

INDEPENDENT AUDITORS' REPORT

To the Members of Sahasra Electronics Private Limited

Report on Audit of the Consolidated Financial Statements

Qualified Opinion

We have audited the accompanying Consolidated financial statements of **Sahasra Electronics Private Limited** ("the Company"), and two subsidiaries and one associate (the company and its Subsidiaries and associate together referred to as "the Group") which comprise the consolidated Balance Sheet as at 31st March 2024 and the consolidated Statement of Profit and Loss for the year then ended and the Consolidated Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us except for the possible effect of the matter described in the Basis for Qualified Opinion paragraph (amount unascertained), the consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2024;
- (b) In the case of the Statement of Profit and Loss of the Profit for the year ended on that date;
- (c) In the case of the Statement of Cash Flow for the year ended on that date;

Basis for Qualified Opinion

1. Standalone Financial Statement of the Sahasra Electronics (Rwanda) Private Limited (Subsidiary Company) have been prepared in accordance with International Financial Reporting Standards (IFRS) and it is not practicable for Subsidiary Company to prepare accounts as per accounting policies of holding Company i.e. Companies accounting standard rules, 2006, hence, effect of difference in variation of accounting policies in profit is not ascertainable. (Note No. 25 B(ii)(c))
2. Standalone management certified financial statement of Optima Technology Associates Inc. (Subsidiary Company) are in accordance with US GAAP and it is not practicable for Subsidiary Company to prepare accounts as per accounting policies of holding Company i.e. Companies accounting standard rules, 2006 hence, effect of difference in variation of accounting policies in profit is not ascertainable. (Note No. 25 B(ii)(b))
3. No accounting policy has been given in management certified financial statement of Optima Technology Associate Inc. hence, it has not been included in consolidated account and effect of variation in respect of valuation of inventory, depreciation rate and life of assets etc. in profit is not



ascertainable. Further in Fixed Assets schedule individual nature of fixed assets, total cost, depreciation and net value could not be given and total figure was given. (Note No. 25 B(i)(g))

4. Ageing of Trade receivable and payables as required by Schedule III has not been given in the absence of non-receipt of ageing from subsidiaries.

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 Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the Consolidated financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this Auditors' Report. Our opinion on the consolidated 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 Consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Responsibility of Management for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Consolidated/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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 implementation and maintenance of 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 Consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the Consolidated 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.

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 Consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company 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 Consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Other Matter

1. The Consolidated financial statement includes unaudited figures of Optima Technology Associates Inc. (Subsidiary Company) which has been, certified as at date of Balance Sheet by the management.
2. We did not audit the financial statements of Sahasra Electronics (Rwanda) Private Limited (Subsidiary Company) and Optima Technology Associates Inc. (Subsidiary Company) which reflect Total Assets of Rs. 4,510.04 Lacs as at 31.03.2024 and Total revenue of Rs.13,400.45 Lacs for the year ended on 31.03.2024 and share of Net Loss is Rs. 76.92 Lacs as expressed in Indian currency. The financial statements of Sahasra Electronics (Rwanda) Private Limited (Subsidiary Company) has been audited by their auditor and financial statements of Optima Technology Associates Inc. (Subsidiary Company) has been certified by the management and are not audited.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done by the other auditors/ financial statements/ information certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept so far as it appears from our examination of those books.
 - c) The Consolidated Balance Sheet and the Consolidated Statement of Profit and Loss and consolidated cash flow dealt with by this report are in agreement with the books of account.



- d) In our opinion, the aforesaid consolidated 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 of Holding Company and Associate Company (which are incorporated in India) as on 31st March, 2024 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) Our report on the internal financial control under clause i of sub section 3 of section 143 of the Act for the holding and its associate companies (which are incorporated in India) is enclosed as per **Annexure -A**.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- a) The Group has disclosed the impact of pending litigations in notes to Accounts.
- b) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.
- d) The Management of Holding Company and its Associate Company incorporated in India 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 them 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 Holding Company and its Subsidiary Company incorporated in India ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- e) The Management of Holding Company and its Associate Company incorporated in India 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 them 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.



- f) 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 (d) and (e) above, contain any material misstatement.
- g) The company has not proposed and declared any dividend in current year and previous year.
- h) Based on our examination, which included test checks, the company has not used accounting software for maintaining its books of account for the financial year ended 31st March, 2024 which has a feature of recording audit trail (edit log) facility

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

For P K M B & CO.
Chartered Accountants
(Firm Registration No. 005311N)

(P K Jain)

Partner

Membership No. 010479



Place: New Delhi

Date: 09th September 2024

Annexure A to the Independent Auditors' report of even date on the Consolidated Financial Statement of Sahasra Electronics Private Limited for the year ended 31.03.2024

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **Sahasra Electronics Private Limited** of even date)

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2024, we have audited the internal financial controls over financial reporting of **Sahasra Electronics Private Limited** (hereinafter referred to as the "Company") and its associate companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Boards of Directors of the Company and its associate companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 internal financial controls system over financial reporting of the Company and its associate companies, which are companies incorporated in India.

Meaning of Internal Financial Controls over Financial Reporting

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

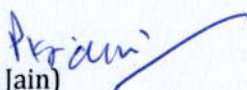
Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Company and its associate companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the criteria for internal financial control over financial reporting established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For **P K M B & CO.**
Chartered Accountants
(Firm Registration No. 005311N)


(P K Jain)
Partner
Membership No. 010479



Place: New Delhi
Date: 09th September 2024

SAHASRA ELECTRONICS PRIVATE LIMITED

NOTE – 25 Material Accounting policies and notes to Accounts

A. CORPORATE INFORMATION

The Holding Company is engaged in manufacturing of Printed Circuit Boards, LED Lighting Products and USB Flash Storage Devices and also engaged in Training for Skill Development of Electrical & Electronics items. The Company has registered office at House No. - 33, Pocket-I, Jasola, New Delhi – 110055. The Company has one workshop at 129 G, Noida Special Economic Zone, Noida – 201305.

B. MATERIAL ACCOUNTING POLICIES

i) PRINCIPLES OF CONSOLIDATION

The consolidated financial statements relate to M/s Sahasra Electronics Private Limited ("the Company"), its two subsidiary companies and an Associate Company. The consolidated financial statements have been prepared on the following basis:

- (a) The financial statements of the Company and its subsidiary companies are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions in accordance with Accounting Standard (AS) -21 "Consolidated Financial Statements".
- (b) In case of foreign subsidiaries, being non-integral foreign operations, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised in the Exchange Fluctuation Reserve.
- (c) In case of associates, where the company holds 20 % or more equity or/and exercise significant influence, investments are accounted for by using equity method in accordance Accounting Standard (AS)-23 on accounting for investments in associates in consolidated financial statements.
- (d) The difference between the costs of investment in the subsidiary Companies, over the net assets at the time of acquisition of shares in the subsidiaries is recognized in the consolidated financials as Goodwill or Capital Reserve, as the case may be.
- (e) Minority Interest's share of net profit of consolidated subsidiaries for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the company.
- (f) Minority Interest's share of net assets of consolidated subsidiaries is identified and presented in the consolidated balance sheet separate from liabilities and the equity of the company's shareholders.
- (g) a) As far as possible, the consolidated financial statements of holding co are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the company's separate financial statements.
b) No accounting policy has been given in management certified financial statement of Optima Technology Associates, Inc. (Subsidiary Co).



c) Accounting Policy of Sahasra Electronics (Rwanda) Pvt Ltd (subsidiary Co) are different as compared to accounting policy of Holding Co. and have been separately stated in Notes to accounts.

