

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF KAUSHALYA LOGISTICS PRIVATE LIMITED

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

1. Opinion

- A. We have audited the accompanying Financial Statements of **Kaushalya Logistics Private Limited** ("the Company"), which comprises the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and the Statement of Cash Flows for the year then ended, and notes to financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").
- B. 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 Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs (financial position) of the Company as at March 31, 2022, the **profit** (financial performance) and its cash flows for the year ended on that date.

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial statements section of our report. We are independent of the Company in accordance with the Code of ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the Board's Report including Annexures to Board's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



4. Management's Responsibility and those charged with Governance for the Financial Statements

- A. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
- B. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

5. Auditor's Responsibilities for the Audit of the Financial Statements

- A. 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.
- B. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- i) 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.
 - ii) Obtain an understanding of internal 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.



iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

iv) 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.

v) 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.

- D. 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.
- E. 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.

II. Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2 As required by Section 143(3) of the Act, based on our audit we report that:

- A. We have sought and obtained, all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- B. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- C. The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
- D. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014



- E. On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 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**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- G. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company has no pending litigations as at 31st March, 2022 which has impact on its financial statements.
 - ii) The Company did not have any long-term contracts including derivative contracts outstanding as at 31st March, 2022 for which there were any material foreseeable losses.
 - iii) The company did not have any dues which were required to be transferred to the Investor Education and Protection fund during the year ended as at 31st March, 2022
 - 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.
- (d) The Company has neither declared nor paid any dividend during the year

PLACE: NEW DELHI
DATE: 03.09.2022

FOR K.N. GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS
FRN304153E


(B.R. GOYAL)
PARTNER
M. NO. 12172

UDIN : 22012172AVNPVA7558



ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

The Annexure "A" referred to in paragraph II (2) of our report of even date to the members of **Kaushalya Logistics Private Limited** on the Financial Statements for the year ended 31st March, 2022, we report the following:

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
- a) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment. The Company has maintained proper records showing full particulars of intangible assets.
 - b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which Property, Plant and Equipment are verified in a phased manner over a period of one year. In accordance with this programme, certain Property, Plant and Equipment were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
 - c) Based on our examination of the property tax receipts, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties, disclosed in the Financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
 - d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
 - e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii) The inventories except goods in transit have been physically verified during the year lying at various factory sites by the management at reasonable intervals. In our opinion, no material discrepancies were noticed on physical verification of stocks.

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 been sanctioned any working capital limits in excess of Rs. 5 crore, in aggregate, during the year, from banks on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

- iii) The Company has made investments in, companies, firms, Limited Liability Partnerships, and granted loans to other parties, during the year, in respect of which:

(a) (A) The Company has not granted any loan, not stood guarantee or provided security on behalf of its subsidiaries, joint ventures and associates.

(B) The Company has granted loans to other parties, not stood guarantee nor provided security, details are as follows,



Particulars	Amount (In Rs. Lakhs)
Loan Provided during the year	1,159.15
Balance Outstanding at Balance Sheet Date	996.73

- (b) In our opinion, investments made and The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
- (c) In respect of loans granted by the Company, schedule of repayment of principal and payment of interest has not been stipulated
- (d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
- (e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- (f) The Company has granted loans in the nature of loans repayable on demand or without specifying any terms or period of Repayment, details are as follows:

Particulars	Amount (In Rs. Lakhs)	Percentage thereof to the total loans granted
Aggregate amount of Loan granted to Related Parties during the year	1,159.15	100%

- iv) 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 complied with the provisions as specified under Sections 185 and 186 of the Companies Act, 2013 ("Act") in respect of loans granted during the year.

In respect of the investments made by the Company, in our opinion the provisions of Section 186 of the Act have been complied with.

- v) The Company has not accepted any deposits or amounts which are deemed to be deposits and hence paragraph 3(v) of the Order is not applicable to the Company.
- vi) The Central Government has not prescribed the maintenance of cost records under Sub Section (1) of Section 148 of the Companies Act, 2013 for any of the products/services of the Company.
- vii) In respect of Statutory Dues –
- (a) According to the information & explanations given to us & on the basis of our examination of the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state insurance, income tax , Goods &Service Tax (GST) ,duty of custom, cess and other statutory dues wherever applicable.



According to the information and explanations given to us, no undisputed arrears of statutory dues were outstanding as on the last date of the financial year for a period of more than six months from the date they became payable.

- (b) According to the records of the Company, there was no dues in respect of income tax, Goods & Service Tax (GST) duty of customs, cess and other statutory dues which have not been deposited on account of disputes.

- viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix) In respect of paragraph 3(ix)

- a. Based on our audit procedures and according to the information given by the management, the company has not defaulted repayment in respect of any loans or borrowings from any financial institution, bank, government.
- b. The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c. Based on our audit procedures and according to the information given by the management, the term loans were applied for the purpose for which the loans were obtained and not for any other purpose.
- 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 has no subsidiaries, associate or joint ventures, hence reporting on clause 3(ix)(e) of the Order is not applicable
- i. The company has no subsidiaries, associate or joint ventures, hence reporting on clause 3(ix)(f) of the Order is not applicable

x) In respect of paragraph 3(x)

- a. The Company has not raised any money by way of any initial public offer or further public offer (including debt instrument) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b. During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

xi) In respect of paragraph 3(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 and up to the date of this report.



(c) The Company is not required by statute to implement vigil mechanism under Companies Act, hence reporting under clause (xi) (c) of the Order is not applicable.

