

**STS Jewels Inc.****Special purpose balance sheet as at 31 March 2024****(All amount in USD, except share data and as stated otherwise)**

<b>Particulars</b>	<b>Notes No.</b>	<b>31 March 2024</b>	<b>31 March 2023</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	1,254	3,235
Other intangible assets	5	13,937	16,146
Non-current tax assets (net)	6	-	3,226
<b>Total non-current assets</b>		<b>15,191</b>	<b>22,607</b>
<b>Current assets</b>			
Inventories	7	7,840,774	7,279,883
Financial assets			
Trade receivables	8	4,550,999	3,885,146
Cash and cash equivalents	9	32,340	17,791
Others	10	565	176,403
Other current assets	11	154,792	53,489
<b>Total current assets</b>		<b>12,579,470</b>	<b>11,412,713</b>
<b>Total assets</b>		<b>12,594,661</b>	<b>11,435,320</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	12A	500,000	500,000
Other equity	12B	6,568,005	5,203,625
<b>Total equity</b>		<b>7,068,005</b>	<b>5,703,625</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Financial liabilities			
Trade payables	13	4,485,394	5,413,997
Other financial liabilities	14	900,885	295,951
Other current liabilities	15	16,622	11,876
Current tax liabilities (net)		123,754	9,870
<b>Total current liabilities</b>		<b>5,526,656</b>	<b>5,731,695</b>
<b>Total liabilities</b>		<b>5,526,656</b>	<b>5,731,695</b>
<b>Total equity and liabilities</b>		<b>12,594,661</b>	<b>11,435,320</b>
Significant accounting policies	3		

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

*For and on behalf of STS Jewels Inc.***Nitin Panwad**  
*Director**Place: Jaipur*

**STS Jewels Inc.****Special purpose statement of profit and loss for the year ended 31 March 2024****(All amount in USD, except share data and as stated otherwise)**

<b>Particulars</b>	<b>Notes No.</b>	<b>Year ended 31 March 2024</b>	<b>Year ended 31 March 2023</b>
Revenue from operations	16	15,472,511	13,340,648
Other income	17	29,571	2,985
<b>Total income</b>		<b>15,502,082</b>	<b>13,343,633</b>
<b>EXPENSES</b>			
Purchases of stock-in-trade	18	13,465,090	13,593,563
Changes in inventories of stock-in-trade	19	(560,891)	(2,200,759)
Employee benefits expense	20	797,514	767,698
Finance costs	21	3,641	4,139
Depreciation and amortization expense	22	7,012	9,090
Other expenses	23	62,654	81,874
<b>Total expenses</b>		<b>13,775,019</b>	<b>12,255,605</b>
<b>Profit before tax</b>		<b>1,727,063</b>	<b>1,088,028</b>
<b>Tax expense</b>	24		
Current tax		362,683	170,229
Deferred tax		-	69,437
<b>Total tax expense</b>		<b>362,683</b>	<b>239,666</b>
<b>Profit for the period/year (A)</b>		<b>1,364,380</b>	<b>848,362</b>
<b>Other comprehensive income</b>			
Items that will be reclassified to profit or loss		-	-
Items that will not be reclassified to profit or loss		-	-
<b>Total other comprehensive income for the period/year, net of tax (B)</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period/year (A+B)</b>		<b>1,364,380</b>	<b>848,362</b>
<b>Earnings per share (common stock) (not annualized)</b>			
Basic and diluted	25	6,821.90	4,241.81
Significant accounting policies	3		

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

*For* and on behalf of **STS Jewels Inc.****Nitin Panwad**  
*Director*

Place: Jaipur

## A. Share capital:

Balance as at 1 April 2023	Changes in capital due to prior period errors	Restated balance as at 1 April 2023	Changes in capital during the year	Balance as at 31 March 2024
500,000	-	-	-	500,000

Balance as at 1 April 2022	Changes in capital due to prior period errors	Restated balance as at 1 April 2023	Changes in capital during the year	Balance as at 31 March 2023
500,000	-	-	-	500,000

## B. Other equity

For the year ended 31 March 2024:

Particulars	Reserves and surplus		Total
	Securities premium	Retained earnings	
Balance as at 01 April 2023	2,490,357	2,713,268	5,203,625
Profit of the period	-	1,364,380	1,364,380
Other comprehensive income (net of tax)	-	-	-
<b>Balance as at 31 March 2024</b>	<b>2,490,357</b>	<b>4,077,648</b>	<b>6,568,005</b>

For the year ended 31 March 2023:

Particulars	Reserves and surplus		Total
	Securities premium	Retained earnings	
Balance as at 01 April 2022	2,490,357	1,864,905	4,355,263
Profit of the year	-	848,362	848,362
Other comprehensive income (net of tax)	-	-	-
<b>Balance as at 31 March 2023</b>	<b>2,490,357</b>	<b>2,713,268</b>	<b>5,203,625</b>

For and on behalf of STS Jewels Inc.