(h) The Holding Company is receiving components on free of cost basis from its customers which are used in the making of the products as per the specifications. The Company is raising an invoice on its customer for the price of the goods sold and other charges after reducing the value of the free of cost components used in making of those goods. The value of such components consumed during the period amounted to Rs. 482.20 Lacs.

ii) Basis for preparation of financial statements

- a) These financial statements of Holding Co have been prepared under the historical cost convention on a going concern basis, on the accrual basis of accounting in accordance with the Generally Accepted Accounting Principles (GAAP) in India. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of Companies (Accounts) Rules, 2014, the relevant provisions of the Act and other accounting pronouncements of the Institute of Chartered Accountants of India. The accounting policies have been consistently applied by the Company. The financial statements are presented in Indian rupees and rounded off to the nearest rupee.
- b) The financial statement of Optima Technology Associates, Inc. have been prepared on the basis of US GAAP and net impact of accounting policy as compared to the holding Co is not ascertainable.
- c) The financial statement of Sahasra Electronics (Rwanda) Pvt Ltd. have been prepared on the basis of IFRS and net impact of accounting policy as compared to the holding Co is not ascertainable.
- d) The company has consolidated its Associate in accordance with the Accounting Standard (AS)-23 on Accounting for the investments in Associates in consolidated financial statements.
- e) Financial Statements of Optima Technology Associates, Inc. as at 31st March, 2024 are unaudited and signed by the management of said company. Financial Statements as at 31st March, 2024 of Sahasra Electronics RWANDA Pvt Ltd has been audited by auditor of said company.

iii) Use of estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements and reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in current and future periods.

iv) Foreign Currency Transactions

Transactions in foreign currencies are recognized at the prevailing exchange rates on the transaction dates. Realized gains and losses on settlement of foreign currency transactions are recognized in the Statement of Profit and Loss. Monetary foreign currency assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognized in the Statement of Profit and Loss.



v) Inventory

Inventories of Raw materials, Store and spare parts, packing materials are valued at cost or Net Realizable value whichever is lower as per stocks taken by the management. Semi-finished and finished goods are valued at cost or Net Realizable value whichever is lower. Cost of raw material and stores and spare parts and packing materials has been computed on the basis of weighted average method. Cost of finished goods and semi-finished goods include Raw material cost and related overheads. For Sahasra Electronics RWANDA Pvt Ltd (Subsidiary Company) FIFO method has been used. The method of computation of cost or NRV whichever is lower in respect of Optima technology Associates Inc. (Subsidiary Co) has not been given in management certified financial statement.

vi) Property, Plant & Equipment

Property, Plant & Equipment are stated at cost less accumulated depreciation. Cost of acquisition of such assets is inclusive of all incidental expenses incurred in bringing the assets to their working condition for the intended use.

vii) Depreciation /Amortisation

Depreciation on Property, Plant & Equipment has been provided pro-rata to the period of use, on the written down value method, using rates determined based on management's assessment of useful economic lives of the asset at year end.

a) Following are the estimated useful life of various category of assets used in Holding Company.

| Asset Class | Life of the asset (in years) |
|----------------------------------|------------------------------|
| Factory Buildings | 30 |
| Plant & Machinery | 15 |
| Furniture and fixtures | 10 |
| Building Fixtures | 10 |
| Electricals equipment & Fixtures | 10 |
| Computers (End user devices) | 6 |
| Air Conditioner | 10 |
| Office equipment | 5 |
| Vehicles - Car | 8 |
| Vehicles – Motor Bike | 10 |
| Temporary Partition | 3 |

b) Following are the estimated useful life of various category of assets used in Sahasra Electronics Rwanda (Private) limited (Subsidiary Company).

Depreciation is calculated on a reducing balance basis over the estimated useful life of the asset as follows: -

| Category | Rate | Method |
|------------------------|------|---------------------|
| Buildings | 5% | Straight Line |
| Plant and Machinery | 5% | Straight Line |
| Furniture and Fixtures | 25% | Diminishing Balance |
| Motor Vehicles | 25% | Diminishing Balance |
| Office Equipment | 25% | Diminishing Balance |



| | | |
|--------------|-----|---------------------|
| IT Equipment | 50% | Diminishing Balance |
|--------------|-----|---------------------|

- c) No Method of calculation of depreciation including estimated useful life of Optima technology associates Inc. has been given in management certified financial statement.
- d) However, for the following asset the management has assessed useful life based on technical evaluation which is other than those specified in schedule II of the Companies Act, 2013.

A Property, Plant & Equipment is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal.

Losses arising from retirement or gains or losses arising from disposal of Property, Plant & Equipment which are carried at cost are recognized in the Statement of Profit and Loss.

Intangible Assets are amortized over a period of Six years based on the estimated useful life as determined by the management. If the management's estimate of the useful life of an intangible asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, amortization is provided at a higher rate based on the management's estimate of the useful life/remaining useful life.

Amortization method and useful lives are reviewed at each reporting date. If the useful life of an asset is estimated to be significantly different from previous estimates, the amortization period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization method is changed to reflect the changed pattern.

An intangible asset is derecognized on disposal or when no future economic benefit is expected from its use and disposal.

Losses arising from retirement and gains or losses arising from disposal of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the assets, and are recognized in the Statement of Profit and Loss.

viii) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

ix) Taxation

Tax expense for the year comprises of current tax and deferred tax. Current taxes are measured at the amounts expected to be paid using the applicable tax rates and tax laws.

Deferred Tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the Balance Sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the asset will be realized in future.

x) Revenue recognition



Sales are recognized, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers.

Revenue from rendering of services is recognized when the performance of agreed contractual task has been completed.

Interest Income is recognized using effective interest rate method.

xi) Employees Benefits

Short-term employee benefits

Employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus, etc. are recognized in the Statement of Profit and Loss in the period in which the employee renders the related service.

Post-employment benefits

(a) Defined contribution plan

The employee's provident fund scheme is a defined contribution plan. The Company makes specified monthly contributions towards employee provident fund to Government administered provident fund scheme which is a defined contribution plan. The holding Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

(b) Defined benefit plan

The holding Company's gratuity plan is a defined benefit plan. The gratuity plan entitles an employee, who has rendered at least five years of continuous service, to receive one-half month's salary for each year of completed service. The gratuity plan of the holding Company is unfunded.

(c) In Case of Sahasra Electronics (Rwanda) Pvt Ltd (Subsidiary co), the employees and the company contribute to Social security fund of Rwanda, a national defined contribution retirement benefit scheme. Contributions are defined by the country's statutes and the company contributions are charged to income statement.

(d) No accounting policy has been given in management certified financial statement of Optima Technology Associates, Inc (Subsidiary co) with respect to retirement benefits.

xii) Investments

Investments that are readily realizable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments.

Long term investments are stated at cost. Provision for diminution in the value of investments is made only if such a decline, in the opinion of the management, is other than temporary.



Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.

Profit or loss on sale of investments is determined on the basis of weighted average carrying amount of investments disposed of.

xiii) Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

xiv) Insurance Claim

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

xv) Earnings per share

The Company reports basic and diluted earnings per equity share in accordance with AS-20, 'Earnings per share'. Basic earnings per equity share is computed by dividing net profit / loss attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year. Diluted earnings per share is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding at the year end, except where the results are anti-dilutive.