- xii) The Company is not a Nidhi Company and hence paragraph 3 (xii) of the Order is not applicable to the Company
- xiii) As per the information and explanations and records made available by the management of the company and audit procedure performed, for the related party's transaction entered during the year, the company has complied with the provisions of sec 188 of the act, wherever applicable and the details of related party transactions have been disclosed in the Financial statements as required by the applicable accounting standards. The provisions of section 177 of the act are not applicable to the Company
- xiv) **In respect of paragraph 3(xiv)**
(a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv) In our opinion during the year the Company has not entered into any non-cash transaction with Director or person connected with him. Hence paragraph 3 (xv) of the Order is not applicable to the Company.
- xvi) In our opinion, the Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934 and hence paragraph 3 (xvi) of the Order is not applicable to the Company.
- xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors of the Company during the year.
- xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Financial statements and 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 indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due



- xx) Provisions of Section 135 (Corporate Social Responsibility (CSR)) of the Companies Act, is not applicable to the company for current year. Hence, reporting under clause 3(xx) of the Order is not applicable.

PLACE: NEW DELHI
DATE: 03.09.2022

FOR K.N. GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS
FRN304153E


(B.R. GOYAL)
PARTNER
M. NO. 12172



**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE
FINANCIAL STATEMENTS OF Kaushalya Logistics Private Limited**

(Referred to in paragraph (II 1E) under 'Report on other Legal and Regulatory
Requirements' of our report of even date)

**REPORT ON THE INTERNAL FINANCIAL CONTROLS OUR FINANCIAL REPORTING
UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT,
2013 ("THE ACT")**

We have audited the internal financial controls with reference to financial statement of **Kaushalya Logistics Private Limited** ("the Company") as of March 31, 2022 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 Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control with reference to financial statement 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". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statement based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over financial reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statement were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statement and their operating effectiveness.

Our audit of internal financial controls with reference to financial statement included obtaining an understanding of internal financial controls with reference to financial statement, 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 judgement, including the assessment of the risks of material misstatement of the Financial statements, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to financial statement.

MEANING OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENT

A company's internal financial control with reference to financial statement 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 with reference to financial statement includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENT

Because of the inherent limitations of internal financial controls with reference to financial statement, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statement to future periods are subject to the risk that the internal financial control with reference to financial statement 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, the Company has, in all material respects, an adequate internal financial Controls system with reference to financial statement and such internal financial controls with reference to financial statement were operating effectively as at March 31, 2022, based on "the internal control with reference to financial statement 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"

PLACE: NEW DELHI
DATE: 03.09.2022

FOR K.N. GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS
FRN304153E




(B.R. GOYAL)
PARTNER
M. NO. 12172

PART I — BALANCE SHEET

Kaushalya Logistics Private Limited (formerly known as Kaushalya Buildcon Pvt. Ltd.)
Balance Sheet as at 31st March, 2022

(All amounts are in Rupees Lakhs)

Particulars	Note No.	As at 31 st March, 2022	As at 31 st MARCH, 2021
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	2	15.00	15.00
(b) Reserves and surplus	3	1,206.73	830.42
(2) Non-current liabilities			
(a) Long-term borrowings	4	2,476.88	1,070.37
(b) Deferred tax liabilities (Net)	6	-	3.27
(d) Long-term provisions	5	33.93	-
(3) Current liabilities			
(a) Short-term borrowings	7	1,234.34	817.76
(b) Trade payables	8	1,050.80	252.26
(c) Other current liabilities	9	323.16	165.85
(d) Short-term provisions	10	148.13	117.39
TOTAL		6,488.97	3,272.32
II. ASSETS			
Non-current assets			
(1) (a) Property, Plant and Equipment and Intangible assets			
(i) Property, Plant and Equipment	18	111.65	83.34
(ii) Intangible assets			
(b) Non-current investments	11	2,634.59	121.52
(c) Deferred tax assets (Net)	6	0.70	-
(d) Other non-current assets	12	29.76	25.46
(2) Current assets			
(a) Current investments		-	-
(b) Inventories	13	379.60	-
(c) Trade receivables	14	1,024.63	367.84
(d) Cash and cash equivalents	15	1,061.13	1,769.38
(e) Short-term loans and advances	16	1,018.23	607.92
(f) Other current assets	17	228.70	296.86
Total		6,488.97	3,272.32

Summary of significant accounting policies

The accompanying notes (1 to 34) are integral part of the financial statements

IN TERMS OF OUR REPORT OF EVEN DATE.

FOR K N GUTGUTIA & CO.
CHARTERED ACCOUNTANTS
 Firm Registration Number: 304153E

(B R Goyal)
 PARTNER
 M. NO.12172

For and on behalf of the board
 For Kaushalya Logistics Private Limited

(Uddhav Poddar)
 Director
 DIN: 00886181

(Ram Gopal Choudhary)
 Director
 DIN: 06637502

PLACE : NEW DELHI
 DATE : 03-09-2022



PART II— PROFIT AND LOSS**Kaushalya Logistics Private Limited (formerly known as Kaushalya Buildcon Pvt. Ltd.)***Profit and loss statement for the year ended 31st March, 2022**(All amounts are in Rupees Lakhs)*

	Particulars	Note No.	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
I	Revenue from operations	19		
II	Other income	20	6,028.75	3,140.32
			330.17	188.08
III	Total Revenue (I + II)		6,358.92	3,328.40
IV	Expenses:			
	Purchases of Stock-in-Trade	21	2,130.90	-
	Changes in Inventories of Stock-in-Trade	22	(379.60)	-
	Operating Expenses	23	2,765.20	2,161.57
	Employee benefits expense	24	422.90	389.60
	Finance costs	25	277.99	111.52
	Depreciation and amortization expense	18	31.97	32.29
	Other expenses	26	586.87	234.60
	Total expenses		5,836.24	2,929.58
V	Profit before tax (IV - III)		522.69	398.82
VI	Tax expense:			
	(1) Current tax		(148.13)	(117.39)
	(2) Deferred tax		3.97	17.92
	(3) Tax adjustments related to earlier years		(2.22)	0.34
VII	Profit (Loss) for the period (V - VI)		376.31	299.69
VIII	Earnings per equity share:			
	(1) Basic		250.87	199.79
	(2) Diluted		250.87	199.79

Summary of significant accounting policies

The accompanying notes (1 to 34) are integral part of the financial statements

IN TERMS OF OUR REPORT OF EVEN DATE.