**Nitin Panwad**  
Director

Place: Jaipur

STS Jewels Inc.

Special purpose statement of cash flows for the year ended 31 March 2024

(All amount in USD, except share data and as stated otherwise)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
<b>A. Cash flow from operating activities</b>		
Profit for the year	1,727,063	1,088,028
Adjustments for:		
Depreciation and amortization expense	7,012	9,090
Finance costs	3,641	4,139
<b>Operating profit before working capital changes</b>	<b>1,737,716</b>	<b>1,101,257</b>
<b>Working capital adjustments:</b>		
(Increase) in trade receivables	(665,852)	916,788
(Increase) in inventories	(560,891)	(2,200,759)
Decrease in other assets	74,535	567,724
(Decrease) in trade payables, provisions, other current liabilities	(318,922)	(24,432)
<b>Cash generated from operating activities</b>	<b>266,586</b>	<b>360,578</b>
Income taxes paid (net)	(245,573)	(339,121)
<b>Net cash (used)/generated from operating activities (A)</b>	<b>21,013</b>	<b>21,457</b>
<b>B. Cash flows from investing activities</b>		
Purchase of property, plant and equipment and intangible assets	(2,822)	(21,528)
<b>Net cash used in investing activities (B)</b>	<b>(2,822)</b>	<b>(21,528)</b>
<b>C. Cash flows from financing activities</b>		
Repayment of Borrowings	-	-
Interest paid	(3,641)	(4,139)
<b>Net cash used in financing activities (C)</b>	<b>(3,641)</b>	<b>(4,139)</b>
<b>Net decrease in cash and cash equivalents (A+B+C+D)</b>	<b>14,550</b>	<b>(4,209)</b>
Opening balance of cash and cash equivalents	17,791	22,000
<b>Closing balance of cash and cash equivalents</b>	<b>32,341</b>	<b>17,791</b>
<b>Cash and cash equivalent comprises (refer note 9)</b>		
Balance with banks - current accounts	32,340	11,138
Cash on hand	-	6,653
	<b>32,340</b>	<b>17,791</b>

**Significant accounting policies**

3

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

- 1 The Statement of cash flows 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.

For and on behalf of STS Jewels Inc.

**Nitin Panwad**  
Director

Place: Jaipur

4 Property plant and equipment  
Reconciliation of carrying amount

Particulars	Furniture and fixtures	Office equipment	Computers	Total
<b>Balance as at 01 April 2022</b>	<b>55,690</b>	<b>8,054</b>	<b>20,547</b>	<b>84,290</b>
Additions	-	-	-	-
Written off /disposals	-	-	(1,107)	(1,107)
<b>Balance at 31 March 2023</b>	<b>55,690</b>	<b>8,054</b>	<b>19,440</b>	<b>83,183</b>
Additions	-	-	-	-
Written off /disposals/adjustments	(55,690)			(55,690)
<b>Balance at 31 March 2024</b>	<b>-</b>	<b>8,054</b>	<b>19,440</b>	<b>27,494</b>
<b>Accumulated depreciation</b>				
<b>Balance as at 01 April 2022</b>	<b>54,452</b>	<b>5,955</b>	<b>16,940</b>	<b>77,347</b>
Depreciation charge for the year	1,238	1,119	1,351	3,708
Written off /disposals/adjustments	-	-	(1,107)	(1,107)
<b>Balance at 31 March 2023</b>	<b>55,690</b>	<b>7,074</b>	<b>17,184</b>	<b>79,948</b>
Depreciation charge for the period	-	979	1,002	1,981
Written off /disposals/adjustments	(55,690)			(55,690)
<b>Balance at 31 March 2024</b>	<b>-</b>	<b>8,054</b>	<b>18,186</b>	<b>26,239</b>
<b>Carrying amount (net)</b>				
<b>Balance as at 31 March 2023</b>	<b>-</b>	<b>979</b>	<b>2,256</b>	<b>3,235</b>
<b>Balance as at 31 March 2024</b>	<b>-</b>	<b>-</b>	<b>1,254</b>	<b>1,254</b>