26 NOTES TO ACCOUNTS

A. CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR)

| | | (Rs. In lacs) | |
|------|----------------------------------------------------------------------------------------------------|-------------------|-------------------|
| | Particulars | 31.03.2024 | 31.03.2023 |
| (i) | Contingent liabilities | | |
| | (a) Claims against the Company not acknowledged as debt | 3.60 | 3.60 |
| | (b) Guarantees | 2750.00 | 50.00 |
| | (c) Other money for which the Company is contingently liable. | | |
| | 1. Income tax matters Rs.17.04 lacs, Previous year Rs. NIL. | | |
| (ii) | Commitments | 31.03.2024 | 31.03.2023 |
| | (a) Estimated amount of contracts remaining to be executed on capital account and not provided for | Rs 639.37 | Rs.7.50 |
| | (B) Other commitments | NIL | NIL |



B. FOREIGN CURRENCY TRANSACTIONS(a) Value of imports calculated on CIF basis (Rs. In lacs)

| Particulars | 2023-24 | 2022-23 |
|---------------------------------------------|---------|---------|
| - Raw materials | 6187.14 | 8051.16 |
| - Consumable Stores / Tools and Accessories | 0 | 0.47 |
| - Capital Goods | 401.63 | 135.92 |

(b) Expenditure in foreign currency: (Rs. In lacs)

| Particulars | 2023-24 | 2022-23 |
|--------------------------------------------|---------|---------|
| - Foreign Travel | 16.95 | 46.19 |
| - Commission | 260.74 | 213.28 |
| - Bank Charges | 2.21 | 2.16 |
| - Repair & Maint. (Plant & Machinery) | 67.93 | 45.82 |
| - Membership Fee and Subscription Expenses | 8.89 | NIL |

(c) Earnings in foreign exchange: (Rs. In lacs)

| Particulars | 2023-24 | 2022-23 |
|---------------------------------|-----------|-----------|
| - FOB Value of Sale of Products | 10,205.62 | 10,569.46 |
| - Interest Earned | 69.44 | 76.32 |

C. CONSUMPTION OF IMPORTED AND INDIGENOUS ITEMS

| Particulars | 2023-24 | | 2022-23 | |
|-------------------------------------------|-------------------|--------|-------------------|--------|
| | Amt (Rs. in Lacs) | % | Amt (Rs. in lacs) | % |
| Imported | | | | |
| Raw materials | 7280.35 | 90.40% | 6626.12 | 76.56% |
| Packing Materials | Nil | Nil | Nil | Nil |
| Consumable Stores / Tools and Accessories | Nil | Nil | Nil | Nil |
| Indigenous | | | | |
| Raw materials | 772.91 | 9.60% | 2028.46 | 23.44% |
| Packing Materials | 48.58 | 100% | 19.38 | 100% |
| Consumable Stores / Tools and Accessories | 173.33 | 100% | 221.76 | 100% |



D. SEGMENT INFORMATION

The Group's Company operation relate to Manufacturing and trading of populated printed Circuit boards assembly, LED Lighting Products, memory product and USB Flash Storage Devices , packaging / memory IC business etc. This, in the context of Accounting Standard (AS 17) Segment Reporting, issued by The Institute of Chartered Accountants of India, constitutes one single primary segment.

E. RELATED PARTY TRANSACTIONS

List of related parties where control exists and related parties with whom transactions have taken place and relationship:

- a) Key Management Personnel (KMP):-
- Mr. Amrit Manwani
 - Mrs. Varsha Manwani
 - Mr. Varun Manwani
 - Mr. V.N. Kabadi
 - Mr. Paul J. Anastasio
- b) Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence / Group Companies –
- M/s Infopower Technologies Pvt Ltd.
 - M/s M. K. Group LLC
 - M/s Northern Petroleum Company (a Sole Proprietorship concern of one Director)
 - M/s Sahasra Electronics (a Sole Proprietorship concern of one Director)
 - M/s Elcina Electronics Manufacturing Cluster Pvt. Ltd.

c) Details of related party transactions during the year ended 31 March, 2024:

| Name | Relation | Nature of Transaction | Amount (Rs. in lacs) | |
|----------------------------------|------------------------------------------------------------------------------------------------------------------------------|--------------------------|----------------------|---------|
| | | | 2023-24 | 2022-23 |
| Mr. Amrit Manwani | KMP | Remuneration | 249.75 | 113.16 |
| Mrs. Varsha Manwani | KMP | Remuneration | 65.19 | 64.62 |
| | | Rent | 8.40 | 8.40 |
| Sahasra Electronics | Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence | DTA Sale | 168.91 | 331.98 |
| Sahasra Electronic Solutions Ltd | Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence | DTA Sale | 574.02 | NIL |
| Infopower Technologies Ltd. | Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence / Group Companies | Purchase of Raw Material | 318.97 | 513.16 |
| | | DTA Sales | 350.25 | 621.30 |



e) Details of Balance Outstanding of related parties as at 31st March,2024

| Name | Relation | Particulars | Outstanding Balance (Rs. in lacs) | |
|---------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------|----------------------------|-----------------------------------|------------|
| | | | 31.03.2024 | 31.03.2023 |
| Mr. Amrit Manwani | KMP | Salary Payable | 12.50 | 8.25 |
| Mrs. Varsha Manwani | KMP | Salary Payable | 5.32 | 4.50 |
| Info Power Technologies Ltd | Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence / Group Companies | Trade Payables | 3.51 | 37.03 |
| | | Non-Current Investment | 212.65 | 212.65 |
| Elcina Electronics Manufacturing Cluster Pvt. Ltd | Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence / Group Companies | Long Term Loans & advances | 0.73 | 8.00 |
| | | Non-Current Investment | NIL | 1.00 |
| Sahasra Electronics | Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence | Trade Receivables | 10.52 | 10.69 |
| Sahasra Electronic Solutions Ltd | Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence / Group Companies | Trade Receivables | 311.65 | NIL |

Note: Related party relationship is as identified by the Company and relied upon by the Auditors.



F. MSME

Disclosure of Sundry Creditors under the Other Current Liabilities is based on the information available with the Company regarding the status of the suppliers as defined under the "Micro, Small and Medium Enterprises Development Act, 2006.

| Particulars | As at 31 March 2024 (Rs.) | As at 31 March 2023 (Rs.) |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------|---------------------------------|
| Principal amount remaining unpaid at the end of accounting year* | ₹ 471.95 Lacs | ₹538.06 Lacs |
| Interest due on above | 67.03 | NIL |
| The amount of interest paid by the buyer along with amount of payment made to the suppliers beyond the appointed date | NIL | NIL |
| The amount of interest accrued and remaining unpaid at the end of financial year | NIL | NIL |
| The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the due date during the year) but without adding interest specified under this Act | NIL | NIL |
| The amount of further interest due and payable in succeeding year, until such interest is actually paid | NIL | NIL |

* Payment has been made within 45 days

G. CORPORATE SOCIAL RESPONSIBILITIES of Holding Company

(Rs. In lacs)

| S.no. | Particulars | 2023-2024 | 2022-2023 |
|-------|------------------------------------------------------------------|-----------|-----------|
| 1 | Gross amount required to be spent by the company during the year | 14.50 | NIL |
| 2 | Amount spend during the year | 14.50 | NIL |
| 3 | Amount unspent, if any | NIL | NIL |

H. EARNINGS PER SHARE (EPS)

| Particulars | 2023-2024 | 2022-2023 |
|---------------------------------------------------------------------------------------------------------|-----------|-----------|
| Net Profit after Tax as per Profit and Loss Statement attributable to Equity Shareholders (Rs. in Lacs) | 348.21 | 562.93 |
| Weighted Average number of Equity Shares used as denominator for calculating EPS (Nos) | 4,28,000 | 4,28,000 |
| Basic and Diluted Earnings per Share (Rs.) | 81.36 | 131.53 |
| Face Value per Equity Share (Rs.) | 10 | 10.00 |

I. Enterprises Consolidated as subsidiary and Associate In Accordance with Accounting Standard 21 – Consolidated Financial Statements

| Name of Enterprises | Country of Incorporation | Proportion of Ownership Interest 31.03.2024 | Proportion of Ownership Interest 31.03.2023 |
|--------------------------------------------------|--------------------------|---------------------------------------------|---------------------------------------------|
| Subsidiary Company | | | |
| M/s Sahasra Electronics (Rwanda) Private Limited | Rwanda | 100% | 100% |
| M/s Optima Technology Associates, Inc | USA | 65% | 65% |
| Associate Company | | | |
| Sahasra Semi-Conductors | India | 30.37% | 34.92% |