FOR K N GUTGUTIA & CO.
CHARTERED ACCOUNTANTS
 Firm Registration Number: 304153E

(B R Goyal)
 PARTNER
 M. NO.12172

For and on behalf of the board
 For Kaushalya Logistics Private Limited

(Uddhav Poddar)
 Director
 DIN: 00886181

(Ram Gopal Choudhary)
 Director
 DIN: 06637502

PLACE : NEW DELHI
 DATE : 03-09-2022



Kaushalya Logistics Private Limited (formerly known as Kaushalya Buildcon Pvt. Ltd.)
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

(All amounts are in Rupees Lakhs)

S. No	Particulars	For the year ended 31 st March, 2022	For the year ended 31 st March, 2021
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit/(Loss) Before tax	522.69	398.82
	Adjustment for:		
	Depreciation and amortization	31.97	32
	Finance Cost paid	278	111
	Interest Received	(181.57)	(139)
	Loss on sale/discard of FA	0.73	13
	Operating profit before working capital changes	129	17.08
	Adjustment for:	652	415.91
	(Increase)/Decrease in receivables	(1,003.22)	(78.84)
	Increase/(Decrease) in payables/provision	1,020.52	(233.87)
	(Increase)/Decrease in inventories	(379.60)	-
	Cash generated from operations	(362.30)	(313)
	Direct taxes paid	289.52	103
	Net cash inflow/(outflow) from operating activities (A)	(150.35)	(117.06)
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Property, Plant & Equipment	(61.01)	(15.99)
	Proceeds from Sale of Property, Plant & Equipment	-	121.75
	Maturity/Investments in Bank Fixed Deposits	749.58	(843.68)
	Investment in properties	(2,513.1)	-
	Interest Received	181.57	138.93
	Net cash inflow/(outflow) from investing activities (B)	(1,642.94)	(598.99)
C.	CASH FLOW FROM FINANCING ACTIVITIES:		
	Proceeds from/ (repayment of) long term borrowings	1,406.52	109.92
	Proceeds from/ (repayment of) short term borrowings	416.58	574.79
	Finance Cost paid	(277.99)	(110.99)
	Net Cash Inflow/(Outflow) from financing activities (C)	1,545.10	573.71
	Net increase/(decrease) in cash and cash equivalents (A+B+C)	41.33	(39.13)
	Cash and cash equivalents at the beginning of the year	11.84	50.97
	(Opening balance)		
	Cash and cash equivalents at the closing of the year	53.17	11.84
	(Closing balance)		

Foot Note:-

- The above cash flow has been prepared under the Indirect Method as set out in the Accounting Standard-3 Cash flow Statements by The Institute of Chartered Accountants of India.
- Previous year figures have been regrouped/rearranged wherever considered necessary to confirm to make them comparable.
- Cash & Cash Equivalent at the closing of the year includes Cash in hand, Bank Balances, Cheque in hand & Dr. Balance of Overdraft.

For K N Gutgutia & Co.
Chartered Accountants
Firm Registration Number: 304153E

(B R Goyal)
Partner
M. No. 12172

For and on behalf of Board
For Kaushalya Logistics Private Limited

(Uddhav Poddar)
Director
DIN: 00886181

(Ram Gopal Choudhary)
Director
DIN: 06637502

PLACE : NEW DELHI
DATE : 03-09-2022



As at 31st MARCH, 2022

As at 31st MARCH, 2021

2 SHARE CAPITAL

Authorized

1,50,000 Equity Shares of Rs.10/- each
(P/Y 1,50,000 Equity Shares of Rs.10/- each)

15.00

15.00

Issued, Subscribed & Paid up

1,50,000 Equity Shares of Rs 10/- each fully paid up
(P/Y 1,50,000 Equity Shares of Rs 10/- each fully paid up)

15.00

15.00

Note:-

- 2.1 The Company has only one class of shares referred to as equity shares having par value of Rs 10/- .Each holder of equity shares is entitled to one vote per share.
- 2.2 The details of shareholders holding more than 5% shares as at 31st March, 2022 and 31st March 2021 is set out below:

Name of the shareholder	As At 31st March, 2022		As At 31st March, 2021	
	No of shares	% held	No of shares	% held
Uddhav Poddar-HUF	15,000	10.00%	15,000	10.00%
Mr Uddhav Poddar	47,650	31.77%	47,650	31.77%
Master Vedant Poddar Minor U/g Uddhav Poddar	28,330	18.89%	15,000	10.00%
Master Shiven Poddar Minor U/g Bhumika Poddar	27,500	18.33%	15,000	10.00%
Bhumika Realty Pvt Ltd	29,500	19.67%	29,500	19.67%
Vidhika Poddar Bagri	-	0.00%	10,830	7.22%
G.S.Poddar-HUF	-	0.00%	15,000	10.00%

- 2.3 The reconciliation of the number of shares outstanding as at 31st March, 2022 and 31st March, 2021 is set out below:

Particular	As At 31st March, 2022		As At 31st March, 2021	
	No of shares	Amount in Rs	No of shares	Amount in Rs
Numbers of shares at the beginning of the year	150,000	1,500,000	150,000	1,500,000
Add: Shares issued during the year				
Numbers of shares at the end of the year	150,000	1,500,000	150,000	1,500,000

- 2.4 Shares reserved for issue under options and contracts/commitments for the sale of shares/disinvestment, including the terms and amounts : NIL
- 2.5 In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.
- 2.6 Shares held by Promoters at 31st March 2022:

