management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and the market confidence and to sustain future development of the business. Management monitors the return on capital.

The board of directors seeks to maintain a balance between the higher returns that might be possible with the higher level of borrowings and the advantages and security afforded by a sound capital position. The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing short term borrowing less cash and cash equivalents. Adjusted equity comprises of all components of equity. The Company's adjusted net debt to equity ratio is as follows:

Particulars	31 March 2024	31 March 2023
Borrowings	654.28	409.59
Cash and cash equivalents	(1.99)	(5.34)
Net Debt	652.29	404.25
Equity share capital	500.00	500.00
Other equity	(462.41)	(157.72)
Net equity	37.59	342.28
Net debt to equity ratio	1735.20%	118.11%



38. Leases

The Company leases office premises with contract terms of one to three years. These leases are short-term and/or leases of low-value items. The Company has elected not to recognize right-of-use assets and lease liabilities for these leases. Information about leases for which the Company is a lessee is presented below.

i) Right-of-use assets

Right-of-use assets related to leased properties that do not meet the definition of investment property are presented as property, plant and equipment

Particulars	Leasehold land
31 March 2024	
Balance as at 1 April 2023	89.63
Depreciation charge for the year	(0.95)
Additions to right-of-use assets	-
Balance as at 31 March 2024	88.68
31 March 2023	
Balance as at 1 April 2023	93.96
Additions to right-of-use assets	-
Depreciation charge for the period	(4.33)
Balance as at 31 March 2023	89.63

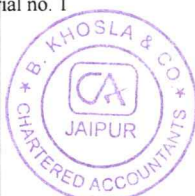
ii) Amounts recognised in profit or loss

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Expenses relating to short-term leases	4.56	4.41



39. Ratios

S.No.	Ratio	2024	2023	Variation
1	Return on equity (in %)			
	(Loss)/Profit for the year(A)	(304.89)	54.50	
	Equity share capital at the end of the year (B)	500.00	500.00	
	Other equity at the end of the year(C)	(462.41)	(157.72)	
	Total equity at the end of the year{(D) = (B) + (C)}	37.59	342.28	
	Equity share capital at the beginning of the year(E)	500.00	500.00	
	Other equity at the beginning of the year(F)	(157.72)	(216.16)	
	Total equity at the beginning of the year{(G) = (E) + (F)}	342.28	283.84	
	Average total equity* [(H) = {(D) + (G)}/2]	189.94	313.06	
	Return on equity (in %) {A/H}	-160.52%	17.41%	-1022.07%
	Variation is primarily due to increase in losses of the Company.			
2	Trade receivables turnover ratio (in times)			
	Revenue from operations (A)	800.70	968.51	
	Trade receivables at the beginning of the year(B)	108.48	124.87	
	Trade receivables at the end of the year(C)	116.04	108.48	
	Average trade receivables* [(D) = {(B) + (C)}/2]	112.26	116.68	
	Trade receivables turnover ratio (in times) {A/D}	7.13	8.30	-14.07%
3	Inventory turnover ratio (in times)			
	Revenue from operations (A)	800.70	968.51	
	Inventories at the beginning of the year(B)	70.92	78.86	
	Inventories at the end of the year(C)	72.14	70.92	
	Average inventories* [(D) = {(B) + (C)}/2]	71.53	74.89	
	Inventory turnover ratio (in times) {A/D}	11.19	12.93	-13.45%
4	Current ratio (in times)			
	Total current assets (A)	335.51	313.37	
	Total current liabilities (B)	759.65	376.20	
	Current ratio (in times) {A/B}	0.44	0.83	-46.98%
	For variance refer reason mentioned against serial no. 1			
5	Net profit ratio (in %)			
	(Loss)/Profit for the year(A)	(304.89)	54.50	
	Revenue from operations (B)	800.70	968.51	
	Net profit ratio (in %) {A/B}	-38.08%	5.63%	-776.67%
	For variance refer reason mentioned against serial no. 1			
6	Net capital turnover ratio (in times)			
	Revenue from operations (A)	800.70	968.51	
	Total current assets (B)	335.51	313.37	
	Total current liabilities (C)	759.65	376.20	
	Working capital {(D) = (B) - (C)}	(424.14)	(62.83)	
	Net capital turnover ratio (in times) {A/D}	-1.89	-15.41	-87.75%
	For variance refer reason mentioned against serial no. 1			
7	Return on capital employed (in %)			
	(Loss)/Profit after exceptional items before tax (A)	(264.85)	54.50	
	Finance costs (B)	53.33	42.56	
	(Loss)/Profit before tax and finance cost {(C) = (A) + (B)}	(211.52)	97.06	
	Equity share capital (D)	500.00	500.00	
	Other equity (E)	(462.41)	(157.72)	
	Capital employed {(F) = (D) + (E)}	37.59	342.28	
	Return on capital employed (in %) {C/F}	-562.68%	28.36%	-2084.27%
	For variance refer reason mentioned against serial no. 1			
8	Creditors turnover ratio (in times)			
	Cost of materials consumed (A)	281.42	176.95	
	Add: Closing stock (B)	63.54	46.03	
	Less: Opening stock (C)	(46.03)	(30.86)	
	Other expenses (D)	450.04	469.48	
	Total purchases {(E) = (A) + (B) - (C) + (D)}	748.97	661.60	
	Trade payables at the beginning of the year(F)	55.50	74.01	
	Trade payables at the end of the year(G)	154.34	55.50	
	Average trade payables* [(H) = {(F) + (G)}/2]	104.92	64.75	
	Creditors turnover ratio (in times) {E/H}	7.14	10.22	-30.13%
	For variance refer reason mentioned against serial no. 1			