J. Particulars of loans given, guarantee given or security provided and investment made as per section 186(4) of companies act 2013 by Holding Company: -

| S. No. | Particulars | Name of Co. | Amount | Purpose |
|--------|-----------------|----------------------------------------------------|--------|-------------------------------------------|
| (a) | Investment made | Elcina Electronics Manufacturing Cluster Pvt. Ltd. | 1.00 | Strategic expansion & Business strategies |
| (b) | Investment made | Infopower Technologies Ltd. | 212.65 | Strategic expansion & Business strategies |

K. Additional Information, as required under Schedule III to the Companies Act 2013, of enterprises consolidated as Subsidiary.

| Name of Enterprises | Year | Net Assets i.e. total assets minus total liabilities | | Share in profit or loss | |
|------------------------------------------------------|-----------|------------------------------------------------------|------------------|-------------------------------------|------------------|
| | | As % of consolidated net assets | Amount (in lacs) | As % of consolidated profit or loss | Amount (in lacs) |
| Parent | | | | | |
| Sahasra Electronics Pvt. Ltd. | 2023-2024 | 71.30 | 7043.18 | 138.90 | 592.36 |
| | 2022-2023 | 76.33 | 7,168.93 | 108.33 | 625.19 |
| Subsidiary Company Incorporated Outside India | | | | | |
| Sahasra Electronics (Rwanda) Private Limited | 2023-2024 | 1.58 | 156.22 | (52.10) | (222.18) |
| | 2022-2023 | 13.53 | 1270.73 | (15.35) | (88.58) |
| Optima Technology Associates, Inc. | 2023-2024 | 7.79 | 769.52 | 34.06 | 145.27 |
| | 2022-2023 | 6.52 | 612.46 | 4.56 | 26.32 |
| Associate Company | | | | | |
| Sahasra Semi-Conductor Private Limited | 2023-2024 | 15.11 | 1,493.02 | (39.21) | (167.21) |
| | 2022-2023 | | | | |
| | 2023-2024 | 4.22 | 416.60 | 18.34 | 78.22 |



| | | | | | |
|----------------------------------------------|-----------|------|--------|------|-------|
| Minority Interest in all subsidiaries | 2022-2023 | 3.62 | 338.38 | 2.46 | 14.17 |
|----------------------------------------------|-----------|------|--------|------|-------|

- L. The figures of GSTR 1 and 3B of holding company are under reconciliation with books of accounts and Holding company will make rectification in annual return.
- M. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.
- N. Balances of trade receivables, Short-term/long term loans and advances and trade payables are subject to confirmation/Reconciliation.
- O. The Company has not entered into any transaction with the Companies struck of U/S 248 of the Companies Act, 2013.
- P. Ageing of Trade receivable and payables as required by Schedule III has not been given in the absence of non-receipt of ageing from subsidiaries.
- Q. Additional Reporting requirements, pursuant to amendment in Schedule III dated 24.03.2021, has been given to extent applicable to the company.
- R. a) Quarterly return on statement of current assets filed by the holding company with banks for quarter ended 30-06-2023, 30-09-2023 and 31-12-2023 could not be checked with the books of account since stock consumption entries are passed at the end of the year.
b.) The following are the variation in the figures of current assets statement submitted to the bank for quarter ended 31.03.2024.

| Period | Bank Name | Particulars of Security | Amount as per books (Rs. In Lacs) | Amount as per Statement (Rs. In Lacs) | Difference | Reason |
|---------------------------------|-------------------------|-------------------------|-----------------------------------|---------------------------------------|-----------------|---------------------------------------------------------------------------------|
| Quarter ending 31st March -2024 | HDFC Bank and Citi Bank | Finished Goods | 429.36 | 208 | 221.36 | Difference due to Raw material used for semi-finished goods |
| | | Semi-Finished Goods | 821.42 | 797 | 24.42 | |
| | | Raw Material | 3466.39 | 5040 | -1573.61 | |
| | | | 4717.17 | 6045 | -1327.83 | |
| | | Debtor | 2599.19 | 2338 | 261.19 | Difference due to Domestic Debtors and Creditors not included in bank statement |
| | | Creditor | 2091.94 | 2046 | 45.94 | |

- S. The disclosures required under AS-15 "Employee Benefits" notified in the companies (Accounting Standards) Rules 2006, are given below:

1) Defined Contribution Plan (Provident Fund)

Contribution to provident fund Rs. 92.18 lacs (Previous Year: Rs. 46.34 lacs)



2) Defined Benefit plan

The present Value of obligation of gratuity is determined based on actuarial valuation using the Projected unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment and long benefit award is also recognized in the same manner as gratuity.

The estimates of rate of escalation in salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

| | Gratuity (Un funded) | | Leave Encashment (Unfunded) | |
|------------------------------------------------------------|----------------------|---------------|-----------------------------|---------------|
| | 31.03.2024 | 31.03.2023 | 31.03.2024 | 31.03.2023 |
| a) Change in Present Value of obligation | | | | |
| Defined Benefit obligation at beginning of the year | 371.93 | 297.53 | 353.84 | 269.06 |
| Current Service Cost | 62.35 | 32.04 | 31.85 | 45.13 |
| Interest Cost | 27.95 | 21.56 | 26.59 | 19.49 |
| Past Service Cost | - | - | | - |
| Actuarial (gain)/Loss | 81.10 | 23.63 | 74.97 | 24.68 |
| Benefit Paid | (16.55) | (2.83) | (112.35) | (4.52) |
| Defined Benefit obligation at year end | 526.78 | 371.93 | 374.90 | 353.84 |
| b) Amount Recognised in Profit & Loss Account | | | | |
| Current Service Cost | 62.35 | 32.04 | 31.85 | 45.13 |
| Interest Cost | 27.95 | 21.56 | 26.59 | 19.49 |
| Net Actuarial (Gain)/ Loss recognised in the period | 81.10 | 23.63 | 74.97 | 24.68 |
| Expenses recognised in Statement of Profit and Loss | 171.40 | 77.23 | 133.41 | 89.30 |
| C) Amount Recognised in Balance Sheet | | | | |
| Present Value Of Obligation | 526.78 | 371.93 | 374.90 | 353.84 |
| Fair Value of Plan Assets | - | - | - | - |
| Effects Of Asset Ceiling | - | - | - | - |
| Net Asset/ (Liability) | 526.78 | 371.93 | 374.90 | 353.84 |
| | | | | |
| D) Actuarial Assumptions | | | | |
| Discounting Rate (per Annum) | 7.15PA | 7.50 PA | 7.15 PA | 7.50PA |



| | | | | |
|----------------------------------------------------|-----------|-----------|-----------|-----------|
| Salary Growth rate (per Annum) | 10.00 PA | 11.00 PA | 10.00 % | 11.00 PA |
| Expected rate of return on plan Assets (per Annum) | | - | | - |
| Mortality Table | 2012-2014 | 2012-2014 | 2012-2014 | 2012-2014 |

Manwani

(AMRIT LAL MANWANI)
Chairman & Managing Director
DIN No. 00920206



Manwani
(Varun Manwani)
Director
DIN NO : 00921735

For PKMB & Co
Chartered Accountants
(Regn No. 005311N)



Pramod
(Pramod Kumar Jain)
Partner
Mem. No. 010479
Place: New Delhi
Dated:

CIN - U51505DL2001PTC111282
SAHASRA ELECTRONICS PVT. LTD.