Name of the shareholder	No of shares	% of total shares	% Change during the year
Uddhav Poddar-HUF	15000	10.00%	0.00%
Mr Uddhav Poddar	47650	31.77%	0.00%
Master Vedant Poddar Minor U/g Uddhav Poddar	28330	18.89%	88.87%
Master Shiven Poddar Minor U/g Bhumika Poddar	27500	18.33%	83.33%
Bhumika Realty Pvt Ltd	29500	19.67%	0.00%
Anubhav Minerals Pvt. Ltd.	2000	1.33%	0.00%



For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director

3 RESERVE AND SURPLUS**Surplus**

Opening balance

Add: Profit / (Loss) for the year

830.42 530.74

376.31 299.69

1,206.73 830.42

Non Current Liabilities**4 Long Term Borrowings****Term Loan**

- Term Loan from others (Secured)

Less: Current Maturities

931.07 1,096.46

(138.78) (97.78)

792.30 998.68

- Term Loan from Banks for Properties (Secured)

Less: Current Maturities

1,582.05 -

(94.37) -

1,487.67 -

- Vehicle Loan from Banks (Secured)

Less: Current Maturities

10.14 30.68

(3.10) (12.33)

7.03 18.35

Other Long Term Loans

- From Related party (Unsecured)

160.27 -

- From Other party (Unsecured)

29.61 53.34

2,476.88 1,070.37

4.1 Vehicle Loans are secured by way of first charge over specific vehicles and the same are repayable as per term of agreement.

4.2 Term Loan includes loan availed from Aditya Birla Finance Limited amounting to Rs1000(In Lacs) is secured by first & Exclusive charge (equitable mortgage) on property : Plot No.E 504 situated at Greater Kailash - II, New Delhi Belonging to its Director Mr. Uddhav Poddar and is repayable in 120 equated installments of Rs 14.21/-(In Lacs) beginning from April 2019.

4.3 Term Loan Includes ECLGS loan availed from Aditya Birla Finance Limited amounting to Rs 189.96/-(In Lacs) is secured by second charge over existing primary and collateral security including mortgage on property created for the existing facility (as stated above) and is repayable in 36 equated installments of Rs 6.30/-(In Lacs) beginning from October 2021.

4.4 Property Loan availed from ICICI Bank amounting to Rs. 359.40/-(In Lacs) and Rs. 243.50/-(In Lacs) to Purchase (Shop No.M012 and M016 to M018) Property at Plot No.F210 to F223, RHCO Industrial area, Sukher, Tehsil Udaipur, City Udaipur, Pincode-313004, Rajasthan and same are secured by charge on Property and is repayable in 180 equated installments of Rs 3.48/-(In Lacs) and 180 equated installments of Rs 2.36/-(In Lacs) beginning from October 2021.

4.5 Property Loan availed from HDFC Bank amounting to Rs. 1000/-(In Lacs) (with Co-borrower-Bhumika Reality Private Ltd, Uddhav poddar) to Purchase Property at (Shop No.M001 to M010) Property at Plot No.F210 to F223, RHCO Industrial area, Sukher, Tehsil Udaipur, City Udaipur, Pincode-313004, Rajasthan and same are secured by charge on Property and is repayable in 120 equated installments of Rs 11.61/-(In Lacs)

5 Long-term provisions

Provision for Gratuity and Leave Encashment

33.93 -

33.93 -

6 Deferred Tax Liabilities/(Assets)

Deferred tax Liabilities (Net)

Deferred tax Assets (Net)

- 3.27

0.70 -

0.70 3.27

7 Short-term borrowings**Overdraft Facility**

From Bank -Secured

998.09 707.65

Current Maturity of Long term Debt (Refer Note No 4)

236.25 110.11

1,234.34 817.76

7.1 Overdraft facility availed from ICICI Bank and Au Small Finance Bank against fixed deposits.



For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director

8 Trade Payable

total outstanding dues of micro enterprises and small enterprises (Refer Note 23 (b))
total outstanding dues of creditors other than micro enterprises and small enterprises

1,050.80	252.26
1,050.80	252.26

Note:-

8.1 Trade Payables Outstanding for following periods from date of transaction:

Trade payables ageing schedule for the year ended as on March 31, 2022:

Particulars	MSME	Others	Total
Less than 1 year	-	1,044.89	1,044.89
1-2 years	-	5.91	5.91
2-3 years	-	-	-
More than 3 years	-	-	-
Total	-	1,050.80	1,050.80

Trade payables ageing schedule for the year ended as on March 31, 2021:

Particulars	MSME	Others	Total
Less than 1 year	-	247.17	247.17
1-2 years	-	5.08	5.08
2-3 years	-	-	-
More than 3 years	-	-	-
Total	-	252.26	252.26

No Disputed dues as on 31-Mar-22 & 31-Mar-21

9 Other current liabilities

Advance from customers	38.21	5.67
Accrued Salaries & Benefits	45.41	34.77
Statutory Dues	26.48	100.49
Other payables	14.16	24.92
Interest Accrued but not due	12.48	-
Provision for expenses	67.06	-
Provision for Sales return	119.36	-
	323.16	165.85

10 Short-term provisions

Provision for Income Tax	148.13	117.39
	148.13	117.39

11 Non- Current Investments

Investment in equity instruments (fully paid up equity shares)

Face Value	No of Shares (C/y)	No of Shares (P/y)		
(Quoted)				
10 Uddhav Properties Ltd.	5,00,000	5,00,000	50.00	50.00
(Unquoted)				
10 Bhumiika Realty Pvt. Ltd.*	69,728	22,500	4.73	4.73
10 Bhumiika Realty Pvt. Ltd.	85,000	84,300	8.50	8.50
10 YSDS PVT LTD	5,200	5,200	5.04	5.04
10 Bhumiika Enterprises Pvt. Ltd.	31,900	31,900	53.25	53.25
*KFL Infra & Logistics Pvt Ltd merge with Bhumiika Realty Pvt. Ltd. subsequently 69728 equity shares allotted in lieu of 22500 equity shares.			121.52	121.52

Investment in properties

2,513.07

2,634.59	121.52
----------	--------

11.1 Aggregate amount of quoted Investments Market value of quoted Investments

50.00	50.00
NA	NA



For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director

11.2 Investment in properties made as below:

Unit No.	Property Address	Total Value*
M001 to M010	Plot No.F210 to F223, RHCO Industrial area, Sukher, Tehsil Udaipur,	1,570.45
M012	City Udaipur, Pincode-313004, Rajasthan	578.38
M016 to M018		364.24
Total		2,513.07

*Investment value includes Taxes, Stamp Duty/Registry charges.