## 5 Other intangible assets

<b>Particulars</b>	<b>Softwares</b>
<b>Balance as at 01 April 2022</b>	<b>5,042</b>
Additions	21,528
Written off /disposals	-
<b>Balance at 31 March 2023</b>	<b>26,570</b>
Additions	2,822
Written off /disposals	-
<b>Balance at 31 March 2024</b>	<b>29,392</b>
<b>Accumulated depreciation</b>	
<b>Balance as at 01 April 2022</b>	<b>5,042</b>
Depreciation charge for the year	5,382
<b>Balance at 31 March 2023</b>	<b>10,424</b>
Depreciation charge for the period	5,031
<b>Balance at 31 March 2024</b>	<b>15,455</b>
<b>Carrying amount (net)</b>	
<b>Balance as at 31 March 2023</b>	<b>16,146</b>
<b>Balance as at 31 March 2024</b>	<b>13,937</b>

## 6 Non - current tax assets (net)

Particulars	31 March 2024	31 March 2023
Deposits with tax authorities	-	3,226
	-	3,226

## 7 Inventories

(As per Inventory taken, valued and certified by the management) (refer accounting policy)

Particulars	31 March 2024	31 March 2023
Finished Goods (includes goods in transit)	7,840,774	7,279,883
	7,840,774	7,279,883

## 8 Financial assets - trade receivables

Particulars	31 March 2024	31 March 2023
Trade Receivables considered good - unsecured	4,550,999	3,885,146
	4,550,999	3,885,146

The movement in change in allowance for expected credit loss and credit impairment:

Particulars	31 March 2024	31 March 2023
Balance at the beginning of the year	-	10,268
Bad debts booked/amount received during the period/year	-	(10,268)
Provision for bad debts reversed during the period/year	-	-
Balance at the end of the period/year	-	-

## Trade receivables ageing schedule as on 31 March 2024

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	-	4,024,843	25,284	440,448	60,424	-	4,550,999
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
	-	4,024,843	25,284	440,448	60,424	-	4,550,999

## Trade receivables ageing schedule as on 31 March 2023

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	60,548	3,526,770	237,405	60,424	-	-	3,885,146
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
	60,548	3,526,770	237,405	60,424	-	-	3,885,146

9 Cash and cash equivalent

Particulars	31 March 2024	31 March 2023
<b>Cash and cash equivalents</b>		
(i) Balances with banks:		
Balance with banks - current accounts	32,340	11,138
Cash on hand	-	6,653
	<u>32,340</u>	<u>17,791</u>

10 Financial Assets - others

Particulars	31 March 2024	31 March 2023
<b>Current</b>		
Other receivables	565	176,403
	<u>565</u>	<u>176,403</u>

11 Other current assets

Particulars	31 March 2024	31 March 2023
<b>Unsecured, considered good</b>		
<b>Advances other than capital advances</b>		
Advances to suppliers	150,094	49,086
<b>Others</b>		
Prepaid expenses	4,699	4,403
	<u>154,792</u>	<u>53,489.26</u>



## 12A Share capital

Particulars	31 March 2024	31 March 2023
<b>Authorised capital</b>		
200 shares of No par value (31 March 2023: 200 common stock of No par value)	500,000	500,000
	<b>500,000</b>	<b>500,000</b>
<b>Issued, subscribed and fully paid-up capital</b>		
200 shares of No par value (31 March 2023: 200 common stock of No par value)	500,000	500,000
<b>Total issued, subscribed and fully paid-up share capital</b>	<b>500,000</b>	<b>500,000</b>

## Reconciliation of number of capital outstanding at the beginning and at the end of financial year:

Common stock of no par value issued, subscribed and fully paid	31 March 2024		31 March 2023	
	No of common stock	Amount	No of common stock	Amount
Balance at the beginning of the period/year	200	500,000	200	500,000
Common stock issued during the period/year	-	-	-	-
<b>Balance at the end of the period/year</b>	<b>200</b>	<b>500,000</b>	<b>200</b>	<b>500,000</b>

## b) Terms / rights attached to shares

The Company has one class of common stock of no par value. Each stakeholder is eligible in the event of liquidation to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their stake.