CONSOLIDATED BALANCE SHEET AS AT MARCH 31st, 2024

| Particulars | Note No. | ₹ In Lacs | |
|----------------------------------------------------|----------|----------------------------|----------------------------|
| | | AS AT 31.03.2024 Rs. | AS AT 31.03.2023 Rs. |
| A) EQUITY AND LIABILITIES | | | |
| 1) Shareholders' Fund | | | |
| (a) Share Capital | 1 | 42.80 | 42.80 |
| (b) Reserves & Surplus | 2 | 9419.14 | 9010.34 |
| | | <u>9461.94</u> | <u>9053.14</u> |
| 2) Minority Interest | | 416.60 | 338.38 |
| 3) Non-current liabilities | | | |
| (a) Long-term borrowings | 3 | 130.20 | 205.80 |
| (b) Long-term provisions | 4 | 355.88 | 294.98 |
| | | <u>486.08</u> | <u>500.78</u> |
| 4) Current liabilities | | | |
| (a) Short-term borrowings | 5 | 2214.61 | 1647.46 |
| (b) Trade payables | 6 | | |
| - Due to Micro, Small & Medium Enterprises | | 471.95 | 538.06 |
| - Others | | 2426.80 | 4303.1 |
| (c) Other current liabilities | 7 | 1241.64 | 1131.32 |
| (d) Short-term provisions | 8 | 827.28 | 464.09 |
| | | <u>7182.28</u> | <u>8084.03</u> |
| TOTAL | | <u>17546.90</u> | <u>17976.32</u> |
| B) ASSETS | | | |
| 1) Non-current assets | | | |
| (a) Property, Plant and Equipment and Other Assets | 9 | | |
| (i) Property, Plant and Equipment | | 2897.67 | 2746.02 |
| (ii) Intangible assets | | 31.41 | 20.34 |
| (iii) Capital work-in-progress | | 955.53 | 7.50 |
| | | <u>3884.61</u> | <u>2773.86</u> |
| (b) Goodwill on Consolidation | | 13.92 | 13.92 |
| (c) Non-current investments | 10 | 1706.67 | 1873.89 |
| (d) Deferred tax assets (net) | 11 | 274.03 | 232.28 |
| (e) Long-term loans and advances | 12 | 36.09 | 22.29 |
| | | <u>5915.32</u> | <u>4916.24</u> |
| 2) Current assets | | | |
| (a) Inventories | 13 | 6721.86 | 7719.2 |
| (b) Trade receivables | 14 | 3397.51 | 3881.29 |
| (c) Cash and cash equivalents | 15 | 602.35 | 267.05 |
| (d) Short-term loans and advances | 16 | 593.79 | 934.23 |
| (e) Other current assets | 17 | 316.07 | 258.32 |
| | | <u>11631.58</u> | <u>13060.09</u> |
| TOTAL | | <u>17546.90</u> | <u>17976.32</u> |

Material accounting policies and notes to accounts (Note no 25)

For and on behalf of the Board of Directors

(Amrit Lal Manwani)
Chairman & Managing Director
DIN: 00920206

Place: New Delhi
Date: 09-Sep-24



(Varun Manwani)
Director
DIN:00921735

(Signature)

In terms of our report attached
For PKMB & CO
Chartered Accountants
(Regn No. 005311N)



(Signature)
(P. K. Jain)
Partner
Mem. No. 010479

CIN - U51505DL2001PTC111282
SAHASRA ELECTRONICS PVT. LTD.
CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2024

| Particulars | Note No. | ₹ In Lacs | |
|--------------------------------------------------------------------------------------|-----------|--------------------|--------------------|
| | | 2023-2024 (Rs.) | 2022-2023 (Rs.) |
| 1 | | | |
| Revenue from operations (Net) | 18 | 18972.02 | 20245.50 |
| Other Income | 19 | 225.66 | 162.58 |
| Revenue from operations (net) | | 19197.68 | 20408.07 |
| 2 | | | |
| Expenses | | | |
| (a) Cost of materials consumed / Service Delivery | 20 | 13328.80 | 15136.54 |
| (b) Purchases of stock-in-trade | | 362.32 | 89.50 |
| (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | 21 | -270.19 | 246.84 |
| (d) Employee benefits expense | 22 | 1769.98 | 1332.96 |
| (e) Other expenses | 23 | 2332.98 | 2194.28 |
| Total | | 17523.89 | 19000.12 |
| 3 | | | |
| Earnings before interest, tax, depreciation and amortisation (EBITDA) (1 - 2) | | 1673.79 | 1407.95 |
| 4 | | | |
| Finance costs | 24 | 371.06 | 162.99 |
| 5 | | | |
| Depreciation and amortisation expense | 9 | 398.21 | 353.93 |
| 6 | | | |
| Profit before tax (3 - 4 - 5) | | 904.51 | 891.04 |
| 7 | | | |
| Tax expense: | | | |
| (a) Current tax expense for current year | | 352.62 | 370.49 |
| (b) Tax expenses relating to prior year | | | |
| (c) Deferred tax | | -41.75 | -56.56 |
| | | 310.87 | 313.93 |
| 8 | | | |
| Profit for the year before adjustment for Minority Interest (6 - 7) | | 593.64 | 577.10 |
| 9 | | | |
| Less: Minority Interest | | 78.22 | 14.17 |
| 10 | | | |
| Profit for the year after adjustment for Minority Interest (8 - 9) | | 515.42 | 562.93 |
| 11 | | | |
| Share of Profit in Respect of Investment in Associates | | -167.21 | - |
| 12 | | | |
| Net Profit (10+11) | | 348.21 | 562.93 |
| 13 | | | |
| Earnings per share (of Rs. 10/- each): | | | |
| Basic & Diluted | | 81.36 | 131.53 |

Material accounting policies and notes to accounts (Note no 25)


For and on behalf of the Board of Directors



(Amrit Lal Manwani)
Chairman & Managing Director
DIN: 00920206

Place: New Delhi
Date: 09-Sep-24





(Varun Manwani)
Director
DIN:00921735

In terms of our report attached
For PKMB & CO
Chartered Accountants
(Regn No. 005311N)





(P. K. Jaip)
Partner
Mem. No. 010479

CIN - U51505DL2001PTC111282
SAHASRA ELECTRONICS PVT. LTD.

Consolidated Cash Flow Statement for the year ended 31st March 2024

| Particulars | ₹ In Lacs | |
|--------------------------------------------------------------------------------|---------------------------|---------------------------|
| | Amount (Rs.) 2023-2024 | Amount (Rs.) 2022-2023 |
| A) CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit before tax as per Profit and Loss Account | 904.51 | 891.04 |
| Adjusted for: | | |
| Depreciation | 398.21 | 353.93 |
| Interest and Finance Charges | 371.06 | 162.99 |
| Loss / (Profit) on Sale / Discarding of Property, Plant and Equipment (net) | -1.81 | - |
| Effect of Exchange Rate Change | 60.57 | 78.73 |
| Share of Loss / (Profit) of Minority Interest | -78.22 | -14.17 |
| Interest Income | -69.06 | 0.00 |
| Balance written off | 1.22 | - |
| Operating Profit before Working Capital Changes | 1586.51 | 1472.52 |
| Adjustments for (increase) / decrease in operating assets: | | |
| Inventories | 997.34 | -1055.03 |
| Trade receivables | 483.78 | -1606.60 |
| Short-term loans and advances | 340.46 | -544.00 |
| Other current assets | -57.71 | 5.48 |
| Long-term loans and advances | -13.80 | 279.10 |
| Adjustments for increase / (decrease) in operating liabilities: | | |
| Trade payables | -1942.40 | 1173.26 |
| Minority Interest | 78.22 | -1038.22 |
| Other current liabilities | 110.37 | 388.43 |
| Long-term provisions | 60.91 | 77.53 |
| Short-term provisions | 363.19 | 114.94 |
| Cash Generated from Operations | 2006.87 | -732.59 |
| Taxes Paid | -310.87 | -313.93 |
| Net Cash from Operating Activities | 1696.00 | -1046.52 |
| B) CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of Property, Plant and Equipment (Including Capital Work In Progress) | -1508.50 | 2844.39 |
| Movement in Non Current Investment | 167.22 | -1660.23 |
| Investments Sold | -41.75 | -53.36 |
| Share of Loss in Associate Company | -167.22 | 0.00 |
| Interest Income | 69.06 | 0.00 |
| | -1481.19 | 1130.80 |
| C) CASH FLOW FROM FINANCING ACTIVITIES | | |
| Increase / (Decrease) in Long-term borrowings | -75.60 | -296.28 |
| Increase / (Decrease) in Short-term borrowings | 567.15 | -62.64 |
| Interest and Finance Charges | -371.06 | -163.01 |
| | 120.49 | -521.93 |
| Net (Decrease) / Increase in Cash and Cash Equivalents | 335.30 | -437.65 |
| Opening Balance of Cash and Cash Equivalents | 267.05 | 704.70 |
| Closing Balance of Cash and Cash Equivalents | 602.35 | 267.05 |

Notes:

- The above cash flow statement has been prepared under the indirect method set out in Accounting Standard (AS-3)
- Addition to the property, plant, equipment and intangible asset include movement of capital work-in-progress during the year.