12 Other non-current assets

Security deposits (unsecured, considered good)	29.76	25.46
	29.76	25.46

13 Inventories

Stock-in-trade	285.20	-
Electronics Items	94.40	-
Cement		-
	94.40	-

13.1 Inventories - Electronics Items includes Television, Refrigerator and other Electronics appliances

14 Trade receivables

Unsecured, considered good unless stated otherwise - Outstanding for period exceeding six months from the date they are due for payment Other receivables	1,024.63	367.84
TOTAL	1,024.63	367.84

Note:-

14.1 Trade Receivables Outstanding for following periods from date of transaction:

Trade receivables ageing schedule for the year ended as on March 31, 2022:

Particulars	Undisputed Trade receivables - considered goods	Undisputed Trade receivables - considered doubtful
Less than 6 months	986.39	-
6 months - year	1.44	-
1-2 years	36.80	-
2-3 years	-	-
More than 3 years	-	-
Total	1,024.63	-

Trade receivables ageing schedule for the year ended as on March 31, 2021:

Particulars	Undisputed Trade receivables - considered goods	Undisputed Trade receivables - considered doubtful
Less than 6 months	364.15	-
6 months - year	0.27	-
1-2 years	3.42	-
2-3 years	-	-
More than 3 years	-	-
Total	367.84	-

No Disputed Trade receivables as on 31-Mar-22 & 31-Mar-21

For Kaushalya Logistics Pvt. Ltd.

Director



For Kaushalya Logistics Pvt. Ltd.

Director

15 Cash and Cash Equivalents

Balance with Banks		
Cheque in Hand	46.19	10.81
Cash on Hand	6.75	-
Bank Overdraft (Dr. balance)	0.23	0.39
	-	0.64
Other Bank Balances (Maturity exceeding 12 Months) in Deposit Accounts	1,007.96	1,757.54
	1,061.13	1,769.38

16 Short-term loans and advances

Advance to suppliers	16.90	50.92
Imprest to employees & other parties	4.59	33.61
Loans and advances to Related Parties (unsecured, considered good)	996.73	523.39
	1,018.23	607.92

17 Other Current Assets

Advance payment of Income tax (including TDS)	140.80	77.47
Balances with government authorities	83.33	133.95
Others Receivables	-	82.24
Prepaid Expenses	4.56	3.21
	228.70	296.86

For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director



18 Property, Plant and Equipment

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	AS ON 01.04.2021	ADDITION DURING THE YEAR	DEDUCTION / ADJUSTMENT	AS ON 31.03.2022	FOR THE YEAR	ADJUSTMENT DEDUCTION	AS ON 31.03.2022	AS ON 31.03.2021
Computer & Laptop	24.58	6.58	(0.75)	30.41	4.23	(0.68)	7.39	5.11
Furniture & Fixtures	15.93	1.21	(0.43)	16.72	2.27	(0.16)	5.52	6.83
Vehicles	113.44	-	(0.58)	112.86	19.49	(0.29)	41.50	61.29
Office Equipment	32.08	2.37	(0.33)	34.11	4.66	(0.22)	7.71	10.11
Plant & Machinery - DG Set	-	50.86	-	50.86	1.33	-	49.52	-
TOTAL	186.02	61.01	(2.08)	244.96	31.97	(1.34)	111.65	83.34
Previous year	453.66	15.99	283.63	186.02	32.29	149.14	83.34	234.12

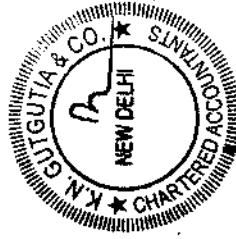
(All amounts are in Rupees Lakhs)

For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director



Kaushalya Logistics Private Limited (formerly known as Kaushalya Buildcon Pvt. Ltd.)
NOTES ATTACHED TO FORMING PART OF FINANCIAL STATEMENT AS ON 31.03.2022

(All amounts are in Rupees Lakhs)

	FOR THE YEAR ENDED 31 ST MARCH, 2022	FOR THE YEAR ENDED 31 ST MARCH, 2021
	(Amount in Rs)	(Amount in Rs)
19 Revenue from operations		
Sale of Product		
Sales - Electronics Items	2,768.24	-
Sales return	(407.69)	-
Sales return - Provision	(119.36)	-
Discounts	(94.89)	-
	<u>2,146.30</u>	<u>-</u>
Sale of Services		
Clearing & Forwarding Agency Income (Including Handling, Transportation & incidental Income)	3,744.13	3,135.57
Freight Income	21.50	4.75
Professional Income	67.50	-
	<u>3,833.13</u>	<u>3,140.32</u>
Other Operating Income	49.32	-
	<u>6,029</u>	<u>3,140</u>
19.1 Sales - Electronics Items includes Sales of Television, Refrigerator, and other Electronics appliances		
20 Other Income		
Interest Income	181.57	138.93
Return on Investment	114.96	-
Rental Income	26.98	32.86
Miscellaneous income (Liabilities no longer required written back)	6.66	16.29
	<u>330.17</u>	<u>188.08</u>
21 Purchases of Stock-in-Trade		
Purchases - Electronics Items		
Purchases return	2,512.87	-
(Less) Purchases discount	(14.58)	-
	<u>(461.80)</u>	<u>-</u>
	2,036.50	-
Purchases - Cement	94.40	-
	<u>2,130.90</u>	<u>-</u>
21.1 Purchases - Electronics Items Includes Purchase of Television, Refrigerator, and other Electronics appliances		
22 Changes in Inventories of Stock-in-Trade		
Opening Stock:		
Electronics Items	-	-
Cement	-	-
	<u>-</u>	<u>-</u>
Less: Closing Stock		
Electronics Items	285.20	-
Cement	94.40	-
	<u>379.60</u>	<u>-</u>
Net Increase/(Decrease) in stock	<u>(379.60)</u>	<u>-</u>