39 Ratios (continued)

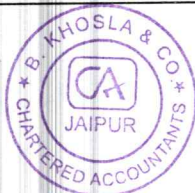
S.No.	Ratio	2024	2023	Variation
9	Debt equity ratio (in %)			
	Borrowings (A)	654.28	409.59	
	Cash and cash equivalents (B)	1.99	5.34	
	Net debt {(C) = (A) - (B)}	652.29	404.25	
	Equity share capital (D)	500.00	500.00	
	Other equity (E)	(462.41)	(157.72)	
	Net equity {(F) = (D) + (E)}	37.59	342.28	
	Debt equity ratio (in %) {C/F}	1735.20%	118.11%	1369.20%
	For variance refer reason mentioned against serial no. 1			
10	Debt service coverage ratio (in times)			
	(Loss)/Profit for the year(A)	(304.89)	54.50	
	Depreciation and amortisation expense (B)	37.83	31.32	
	Interest expenses (C)	49.46	41.05	
	Earning available for debt services {(D) = (A) + (B) + (C)}	(217.60)	126.87	
	Interest expenses (E)	49.46	41.05	
	Principal repayments (F)	39.70	9.75	
	Debt service {(G) = (E) + (F)}	89.16	50.80	
	Debt service coverage ratio {D/G}	(2.44)	2.50	-197.72%
	For variance refer reason mentioned against serial no. 1			
11	Return on investment (in times)*			
	Income generated from investments (A)	-	-	
	Total investments (B)	-	-	
	Return on investment (in times) {A/B}	-	-	0.00%
	* Not applicable the Company does not holds any investments.			

40. Fair value measurements

i) Financial assets and liabilities:

The accounting classification of each category of financial instruments, and their carrying amounts, are set out below:

As at 31 March 2024	Note	FVTPL	FVTOCI	Amortised cost	Total carrying value
Financial assets					
Cash and cash equivalents	11	-	-	1.99	1.99
Trade receivables	10	-	-	116.04	116.04
Other non current financial asset	6	-	-	5.13	5.13
Other current financial asset	12	-	-	13.23	13.23
Total		-	-	136.39	136.39
Financial liabilities					
Non-current borrowings	15	-	-	141.40	141.40
Current borrowings	15	-	-	512.88	512.88
Trade payables	17	-	-	154.34	154.34
Other financial liabilities	18	-	-	80.76	80.76
Total		-	-	889.38	889.38
As at 31 March 2023					
Financial assets					
Cash and cash equivalents	11	-	-	5.34	5.34
Trade receivables	10	-	-	108.48	108.48
Other non current financial asset	6	-	-	4.36	4.36
Other current financial asset	12	-	-	38.60	38.60
Total		-	-	156.78	156.78
Financial liabilities					
Non-current borrowings	15	-	-	191.55	191.55
Current borrowings	15	-	-	218.04	218.04
Trade payables	17	-	-	55.50	55.50
Other financial liabilities	18	-	-	82.54	82.54
Total		-	-	547.63	547.63



41. Financial risk management objective and policies (continued)

Foreign currency sensitivity

The foreign exchange rate sensitivity is calculated by the aggregation of the net foreign exchange rate exposure with a simultaneous parallel foreign exchange rates shift in the currencies by 5% against the functional currency of the Company. A 5% appreciation / depreciation of the respective foreign currencies with respect to the functional currency would result in net decrease / increase in the Company's profit or loss and equity for the fiscal year 2024 and 2023 by Rs. 4.54 lacs and 1.65 lacs respectively.