3. Cash and Cash equivalent as per above comprise of the following :

| Balances with banks : | 2023-2024 | 2022-23 |
|----------------------------------------------|---------------|---------------|
| -In current accounts | 509.16 | 196.38 |
| -In EEFC Accounts | 72.86 | 59.62 |
| -In earmarked account | - | 0.00 |
| Cash on hand | 20.32 | 11.05 |
| Balance as per statement of cash flow | 602.35 | 267.05 |

For and on behalf of the Board of Directors

(Amrit Lal Manwani)
Chairman & Managing Director
DIN: 00920206

Place: New Delhi
Date: 09-Sep-24



(Vijay Manwani)
Director
DIN: 00921735

In terms of our report attached
For PKMB & CO
Chartered Accountants
(Regn No. 005311N)



(P. K. Jain)
Partner

Mem. No. 010479

SAHASRA ELECTRONICS PVT. LTD.

Notes forming part of the Consolidated Financial Statements

| | AS AT 31.03.2024 (Rs. In lacs) | AS AT 31.03.2023 (Rs. In lacs) |
|-----------------------------------------------------------|--------------------------------------|--------------------------------------|
| NOTE - 1 | | |
| SHARE CAPITAL | | |
| <u>Authorised</u> | | |
| 10,00,000 Equity shares of Rs.10/- each | 100.00 | 100.00 |
| <u>Issued, Subscribed & Paid up Capital</u> | | |
| 4,28,000 Equity Shares of Rs. 10/- each, fully paid up | 42.80 | 42.80 |
| | 42.80 | 42.80 |

Note:

- a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period

Equity shares with voting rights

| Particulars | 31.03.2024 | | 31.03.2023 | |
|-----------------|---------------|--------------|---------------|--------------|
| | No. of Shares | Amount (Rs.) | No. of Shares | Amount (Rs.) |
| Opening Balance | 428,000 | 42.80 | 428,000 | 42.80 |
| Fresh Issue | - | - | - | - |
| Closing Balance | 428,000 | 42.80 | 428,000 | 42.80 |

- b) Issued, Subscribed and paid up capital excludes 7,15,760 equity shares directly held by subsidiaries before their becoming subsidiaries of the Company, which have been eliminated.
- c) Details of shares held by each shareholder holding more than 5% shares

| Particulars | Number of shares held | 31.03.2024 | 31.03.2023 |
|--------------------------------------------------------|-----------------------|-----------------------------------|-----------------------|
| | | % holding in that class of shares | Number of shares held |
| Mr. Amrit Manwani | 149,690 | 34.97 | 149,690 |
| Mr. Vasudeo Narayan Kabadi | 175,000 | 40.89 | 175,000 |
| Mr. Amrit Manwani Sole Prop of M/s Sahasra Electronics | 100,000 | 23.37 | 100,000 |

d)

| <u>Shareholding of Promoter's</u> | No of shares | % of shares | % change during the year |
|-----------------------------------------------|--------------|-------------|--------------------------|
| <u>Name of promoter's</u> | | | |
| Mr. Amrit Manwani (including Sole proprietor) | 249,690 | 58.34 | - |
| Mrs. Varsha Manwani | 3,310 | 0.77 | - |
| Mr. Vasudeo Narayan Kabadi | 175,000 | 40.89 | - |



**NOTE - 2
RESERVES & SURPLUS**

| | | | |
|----|-------------------------------------|-----------------|-----------------|
| a) | <u>General Reserve</u> | | |
| | Opening Balance | 507.08 | 507.08 |
| | | <u>507.08</u> | <u>507.08</u> |
| b) | <u>Exchange Fluctuation Reserve</u> | | |
| | As per last Balance Sheet | 139.23 | 60.50 |
| | Add : During the year | 60.57 | 78.73 |
| | | <u>199.80</u> | <u>139.23</u> |
| c) | <u>Security Premium</u> | | |
| | Opening Balance | 4.75 | 4.75 |
| | | <u>4.75</u> | <u>4.75</u> |
| d) | <u>Profit & Loss Account</u> | | |
| | Opening Balance | 8,359.28 | 7,796.35 |
| | Add: Profit for the year | 348.23 | 562.93 |
| | | <u>8,707.51</u> | <u>8,359.28</u> |
| | Total | <u>9,419.14</u> | <u>9,010.34</u> |

**NOTE - 3
LONG TERM BORROWINGS**

| | | | |
|--|---------------------------------------------------|---------------|---------------|
| | <u>Unsecured</u> | | |
| | Loan from Africa Enterprise Challenge Fund (AECF) | 130.19 | 205.79 |
| | Loan from Directors / Shareholders | .01 | .01 |
| | | <u>130.20</u> | <u>205.81</u> |

**NOTE - 4
LONG TERM PROVISIONS**

| | | | |
|--|----------------------------------------|---------------|---------------|
| | <u>Provision for employee benefits</u> | | |
| | For Gratuity | 285.43 | 202.38 |
| | For Leave Encashment | 70.45 | 92.60 |
| | | <u>355.88</u> | <u>294.98</u> |

**NOTE - 5
SHORT-TERM BORROWINGS**

| | | | |
|--|-----------------------------------------------------------------------------------|-----------------|----------------|
| | <u>Secured - Loans repayable on demand from Banks</u> | | |
| | (i) Paking Credit Loan - Secured Against hypothecation of Stock and Book Debts | 2,214.61 | 1647.46 |
| | | <u>2,214.61</u> | <u>1647.46</u> |



NOTE - 6
TRADE PAYABLES

| | | |
|----------------------------------------------|-----------------|----------------|
| - Due to Micro, Small and Medium Enterprises | 471.95 | 538.06 |
| - Others | 2,426.80 | 4303.10 |
| | <u>2,898.75</u> | <u>4841.17</u> |

NOTE - 7
OTHER CURRENT LIABILITIES

| | | |
|---------------------------------|-----------------|----------------|
| a) Statutory Liabilities | 45.16 | 65.42 |
| c) Advance from Customers | 56.91 | 186.45 |
| d) Expenses Payable | 1,082.38 | 845.18 |
| f) Retention Money | 30.72 | - |
| h) Pension Contribution Payable | 26.47 | 34.27 |
| | <u>1,241.64</u> | <u>1131.32</u> |

NOTE - 8
SHORT TERM PROVISIONS

| | | |
|------------------------|---------------|---------------|
| For Bonus | 33.29 | 33.30 |
| For Gratuity | 241.36 | 169.56 |
| For Leave Encashment | 304.46 | 261.24 |
| For Income Tax 2023-24 | 248.17 | |
| | <u>827.28</u> | <u>464.09</u> |



NOTE - 10
NON CURRENT INVESTMENT

| | | |
|--------------------------------------------------------------------------|----------|---------|
| 10,000 Equity Shares of Elcina Electronics Manufacturing Cluster Pvt.Ltd | 1.00 | 1.00 |
| 1,67,83,400 Equity Shares of Sahasra Semiconductor Pvt Ltd | 1,493.02 | 1660.23 |
| 20,16,654 Equity Shares of Infopower Technologies Ltd. | 212.65 | 212.65 |
| | 1,706.67 | 1873.89 |
| Aggregate amount of unquoted investments | 1,706.67 | 1873.89 |