## c) Details of promoter holding more than 5% capital in the Company:

Name of the stakeholder	31 March 2024		31 March 2023	
	% of Holding	No. of common stock	% of Holding	No. of common stock
Vaibhav Global Limited	100	200	100	200

d) The ultimate holding company is Brett Enterprises Private Limited.

e) There are no bonus stock, stock issued for consideration other than cash or shares bought back during the period of five years immediately preceding the reporting date.

f) There is no change in promoter stakeholding during current period and previous year.

## 12B Other equity

Particulars	31 March 2024	31 March 2023
<b>Reserves and surplus</b>		
<b>Retained earnings :</b>		
Opening balance	2,713,268	1,864,905
Net profit for the period/year	1,364,380	848,362
<b>Closing balance</b>	<b>4,077,648</b>	<b>2,713,268</b>
<b>Securities premium:</b>		
Opening balance	2,490,357	2,490,357
Movement during the period/year	-	-
<b>Closing balance</b>	<b>2,490,357</b>	<b>2,490,357</b>
<b>Total (a+b)</b>	<b>6,568,005</b>	<b>5,203,625</b>

## 12C Nature of reserves

## a) Retained earnings

Retained earnings comprises undistributed earnings after taxes.

## b) Securities premium

Amounts received on issue of common stocks in excess of the par value has been classified as securities premium, net of utilisation.

**13 Trade payables**

Particulars	31 March 2024	31 March 2023
Trade payables	4,485,394	5,413,997
	<u>4,485,394</u>	<u>5,413,997</u>

**Trade payables ageing schedule as on 31 March 2024**

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed	11,527	4,272,356	-	-	-	4,283,883
Disputed	-	-	-	-	-	-
	<u>11,527</u>	<u>4,272,356</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,283,883</u>
Accrued expenses						201,511
						<u>4,485,394</u>

**Trade payables ageing schedule as on 31 March 2023**

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed	1,560,902	3,715,759	25,592	11,285	-	5,313,538
Disputed	-	-	-	-	-	-
	<u>1,560,902</u>	<u>3,715,759</u>	<u>25,592</u>	<u>11,285</u>	<u>-</u>	<u>5,313,538</u>
Accrued expenses						100,459
						<u>5,413,997</u>

**14 Other financial liabilities**

Particulars	31 March 2024	31 March 2023
Employee benefit payables	32,674	27,207
Other payables	868,212	268,744
	<u>900,885</u>	<u>295,951</u>

**15 Other current liabilities**

Particulars	31 March 2024	31 March 2023
Statutory dues payable	16,622	11,876
	<u>16,622</u>	<u>11,876</u>

**16 Revenue from operations**

Particulars	Year ended	Year ended
	31 March 2024	31 March 2023
Sale of products	15,472,511	13,340,648
	<u>15,472,511</u>	<u>13,340,648</u>

**17 Other income**

Particulars	Year ended	Year ended
	31 March 2024	31 March 2023
Miscellaneous income	29,571	2,985
	<u>29,571</u>	<u>2,985</u>

**18 Purchases of stock-in-trade**

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Purchases of stock-in-trade	13,465,090	13,593,563
	<b>13,465,090</b>	<b>13,593,563</b>

**19 Changes in inventories of stock-in-trade**

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
<b>Inventory at the beginning of the period/year</b>		
Stock-in-trade	7,279,883	5,079,124
<b>Inventory at the end of the period/year</b>		
Stock-in-trade	7,840,774	7,279,883
	<b>(560,891)</b>	<b>(2,200,759)</b>

**20 Employee benefits expense**

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Salaries and wages	681,792	679,139
Contribution to employee benefits funds	54,101	45,063
Share based payments to employees*	49,268	31,733
Staff welfare expenses	12,353	11,763
	<b>797,514</b>	<b>767,698</b>

\* ESOP's to the employees of Company has been issued by the Holding Company and proportionate expenses have been allocated by the issuing Holding Company.