For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director



23 Operating Expenses

Freight & Depot Operation Charges	2,760.70	2,143.57
Reconciliation & Billing Expenses	4.50	18.00
	<u>2,765.20</u>	<u>2,161.57</u>

24 Employee benefit expense

Salaries, Wages	401.30	372.15
Contribution to Provident fund and other funds	17.17	15.67
Staff Welfare Expenses	4.43	1.78
	<u>422.90</u>	<u>389.60</u>

25 Finance costs

Interest expense		
Interest on Other Loans	142.57	84.85
Interest on Bank Overdraft	52.94	18.91
Interest on Property Loan from banks	36.56	-
Interest on Vehicle Loan	2.01	4.52
Other Interest	11.23	2.50
Other Finance Cost	27.65	0.21
Bank Charges	5.05	0.53
	<u>277.99</u>	<u>111.62</u>

26 Other expenses

Marketplace Expenses	205.17	-
Shipping Expenses	105.76	-
Legal, professional & consultancy charges	101.19	81.51
Rent	64.50	60.48
Travelling and conveyance	23.84	14.02
Vehicle, Running & Maintenance	13.45	7.76
Repair & Maintenance	0.61	0.28
Communication	10.66	9.28
Insurance Expense	3.33	8.07
Printing and Stationery	4.19	2.79
Office Maintenance	5.16	4.94
Water & Electricity Charges	3.37	2.85
Donation	5.31	2.55
Technology infrastructure charges	1.43	-
Fees & Subscription	0.32	0.16
Advertisement & Business Promotion Expenses	0.97	-
Rates & Taxes	5.29	5.41
Payment to Auditor	-	-
- Statutory audit fees	2.00	2.00
- Tax audit fees	0.15	0.15
Loss on Sale/Discard of Assets	0.73	12.74
Miscellaneous Expenses	29.40	19.62
	<u>586.87</u>	<u>234.60</u>



For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

A. Corporate Information

Kaushalya Logistics Private Limited (herein after referred to as "the Company") was incorporated on 24-08-2007 as a private limited Company under the Companies Act, 2013 and domiciled in India. The Company is presently engaged in C & F Agency, Transportation and in the business of retail trade of various types of home appliances, consumer electronics etc. and allied services on various online marketplaces.

B. Basis of preparation and presentation of financial statements

- i. These accounts are prepared on historical cost basis and on the Accounting principles of going concern. Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles.
- ii. The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except to the extent stated otherwise.
- iii. All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

C. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

i) Sale of Services

The Company recognizes revenue from services namely Clearing & Forwarding and Freight, Handling & Transportation services on accrual basis.

ii) Sale of traded goods

Sale of traded goods represents revenue from the sale of products (net of sales return, provision for future expected sales return and trade discounts). The sale is recorded when the products are delivered and all significant risks and rewards of ownership of the goods have passed to the customers. It is the company's policy to sell its products to the end customers with a right of return within specified period on case to case basis. Historical experience is used to estimate and provide for such returns at the time of sales and Sale is reversed at year end (As per Guidance note on Accounting by E-commerce Entities issued by ICAI). The Company collects Goods and Service Tax on behalf of the government and therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenue.

iii) Income from auxiliary activities

Income from auxiliary activities includes shipping revenue, gift wrapping fees and subvention fee recovery, etc. Revenue is recognized as and when services are rendered. Company collects Goods and Service Tax on behalf of the Government and therefore, these are not economic benefit flowing to the Company, hence they are excluded from revenue.

For Kaushalya Logistics Pvt. Ltd.

Director



For Kaushalya Logistics Pvt. Ltd.

Director

iv) Interest income

Income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "Other Income" in the Statement of Profit and Loss.

v) Rental income

Rental income arising from operating lease on investment properties is accounted for on a straight line basis over lease terms unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases and is included in the Statement of profit or loss due to its operating nature.

D. Property, Plant and Equipment

Property, Plant and Equipment are stated at cost net of tax/duty credits & subsidy availed, if any, less accumulated depreciation/amortization/impairment losses. The cost of fixed assets includes freight, other incidental expenses related to the acquisition and installation of the respective assets, preoperative expenses and borrowing costs directly attributable to fixed assets which necessarily take a substantial period of time to get ready for their intended use.

Depreciation has been provided for on straight line method (for proportionate period in use) in accordance with the rates of Schedule II to the companies Act, 2013 (as amended) on the cost of assets as referred to above. Useful life is determined by the Management on technical evaluation which is not more than the life specified in schedule II to the companies ACT , 2013.

Depreciation on addition to assets has been calculated on pro-rata basis from the date of acquisition / installation. Depreciation on assets sold has been calculated on pro-rata basis till the date of sale/ deletion.

E. Borrowing costs

Borrowing costs including incidental/ ancillary costs are recognized in the Statement of Profit and Loss in the period in which it is incurred, except where the cost is incurred for acquisition, construction or production of an asset that takes a substantial period of time to get ready for its intended use in which case it is capitalized up to the date the assets are ready for their intended use. Ancillary costs incurred in connection with the arrangement of borrowings are amortized over the period of such borrowings.