NOTE - 11
DEFERRED TAX ASSETS (Net)

| | | |
|-----------------------------------------------------|--------|--------|
| Deferred Tax Assets | | |
| - Related to Disallowances under the Income Tax Act | 235.34 | 191.06 |
| - Related to Fixed Assets | 38.69 | 41.22 |
| | 274.03 | 232.28 |

NOTE - 12
LONG TERM LOANS & ADVANCES

Unsecured, Considered Good

| | | |
|-----------------------------------------|-------|-------|
| a) Capital advance for purchase of Land | - | 8.00 |
| b) Security deposits | 36.09 | 14.29 |
| | 36.09 | 22.29 |

Note: Long-term loans and advances include amounts due from:

From Private companies in which any director is Substantially interested

| | | |
|-------------------------------------------------------|-----|------|
| -M/s Elcina Electronics Manufacturing Cluster Pvt.Ltd | .00 | 8.00 |
|-------------------------------------------------------|-----|------|



**NOTE - 13
INVENTORIES**

(At cost or market value whichever is lower - as taken & certified by the Management)

| | | |
|--------------------------|-----------------|-----------------|
| i) Finished Goods | 1,987.91 | 1,958.41 |
| ii) Stock in Trade | 404.36 | 467.28 |
| iii) Semi-Finished Goods | 821.42 | 517.81 |
| iv) Raw Material | 3,466.39 | 4,719.90 |
| v) Consumable Stores | 17.06 | 14.83 |
| vi) Packing Materials | 24.73 | 40.97 |
| | <u>6,721.86</u> | <u>7,719.20</u> |

**NOTE - 14
TRADE RECEIVABLES**

(Unsecured, considered good)

| | | |
|-------------------------------|-----------------|----------------|
| a) Unsecured, considered good | 3,397.51 | 3881.29 |
| | <u>3,397.51</u> | <u>3881.29</u> |



NOTE - 15
CASH AND CASH EQUIVALENTS

| | | | |
|----|----------------------------|---------------|---------------|
| a) | Cash on hand | 20.32 | 11.05 |
| b) | Balances with Banks | | |
| | (i) In Current Account | 509.16 | 196.38 |
| | (ii) In EEFC Accounts with | | |
| | - HDFC Bank (In USD) | - | 59.46 |
| | - City Bank (In USD) | 72.86 | .16 |
| | | <u>602.35</u> | <u>267.05</u> |

NOTE - 16
SHORT TERM LOANS & ADVANCES
(Unsecured, considered good)

| | | | |
|----|-----------------------------------------------------|---------------|---------------|
| a) | Loans and advances to employees | 7.36 | 4.43 |
| b) | Loans and advances to Elcina Electronic Cluster | 0.73 | 8.00 |
| c) | Loans and advances to Sahasra Semiconductor Pvt Ltd | 188.03 | 674.62 |
| d) | Prepaid expenses - Unsecured, considered good | 22.42 | 21.59 |
| e) | Balances with government authorities | 278.68 | 78.47 |
| f) | Others Loans & Advances | | |
| | - Advance to Supplier | 96.57 | 147.11 |
| | | <u>96.57</u> | <u>147.11</u> |
| | | <u>593.79</u> | <u>934.23</u> |

NOTE - 17
OTHER CURRENT ASSETS
(Unsecured, considered good)

| | | |
|--------------------------|---------------|---------------|
| <u>Accruals</u> | | |
| Officers loan receivable | 7.50 | 4.11 |
| Interest accrued on Loan | 308.57 | 254.20 |
| | <u>316.07</u> | <u>258.32</u> |



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SAHASRA ELECTRONICS PVT. LTD.

Notes forming part of the Consolidated Financial Statements

NOTE - 9
Property, Plant and Equipment and Other Assets

₹ In Lacs

| PARTICULARS | GROSS BLOCK | | | | DEPRECIATION / AMORTISATION | | | | NET BLOCK | | |
|-----------------------------------------|-------------|-----------|------|---------------------------------------------------|-----------------------------|-------------------|---------------------------------------------------|------------|----------------------------------|------------|----------|
| | AS AT | ADDITIONS | DED. | Adjustment on account of Exchange Rate Difference | AS AT | DEP. FOR THE YEAR | Adjustment on account of Exchange Rate Difference | AS AT | Eliminated on disposal of assets | AS AT | |
| | 01.04.2023 | | | | 31.03.2024 | 01.04.2023 | | 31.03.2024 | | 31.03.2024 | |
| A) PROPERTY, PLANT AND EQUIPMENT | | | | | | | | | | | |
| (1) OWN ASSETS | | | | | | | | | | | |
| Land | 621.16 | 12.31 | - | (16.19) | 617.27 | - | - | - | - | 617.27 | 621.16 |
| Factory Building | 1,254.59 | - | - | (107.70) | 1,146.89 | 50.52 | (39.80) | 592.21 | - | 554.68 | 673.09 |
| Plant & Machinery | 3,376.13 | 437.01 | 9.02 | (24.27) | 3,779.85 | 269.17 | (8.95) | 2,300.41 | 5.72 | 1,485.16 | 1,335.95 |
| Lab Equipment | 33.96 | - | - | (4.22) | 29.75 | 1.58 | (0.93) | 7.44 | - | 22.31 | 27.17 |
| Furniture & Fixture | 135.27 | 12.63 | - | (2.04) | 145.86 | 5.98 | (1.48) | 121.13 | - | 24.73 | 18.64 |
| Building Fixtures | 0.60 | - | - | - | 0.60 | - | - | 0.59 | - | 0.01 | 0.01 |
| Electrical Equipment & Fixtures | 88.08 | 1.27 | - | 0.00 | 89.35 | 0.79 | 0.01 | 86.23 | - | 3.12 | 2.64 |
| Computer & Peripherals | 133.59 | 9.06 | - | (0.92) | 141.73 | 9.85 | (0.90) | 134.10 | - | 7.63 | 8.44 |
| Air Conditioners | 64.87 | 53.17 | - | 0.00 | 118.04 | 7.23 | (0.00) | 67.53 | - | 50.51 | 4.57 |
| Office Equipment | 61.87 | 4.11 | - | (2.02) | 63.96 | 4.17 | (1.67) | 55.26 | - | 8.70 | 9.11 |
| Vehicles | 189.91 | 100.14 | - | (3.01) | 287.03 | 29.45 | (2.81) | 184.65 | - | 102.38 | 31.89 |
| Temporary Partition | 56.96 | 16.85 | - | 0.00 | 73.81 | 3.85 | (0.01) | 56.72 | - | 17.09 | 4.08 |
| Assets at Optima Office at USA | 97.33 | - | - | (3.16) | 94.17 | 2.03 | - | 90.09 | - | 4.08 | 9.27 |
| Sub Total | 6,114.31 | 646.55 | 9.02 | (163.53) | 6,588.31 | 384.62 | (56.55) | 3,696.36 | 5.72 | 2,897.67 | 2,746.02 |
| TOTAL (A) | 6,114.31 | 646.55 | 9.02 | (163.53) | 6,588.29 | 384.62 | (56.55) | 3,696.36 | 5.72 | 2,897.67 | 2,746.02 |



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| PARTICULARS | GROSS BLOCK | | | | DEPRECIATION / AMORTISATION | | | | NET BLOCK | |
|-----------------------------|-------------|-----------|------|---------------------------------------------------|-----------------------------|-------------------|---------------------------------------------------|------------|------------|------------|
| | AS AT | ADDITIONS | DED. | Adjustment on account of Exchange Rate Difference | AS AT | DEP. FOR THE YEAR | Adjustment on account of Exchange Rate Difference | AS AT | AS AT | AS AT |
| | 01.04.2023 | | | | 31.03.2024 | 01.04.2023 | | 31.03.2024 | 31.03.2024 | 31.03.2023 |
| B) INTANGIBLE ASSETS | | | | | | | | | | |
| Computer Software | 108.77 | 24.67 | - | - | 133.44 | 88.44 | 13.59 | 102.03 | 31.41 | 20.33 |
| TOTAL (B) | 108.77 | 24.67 | - | - | 133.44 | 88.44 | 13.59 | 102.03 | 31.41 | 20.33 |
| Total (A+B) | 6,223.08 | 671.22 | 9.02 | (163.53) | 6,721.75 | 3,456.73 | 398.21 | 3,798.39 | 2,929.08 | 2,766.35 |
| Previous year | 6,011.97 | 205.82 | 3.14 | 8.43 | 6,223.08 | 3,084.62 | 374.68 | 3,456.73 | 2,766.35 | 2,927.35 |