**21 Finance costs**

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Other borrowing costs	3,641	4,139
	<b>3,641</b>	<b>4,139</b>

**22 Depreciation and amortisation expense**

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Depreciation of property, plant and equipment	1,981	3,708
Amortisation of intangible assets	5,031	5,382
	<b>7,012</b>	<b>9,090</b>

**23 Other expense**

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Rent, Rates and taxes	-	19,994
Insurance	3,388	2,400
Travelling and conveyance	10,648	6,216
Legal and professional fees	22,392	22,931
Postage and telephone	2,243	917
Packing and forwarding	11,725	24,764
Donation	-	3,000
Miscellaneous expenses	12,258	1,652
	<b>62,654</b>	<b>81,874</b>

24 Tax expenses

Particulars	Year ended 31 March 2024	Year ended 31 March 2023		
<b>A Tax expense charged to statement of profit and loss</b>				
Current tax	362,683	170,229		
Deferred tax	-	69,437		
	<b>362,683</b>	<b>239,666</b>		
<b>B Reconciliation of effective tax rate</b>				
Particulars	Year ended 31 March 2024		Year ended 31 March 2023	
	%	Amount	%	Amount
<b>Profit before tax</b>		<b>1,727,063</b>		<b>1,088,028</b>
Tax expense as per statutory income tax rate	21.00%	362,683	21.00%	228,486
Other	0.00%	0	1.03%	11,180
<b>Tax expenses</b>	<b>21.00%</b>	<b>362,683</b>	<b>22.03%</b>	<b>239,666</b>
<b>C Movement in temporary differences</b>				
Particulars	Unused tax losses		Total	
<b>Balance as at 01 April 2022</b>		<b>69,437</b>		<b>69,437</b>
Recognised in profit and loss during the year		(69,437)		(69,437)
<b>Balance as at 31 March 2023</b>		<b>-</b>		<b>-</b>
Recognised in profit and loss during the year		-		-
<b>Balance as at 31 March 2024</b>		<b>-</b>		<b>-</b>

25 Earnings per share (common stock)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
<b>Basic and diluted earning per share (common stock)</b>		
The calculation of profit attributable to stakeholders and weighted average numbers of common stock outstanding for purpose of basic and diluted earning per share calculation are as follows		
i. Profit for the year, attributable to stakeholders	1,364,380	848,362
ii. Weighted average number of common stock for basic and diluted EPS		
Opening balance	200	200
Effect of share options exercised	-	-
<b>Weighted average number of common stock (diluted) for the year</b>	<b>200</b>	<b>200</b>
iii. Basic and diluted earning per share (common stock)	6,822	4,242

**26 Share-based payments**

The expense recognised for employee services received during the year is shown in the following table:

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Expense arising from equity-settled share-based payment transactions	49,268	31,733

**27 Contingent liabilities and commitments**

There are no contingent liabilities and capital commitments at the current and previous year end.

**28 Segment reporting**

An operating segment is a component of an entity that engages in business activities from which it may earn revenues and incur expenses, whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance for which discrete financial information is available.

The Company is engaged in selling of Jewelry which is the primary business segment based on the nature of products traded and sold. In view of same, the Company has only one reportable segment viz 'selling of Jewelry' as required by Ind AS 108 on 'Operating Segments'.

The Company sales its product majorly in two geographies: America (including Canada), United Kingdom (including some parts of Europe) and others.

Geography	Year ended 31 March 2024	Year ended 31 March 2023
United States of America (USA)	13,517,427	10,232,972
United Kingdom (UK)	265,619	465,876
Others	1,689,465	2,641,800
<b>Total</b>	<b>15,472,511</b>	<b>13,340,648</b>

The Company has following customers for the financial year ended March 31, 2024 and March 31, 2023 that accounted for 10% or more of total sale of goods:

Particulars	% of total sale of goods	Year ended 31 March 2024	% of total sale of goods	Year ended 31 March 2023
Shop LC Global Inc	86.78%	13,426,885	75.68%	10,096,417
Vaibhav Global Limited	10.78%	1,667,854	11.61%	1,548,576

**29 Related party transactions**

**i) List of related parties (with reference to holding company):**

**A. Ultimate Holding Company**

Brett Enterprises Private Limited

**B. Immediate Holding Company**

Vaibhav Global Limited

**C. Fellow subsidiary companies with whom transactions have occurred:**

- 1 STS Global Supply Limited, Hong Kong (formerly STS Gems Limited)
- 2 STS Global Limited, Thailand (formerly STS Gems Thai Limited)
- 3 Shop LC GmbH, Germany
- 4 Shop LC Global Inc, USA
- 5 ShopTJC Limited, UK
- 6 Mindful Souls B.V. (acquired on 26th September, 2023)