F. Inventories

Inventory of traded goods are valued at lower of direct costs (Direct cost is the prime cost incurred in bringing the inventories to their present location and condition) and estimated net realizable value, after adjusting for obsolescence, where appropriate. Cost is determined on First-In-First-Out (FIFO) basis. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale. The company has calculated the provision for inventory basis the percentage as per historical experience for future expected sales return and reversed Inventory Valuation as at year end (As per Guidance note on Accounting by E-commerce Entities issued by ICAI).

G. Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.



Director

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties, etc. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition cost is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

H. Taxes on Income

Current Tax

Current tax expense is based on the provisions of Income Tax Act, 1961 and judicial interpretations thereof as at the Balance Sheet date and takes into consideration various deductions and exemptions to which the Company is entitled to as well as the reliance placed by the Company on the legal advices received by it. Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis.

Deferred Tax

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the current year and reversal of timing differences for earlier years. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance

Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed at each Balance Sheet date and are written-down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax.

Minimum Alternate Tax

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset in accordance with the recommendation contained in the Guidance Note on "Accounting for Credit Available in respect of Minimum Alternative Tax under The Income Tax Act, 1961" issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the statement of Profit and Loss Account and shown as MAT Credit Entitlement. The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income tax during the specified period.

For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director



H. Earnings Per share

Basic earnings per share is calculated by dividing the net profit / (loss) for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit / (loss) for the year attributable to equity shareholders and the weighted average numbers of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

I. Provision Contingent Liabilities and Contingent Assets

The Company recognizes a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligations. A disclosure of the contingent liability, if determinable, is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. But where is a possible obligation, but the likelihood of outflow of resources is remote, no provision/disclosure is made.

Contingent Assets are neither recognized nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the assets and related income are recognized in the period in which the change occurs.

J. Use of Estimates

In preparing Company's financial statements in conformity with accounting principles generally accepted in India, management is required to make estimated assumptions that affect the reported amount of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could in the period differ from those estimates. Any revision to accounting estimates is recognised in the period the same is determined.

K. Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

L. Employee Benefits

Short-Term Employee Benefits

All employee benefits falling due within twelve months of the end of the period in which the employees render the related services are classified as short-term employee benefits, which include benefits like salaries, wages, short term compensated absences, incentives, etc. and are recognized as expenses in the period in which the employee renders the related service and measured accordingly.

Gratuity and Leave Encashment

Gratuity is accounted for on the basis of estimated liability at the year end and not on the actuarial valuation basis in view of the fact that it will not materially affect in terms of total amount.

Leave encashment benefit is accounted for on the basis of estimated liability at the year end and not on the actuarial valuation basis in view of the fact that it will not materially affect in terms of total amount.

Provident Fund

Provident Fund is deposited with Regional Provident Fund Commissioner. This is treated as defined contribution plan. Company's contribution to the Provident Fund is charged to Profit & Loss Account.

Cont...

For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director



27 Related party disclosures for the year ended March 31,2022

a Related party and their relationship

Relationship	Name of Related Party
Key Managerial Person	Uddhav Poddar
Relative of Director	Bhumika Poddar
Relative of Director	Vijay Laxmi Poddar
Mr. Gaun Shankar Poddar	Mr. Gaun Shankar Poddar
Partnership firm which is under significant influence of the Key Managerial Person of the reporting enterprise	Bhumika Cinemas LLP
	Bhumika Highstreet India Pvt Ltd
	Bhumika Projects Ltd.
Private company which is under significant influence of the Key Managerial Person of the reporting enterprise	Uddhav Properties Ltd
	Bhumika Realty Pvt. Ltd
	Anubhav Minerals Pvt Ltd
	Bhumika Enterprises Private Limited

b Transactions with the related parties

Name of Related Party	Nature of transaction	FY 2021-22	FY 2020-21
Mr. Gaun Shankar Poddar	Consultancy Fees	19.80	18.15
Vijay Laxmi Poddar	Salary	9.00	9.00
Bhumika Poddar	Salary	54.00	22.50
Bhumika Enterprises Pvt.Ltd	Office Rent Income	25.53	24.31
Bhumika Enterprises Pvt.Ltd	Warehouse Operation & Management Income	36.00	20.00
Bhumika Enterprises Pvt.Ltd	Interest income on Loan	44.13	21.23
Bhumika Enterprises Pvt.Ltd	Assured Return received on investment in Property (Interest Income)	119.62	-
Bhumika Enterprises Pvt.Ltd	Reimbursement of Expenses	36.31	67.42
Bhumika Enterprises Pvt. Ltd.	Handling Charges Expenses	-	179.22
Bhumika Enterprises Pvt. Ltd.	Commission Expenses	-	278.08
Bhumika Enterprises Pvt. Ltd.	Car Rent Income	-	7.35
Bhumika Enterprises Pvt. Ltd.	Office Operation Income	-	7.50
Bhumika Enterprises Pvt. Ltd.	Purchase of Property, Plant & Equipment	50.86	-
Bhumika Enterprises Pvt. Ltd.	Investment in Properties	2,513.07	-
Bhumika Cinemas LLP	Interest Income on Loan	81.59	38.36
Bhumika Highstreet India Pvt Ltd	Rent Income	0.26	-
Bhumika Projects Ltd.	Rent Income	0.60	0.60
Uddhav Properties Ltd	Rent Income	0.24	0.24
Uddhav Properties Ltd	Interest Paid	5.15	0.24
Anubhav Minerals Pvt Ltd	Rent Income	0.24	0.24
Anubhav Minerals Pvt Ltd	Interest Paid	0.85	-
Bhumika Realty Pvt Ltd	Rent Income	0.12	0.12
Bhumika Realty Pvt Ltd	Interest Paid	0.93	-