(e) Interest rate risk

The Company is exposed to interest rate risk on short-term rate instruments. The borrowings of the Company are principally denominated in Indian rupees with floating rates of interest. These exposures are reviewed by appropriate levels of management on a monthly basis.

The exposure of the Company's financial liabilities as at balance sheet date to interest rate risk is as follows:

Particulars	31 March 2024	31 March 2023
Floating rate financial liabilities	455.28	409.59

The table below illustrates the impact of a 0.50% to 1.50% movement in interest rates on interest expense on loans and borrowings. The risk estimate provided assumes that the changes occur at the reporting date and has been calculated based on risk exposure outstanding as of date. The year end balances are not necessarily representative of the average debt outstanding during the year. This analysis also assumes that all other variables, in particular foreign currency rates, remain constant.

Movement in interest rates	31 March 2024	31 March 2023
0.50%	2.28	2.05
1%	4.55	4.10
1.50%	6.83	6.14

(d) Counterparty and concentration of credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities (primarily trade receivables), deposits with banks, short term investments, foreign exchange transactions and other financial assets. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

Trade receivables

Customer credit risk is managed by each business unit subject to the Company's established policy, procedures and control relating to customer credit risk management. In monitoring customer credit risk, customers are grouped according to their credit characteristics, including whether they are wholesale or end-user customer, their geographic location, trade history with the Company. An impairment analysis is performed quarterly. The calculation is based on historical experience/ current facts available in relation to default and delays in collection thereof. The management historical experience of collecting receivables is that credit risk is low. Hence, trade receivables are considered to be a single class of financial assets.

Financial assets other than trade receivables

With regards to other financial assets with contractual cash flows other than trade receivable, management believes these to be high quality assets with negligible credit risk. The management believes that the parties from which these financial assets are recoverable, have strong capacity to meet the obligations and where the risk of default is negligible and accordingly no provision for expected credit loss has been provided on these financial assets. Defined limits are in place for exposure to individual counterparties in case of mutual funds schemes. The carrying value of other financial assets other than cash and bank represents the maximum credit exposure.

42. Segment reporting

The Company is engaged in business of packing boxes, which constitute a single business segment, accordingly, disclosure requirements of Ind AS 108, "Operating Segments" are not required to be given.

We provide a significant volume of services to few customers. Therefore, a loss of a significant customer could materially reduce our revenues. The Company has following customers for the financial year ended March 31, 2024 that accounted for 10% or more of total revenue.

Particulars	31 March 2024	% of total revenue
Customer A	439.09	54.84%
Customer B	144.94	18.10%

43. Figures for the previous year has been regrouped/reclassified wherever necessary to confirm current year classification/presentation.

44 The Company has made assessments of its liquidity position and of the recoverability of carrying values of its assets at balance sheet date. Basis of evaluation and based on current estimates management has concluded that no material adjustments is required in financial statements.

The Company has incurred a loss of Rs. 304.89 lacs during the current financial year and has Net current inability position of Rs. 424.14 lacs as at year end. The Company has received letter of support from holding Company to provide financial support to the Company as it necessary to ensure that the Company continue as a going concern basis for next one year from the date of the financial closure of the accounts of the Company. Accordingly, the Company has prepared these financial statements on a going concern basis.

As per our attached report of even date

For B. Khosla & Co.
Chartered Accountants


ICAI Firm's Registration No.: 000205C


Sandeep Munda
Partner

Membership No. : 075482
Place: Jaipur
Date: 21 May 2024



For and on behalf of the Board of Directors of
Encase Packaging Private Limited


Ravankumar Pullula
Director
DIN: 05214075
Place: Sririty
Date: 21 May 2024


Raj Kumar Singh
Director
DIN: 08980903
Place: Jaipur
Date: 21 May 2024