**D. Director:**

- 1 Mr. Sunil Agrawal
- 2 Mr. Vineet Ganeriwala (upto 28th October, 2022)
- 3 Mr. Nitin Panwad (from 28th October, 2022)

**ii) (a) Details of related party transactions:**

Type of transaction	Vaibhav Global Limited, India	Shop TJC Limited	Shop LC Global Inc.	STS Global Supply Limited, Hong Kong	STS Global Limited, Thailand	Shop LC GmbH, Germany	Mindful Souls B.V.	Total
<b>Transactions during the year ending 31 March 2024:</b>								
Sale of goods	1,667,854	278,085	13,426,885	-	-	35,252	2,609	15,410,685
Purchase of goods	2,911,977	4,743	7,680	1,374,051	(49,538)	-	-	4,248,913

(a) Details of related party transactions (continued):

Type of transaction	Vaibhav Global Limited, India	Shop TJC Limited	Shop LC Global Inc.	STS Global Supply Limited, Hong Kong	STS Global Limited, Thailand	Shop LC GmbH, Germany	Mindful Souls B.V.	Total
<b>Transactions during the year ending 31 March 2023:</b>								
Sale of goods	1,548,576	465,876	10,096,417	655,607	-	164,431		12,930,908
Purchase of goods	1,793,907	-	-	43,295	192,098	-		2,029,300

(b) Details of balances with related party:

Type of transaction	Vaibhav Global Limited, India	Shop TJC Limited	Shop LC Global Inc.	STS Global Supply Limited, Hong Kong	STS Global Limited, Thailand	Shop LC GmbH, Germany	Mindful Souls B.V.	Total
<b>Balances as at 31 March 2024:</b>								
Amount receivable	397,898	72,451	3,451,588	115,607	13,964	384,373	2,609	4,438,490
Amount payable	1,525,038	-	501,720	845,403	47,916	36,040	-	2,956,117

Type of transaction	Vaibhav Global Limited, India	Shop TJC Limited	Shop LC Global Inc.	STS Global Supply Limited, Hong Kong	STS Global Limited, Thailand	Shop LC GmbH, Germany	Mindful Souls B.V.	Total
<b>Balances as at 31 March 2023:</b>								
Amount receivable	458,112	133,308	2,080,491	655,607	13,964	349,121		3,690,603
Amount payable	1,523,462	-	-	21,351	508,289	36,040		2,089,142

## 30 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 on 31 March 2024	Note No.	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value
<b>Financial assets</b>					
Trade receivables	8	-	-	4,550,999	4,550,999
Cash and cash equivalents	9	-	-	32,340	32,340
Other current financial asset	10	-	-	565	565
		-	-	<b>4,583,904</b>	<b>4,583,904</b>
<b>Financial liabilities</b>					
Trade payables	13	-	-	4,485,394	4,485,394
Other current financial liabilities	14	-	-	900,885	900,885
		-	-	<b>5,386,280</b>	<b>5,386,280</b>
<b>As on 31 March 2023</b>					
<b>Financial assets</b>					
Cash and cash equivalents	9	-	-	17,791	17,791
Trade receivables	8	-	-	3,885,146	3,885,146
Other current financial asset	10	-	-	176,403	176,403
		-	-	<b>4,079,341</b>	<b>4,079,341</b>
<b>Financial liabilities</b>					
Trade payables	13	-	-	5,413,997	5,413,997
Other current financial liabilities	14	-	-	295,951	295,951
		-	-	<b>5,709,948</b>	<b>5,709,948</b>

## (ii) Fair value hierarchy

The table shown below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined below:

## a) Level 1:

Level 1 hierarchy includes financial instrument measured using quoted prices. This includes listed equity instruments that have a quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period end.

## b) Level 2:

If inputs required to fair value an instrument other than quoted prices included within Level 1 are observable, either directly (i.e., as prices) or indirectly (i.e., derived from prices), the instruments are included in Level 2.

## c) Level 3:

If one or more of the significant inputs is not based on observable market data, the instruments is included in level 3.