c Balance with related parties

Name of Related Party	Nature of transaction	FY 2021-22	FY 2020-21
Bhumika Enterprises Pvt.Ltd	Debtor	78.66	(0.20)
Bhumika Enterprises Pvt.Ltd	Loan Receivable	383.16	-
Bhumika Enterprises Pvt.Ltd	Creditor	-	96.94
Bhumika Poddar	Salary Payable	2.55	2.50
Vijay Laxmi Poddar	Salary Payable	1.65	0.55
Bhumika Cinemas LLP	Loan Receivable	613.58	508.00
Bhumika Highstreet India Pvt Ltd	Unsecured Loan O/s (Interest Free)	16.50	-
Bhumika Projects Ltd.	Other Receivable	0.59	0.16
Bhumika Highstreet India Pvt Ltd	Other Receivable	0.12	-
Uddhav Properties Ltd	Unsecured Loan O/s	107.17	-
Bhumika Realty Pvt Ltd	Other Payable	1.65	1.65
Bhumika Realty Pvt Ltd	Unsecured Loan O/s	20.53	-
Anubhav Minerals Pvt Ltd	Unsecured Loan O/s	18.06	-



28 Segment Reporting

The Company is presently engaged in C & F Agency, Transportation and in the business of retail trade of various types of home appliances, consumer electronics etc. and allied services on various online marketplaces, which is in the context of Accounting Standard-17. Segment reporting is submitted below:

Particulars	Trade of Electronic Appliances		Service Income		Total	
	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21
Revenue						
Revenue from Operations	2,195.62	-	3,833.13	3,140.32	6,028.75	3,140.32
Other Income	-	-	330.17	188.08	330.17	188.08
Inter Unit Transfer*	-	-	-	-	-	-
TOTAL Income	2,195.62	-	4,163.30	3,328.40	6,358.92	3,328.40

For Kaushalya Logistics Pvt. Ltd.

Director

For Kaushalya Logistics Pvt. Ltd.

Director

Particulars	Trade of Electronic Appliances		Service Income		Total	
	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21
Segment Results						
Profit before tax	75.15	-	447.54	398.82	522.69	398.82
Segment Assets	4,820.20	-	1,668.78	3,272.32	6,488.97	3,272.32
Segment Liabilities	3,926.65	-	1,340.59	2,426.90	5,267.24	2,426.90
Depreciation and Amortization Expenses	-	-	31.97	32.29	31.97	32.29
Capital Expenditure*	-	-	61.01	15.99	61.01	15.99

*Note: Capital Expenditure includes FA purchase during the year

29 Earnings per share (EPS)

EPS is calculated by dividing the profit / (Loss) attributable to the equity shareholders by the average number of equity shares outstanding during the year. Number used for calculating basic and diluted earnings per equity share as started below:

Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
Profit/(Loss) after tax	376.31	299.69
Weighted Average Number of shares outstanding during the year (Nos.)	1,50,000	1,50,000
Face Value per share (RS.)	10	10
Basic EPS (Rs.)	250.87	199.79
Diluted EPS (Rs.)	250.87	199.79

30 Ratios

The following are analytical ratios for the year ended March 31, 2022 and March 31, 2021

Particular	Numerator	Denominator	Current year	Preceding year	Variance
Current Ratio	Current assets	Current liabilities	1.35	2.25	-40.09%
Debt-Equity Ratio	Total Debt	Shareholder's Equity	3.04	2.23	36.01%
Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	1.76	2.61	-32.44%
Return on Equity Ratio	Net Profits after taxes	Average Shareholder's Equity	0.00%	0.00%	-15.50%
Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory	2.83	-	-
Trade Receivables turnover ratio	Revenue	Average Accounts Receivable	2.16	1.85	17.19%
Trade payables turnover ratio	Purchases & Operating Expenses	Average Trade Payables	1.88	1.47	27.75%
Net capital turnover ratio	Revenue	Working Capital	6.31	1.86	239.18%
Net profit ratio	Net Profit after Tax	Revenue	0.00%	0.00%	-34.59%
Return on Capital employed	Earning before interest and taxes	Capital Employed	62.86%	60.28%	4.28%

Reason for variance (if more than 25%) -

The company has commenced retail trade business of Electronic appliances in current FY, due to it ratios are fluctuated more than 25%, thus comparison to previous FY is difficult to ascertain

31 Loans or Advances in the nature of loans

Details of Loans or Advances in the nature of loans are granted to, Promoters, Directors KMP's, related parties during the year, that are: (a) repayable on demand; or (b) without specifying any terms or period of repayment:

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Related Parties		
Bhumika Enterprises Pvt.Ltd	383.16	38%
Bhumika Cinemas LLP	613.58	62%

32 The Company is a Small and Medium Sized Company (SMC) as defined in the General Instruction in respect of Accounting Standard notified under the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standard as applicable to a Small and Medium Sized Company.

33 Other Notes -

- Contingent liabilities to the extent not provided for - NIL
- Sundry Advances, Sundry Debtors, Sundry Creditors are subject to confirmation.
- There are no amounts due and outstanding to be credited to Investor Education and Protection Fund
- Detail of Corporate Social Responsibility (CSR) Expenditure, Provisions of Section 135 of Companies Act not applicable on company for the year
- Earning in foreign exchange/ Expenditure in foreign currency - NIL
- Security of current assets against borrowings - Details of Quarterly statements filed by the Company with banks.
- No Revaluation of Property, Plant and Equipment done during the year
- No Charges yet to be registered with ROC as at the end of year

34 Previous year figures have been regrouped/ rearranged wherever considered necessary.

IN TERMS OF OUR REPORT OF EVEN DATE.

FOR K N GUTGUTIA & CO.
CHARTERED ACCOUNTANTS
Firm Registration Number: 304153E

(B R Goyal)
PARTNER
M. NO.12172

PLACE : NEW DELHI
DATE : 03-09-2022



For and on behalf of the board
For Kaushalya Logistics Private Limited

(Uddhav Poddar)
Director
DIN: 00886181

(Ram Gopal Choudhary)
Director
DIN: 06637502