C) CAPITAL WORK-IN-PROGRESS

| Particulars | As at 01-Apr-23 | Additions | Capitalisation | As at 31-Mar-24 |
|-------------------------------------|-----------------|-----------|----------------|-----------------|
| Factory Building under Construction | - | 955.53 | - | 955.53 |
| | | 955.53 | - | 955.53 |

CWIP Ageing Schedule

| As at March 31, 2024 | Amount in CWIP for a period of | | | Total |
|----------------------|--------------------------------|-----------|-----------|--------|
| | Less than 1 | 1-2 years | 2-3 years | |
| Project in progress | 955.53 | - | - | 955.53 |

Note:

- (i) No borrowing costs capitalised during the year as Fixed Assets / Intangible Assets / Capital-Work-in-progress
- (ii) No assets acquired under hire purchase agreements



SAHASRA ELECTRONICS PVT. LTD.**Notes forming part of the Consolidated Financial Statements**

| | 2023-2024 (Rs. in lacs) | 2022-2023 (Rs. in lacs) |
|--------------------------------------------------------------|----------------------------|----------------------------|
| NOTE - 18 | | |
| REVENUE FROM OPERATIONS | | |
| a) Sale of products | 18929.53 | 20241.31 |
| b) Sale of services | 42.49 | 4.18 |
| | <u>18972.02</u> | <u>20245.50</u> |
| NOTE - 19 | | |
| OTHER INCOME | | |
| a) Interest Income | 69.06 | 30.91 |
| b) Net gain on foreign currency transactions and translation | 149.87 | 126.41 |
| c) Export Incentive | 0.00 | - |
| d) Profit on Sale of Assets | 1.81 | 1.08 |
| e) Other Non-Operating Income - Miscellaneous Income | 4.92 | 4.17 |
| | <u>225.66</u> | <u>162.58</u> |
| NOTE - 20 | | |
| COST OF MATERIALS CONSUMED * | | |
| a) Raw Materials Consumed | | |
| Opening Stock | 4719.90 | 3440.14 |
| Add: Purchases | 11853.37 | 16175.20 |
| | <u>16573.27</u> | <u>19615.35</u> |
| Closing Stock | 3466.38 | 4719.90 |
| | <u>13106.89</u> | <u>14895.45</u> |
| b) Packing Materials Consumed | | |
| Opening Stock | 40.97 | 21.23 |
| Add: Purchases | 32.34 | 39.11 |
| | <u>73.31</u> | <u>60.34</u> |
| Closing Stock | 24.73 | 40.97 |
| | <u>48.58</u> | <u>19.37</u> |
| c) Consumable Stores / Tools and Accessories Consumed | | |
| Opening Stock | 14.83 | 12.46 |
| Add: Purchases | 175.56 | 224.09 |
| | <u>190.39</u> | <u>236.55</u> |
| Closing Stock | 17.06 | 14.83 |
| | <u>173.33</u> | <u>221.72</u> |
| Total | <u>13328.80</u> | <u>15136.54</u> |



* cost of raw material consumed of Sahasra Electronics (Rawanda) Private Limited includes depreciation of plant & machinery of Rs.11.54 Lakhs.

NOTE - 21

CHANGES IN INVENTORIES OF FINISHED, SEMI FINISHED AND TRADED GOODS

(i) Semi Finished Goods

| | | |
|------------------------------------------|---------|--------|
| Inventories at the end of the year | 821.42 | 517.81 |
| Inventories at the beginning of the year | 517.81 | 845.81 |
| Net (increase) / decrease | -303.61 | 328.00 |

(ii) Finished Goods

| | | |
|------------------------------------------|---------|---------|
| Inventories at the end of the year | 1987.91 | 1958.41 |
| Inventories at the beginning of the year | 1958.41 | 1672.95 |
| Net (increase) / decrease | -29.50 | -285.46 |

(iii) Traded Goods

| | | |
|------------------------------------------|---------|--------|
| Inventories at the end of the year | 404.36 | 467.28 |
| Inventories at the beginning of the year | 467.28 | 671.58 |
| Net (increase) / decrease | 62.92 | 204.30 |
| | -270.19 | 246.84 |

NOTE - 22

EMPLOYEE BENEFITS EXPENSE

| | | |
|--------------------------------------------|---------|---------|
| Salaries, Wages & Bonus | 1479.16 | 1167.25 |
| Contributions to provident and other funds | 281.52 | 157.64 |
| Staff Welfare Expenses | 9.30 | 8.07 |
| | 1769.98 | 1332.96 |

NOTE - 23

OTHER EXPENSES

| | | |
|----------------------------------------------------|--------|--------|
| Freight & Cartage Inward | 433.37 | 522.14 |
| Custom Clearance & Handling Charges- Inward | 21.58 | 23.15 |
| Custom Clearance & Handling Charges- Outward | 8.48 | 10.07 |
| Electricity & Water Charges | 87.43 | 95.56 |
| Freight Charges on Export | 26.97 | 40.67 |
| Testing Expenses | 3.75 | .75 |
| Printing & Stationery | 2.90 | 3.70 |
| Repair & Maintenance | 174.13 | 100.25 |
| Insurance | 147.97 | 123.93 |
| Traveling & Conveyance Expenses | 55.94 | 60.78 |
| Vehicle Running & Maint | 12.72 | 17.12 |
| Postage & Courier Expenses | 3.60 | 6.09 |
| Telephone & Communication Expenses | 10.14 | 8.01 |
| Advertisement Expenses | 71.73 | 59.49 |
| Exhibition Expenses / Membership Sub./training exp | 15.32 | .64 |
| Rent Expenses | 78.68 | 64.51 |
| Rates & Taxes | 25.60 | 32.82 |
| Penalty & Interest | 67.29 | .65 |



| | | |
|------------------------------|----------------|----------------|
| Security Expenses | 22.68 | 35.27 |
| Legal & Professional Charges | 24.78 | 15.61 |
| Books & Periodicals | 0.06 | .06 |
| Pollution Expenses | 0.50 | .00 |
| Commission Expenses | 622.66 | 519.61 |
| Business Promotion Expenses | 20.46 | 16.07 |
| Auditors' Remuneration | 7.42 | 7.14 |
| Filing fee | 0.17 | .19 |
| Nsez Online filling fee | 0.60 | .00 |
| Donation | 3.31 | 2.88 |
| Festival Expenses | 3.49 | 3.79 |
| Miscellaneous Expenses | 318.45 | 358.61 |
| Prior Period Adjustments | 1.70 | 1.92 |
| Bank Charges | 9.56 | 7.80 |
| Rebate & Discount | - | - |
| Bad debts | 33.73 | 44.15 |
| Balance written off | 1.21 | - |
| Hazardos fee | 0.10 | - |
| CSR Expenditure | 14.50 | .25 |
| Loss on sale of MEIS Scripts | - | 10.60 |
| | <u>2332.98</u> | <u>2194.28</u> |

NOTE - 24
FINANCE COSTS

| | | |
|--------------------------|---------------|---------------|
| a) Interest expense on: | | |
| - Borrowings | 112.75 | 10.87 |
| b) Other borrowing costs | 258.31 | 152.11 |
| | <u>371.06</u> | <u>162.99</u> |