The fair value of the financial assets and liabilities are included at the amount that would be received to sell an asset and paid to transfer a liability in an orderly transaction between market participants. The following methods and assumptions were used to estimate the fair values:

- Trade receivables, cash and cash equivalents, loans, other current financial assets, trade payables and other current financial liabilities: Approximate their carrying amounts largely due to the short-term maturities of these instruments.

### 31 Employee benefit obligations

#### Defined Contribution Plan

The Company has contributed USD 54,101 (31 March 2023: USD 45,063) towards defined contribution plans.

### 32 Financial risk management objective and policies

This section gives an overview of the significance of financial instruments for the Company and provides additional information on the balance sheet. Details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in respective notes.

#### Risk management framework

The Company being driven by the market forces, its businesses are subject to several risks and uncertainties including financial risks. The Company's documented risk management policies act as an effective tool in mitigating the various financial risks to which the business is exposed to, in the course of their daily operations.

The risk management policies cover areas around all identified business risks including commodity price risk etc., Risks are identified through a formal risk management programme with active involvement of senior management personnel and business managers. The Company has in place risk management processes in line with the Company's policy. Each significant risk has an owner, who coordinates the Risk Management Process.

The risk management framework aims to:

- Better understand our risk profile;
- Understand and better manage the uncertainties which impact our performance;
- Contribute to safeguarding Company value and interest of various stakeholders;
- Ensure that sound business opportunities are identified and pursued without exposing the business to an unacceptable level of risk;
- Improve compliance with good corporate governance guidelines and practices as well as laws and regulations, and
- Improve financial returns

**Treasury management**

The Company's treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports which analyse exposures by degree and magnitude of risks. These risks include market risk (including currency risk, fair value interest rate risk and price risk), credit risk, liquidity risk and cash flow interest rate risk.

Treasury management focuses on capital protection, liquidity maintenance and yield maximization. The treasury operates as per the delegation of authority from the Board. Day-to-day treasury operations are managed by Company's finance team. Long-term fund raising including strategic treasury initiatives are handled by a Treasury team. A monthly reporting system exists to inform senior management of investments, debt, currency. The Company has a strong system of internal control which enables effective monitoring of adherence to Company's policies.

**Financial Risk**

The Company's Board approved financial risk policies comprise liquidity, currency, interest rate and counterparty risk. The Company does not engage in speculative treasury activity but seeks to manage risk and optimise interest through proven financial instruments.

**(a) Liquidity**

The Company requires funds both for short-term operational needs as well as for long-term investment programmes mainly in growth projects. The Company generates sufficient cash flows from the current operations which together with the available cash and cash equivalents provide liquidity both in the short-term as well as in the long-term.

The Company remains committed to maintaining a healthy liquidity, gearing ratio, deleveraging and strengthening balance sheet. The maturity profile of the Company's financial liabilities based on the remaining period from the date of balance sheet to the contractual maturity date is given in the table below. The figures reflect the contractual undiscounted cash obligation of the Company.

	As on 31 March 2024			
	< 1 Year	1 - 3 Year	>3 Year	Total
Trade and other payables	4,485,394	-	-	4,485,394
Other financials liabilities	900,885	-	-	900,885
<b>Total</b>	<b>5,386,280</b>	<b>-</b>	<b>-</b>	<b>5,386,280</b>

  

	As on 31 March 2023			
	< 1 Year	1 - 3 Year	>3 Year	Total
Trade and other payables	5,413,997	-	-	5,413,997
Other financials liabilities	295,951	-	-	295,951
<b>Total</b>	<b>5,709,948</b>	<b>-</b>	<b>-</b>	<b>5,709,948</b>

**(b) Foreign exchange risk**

The Company operates internationally and primarily exposed to US Dollar only.

**(c) 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) 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 receivable**

Customer credit risk is managed as per the established policy, procedures and control relating to customer credit risk management. In monitoring customer credit risk, customers are categorized 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.

**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 excepted credit loss has been provided on these financial assets.

### 33 Regulatory Information

- (i) The Benami Transactions (Prohibition) Act, 1988 is not applicable in the jurisdiction where Company is operating.
- (ii) The Companies Act, 2013 is not applicable in the jurisdiction where Company is operating.
- (iii) The Company has not traded or invested in Crypto currency or virtual currency during the financial year.
- (iv) 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
- (v) 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)
  - b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (vi) The Company does not have any immovable property.

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*For* and on behalf of **STS Jewels Inc.**

**Nitin Panwad**  
*Director*

Place: Jaipur