

Walker Chandlok & Co LLP

Walker Chandlok & Co LLP
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Independent Auditor's Report

To the Members of Ester Filmtech Limited

Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of Ester Filmtech Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2022, the Statement of Profit and Loss (including Other Comprehensive loss), the Statement of Cash Flow and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2022, and its loss (including other comprehensive loss), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing 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 thereunder, 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 Financial Statements and Auditor's Report thereon

4. The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

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

Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandlok & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India



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

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to Management.

Responsibilities of Management for the Financial Statements

5. The accompanying financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive loss, changes in equity and cash flows of the Company in accordance with the Ind AS specified under section 133 of the Act 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.
6. In preparing the financial statements, the Board of Directors are 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 the Board of Directors either intend 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.
7. Those Board of Directors are also responsible for overseeing the Company's financial reporting process

Auditor's Responsibilities for the Audit of the Financial Statements

8. 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 Standards on Auditing 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.
9. As part of an audit in accordance with Standards on Auditing, specified under section 143(10) of the Act we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
 - Obtain an understanding of internal 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 with reference to financial statements 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 Board of Directors' 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; and
 - 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;
10. 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.

Report on Other Legal and Regulatory Requirements

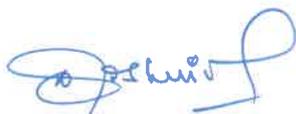
11. Based on our audit, we report that the Company has not paid or provided for any managerial remuneration during the year. Accordingly, reporting under section 197(16) of the Act is not applicable.
12. As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
13. Further to our comments in Annexure A, as required by section 143(3) of the Act based on our audit, we report, to the extent applicable, 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 purpose of our audit of the accompanying standalone financial statements;
 - 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 financial statements dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with Ind AS specified under section 133 of the Act;
 - e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 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 with reference to financial statements of the Company as on 31 March 2022 and the operating effectiveness of such controls, refer to our separate Report in Annexure B wherein we have expressed an unmodified opinion; and



Walker Chandiook & Co LLP

- 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 does not have any pending litigation which would impact its financial position as at 31 March 2022;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2022;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2022;
 - iv.
 - a. The management has represented that, to the best of its knowledge and belief, as disclosed in Note 32 (f) to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company to or in any persons or entities, including foreign entities ('the 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 ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
 - b. The management has represented that, to the best of its knowledge and belief, as disclosed in Note 32 (f) to the financial statements, no funds have been received by the Company from any persons or entities, including foreign entities ('the 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; and
 - c. Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
 - v. The Company has not declared or paid any dividend during the year ended 31 March 2022.

For **Walker Chandiook & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013



Nitin Toshniwal
Partner
Membership No.: 507568
UDIN: 22507568AJHBVV6447



Place: Kolkata
Date: 20 May 2022

Annexure A referred to in Paragraph 12 of the Independent Auditor's Report of even date to the members of Ester Filmtech Limited on the financial statements for the year ended 31 March 2022

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The property, plant and equipment have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of physical verification program adopted by the Company, is reasonable having regard to the size of the Company and the nature of its assets.
- (c) The Company does not own any immovable property. Accordingly, reporting under clause 3(i)(c) of the Order is not applicable to the Company.
- (d) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year.
- (e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the Order is not applicable to the Company.
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed.
- (b) The Company has not been sanctioned working capital limits by banks or financial institutions on the basis of security of current assets during any point of time of the year. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) The Company has not made any investment in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships (LLPs) or any other parties during the year. Accordingly, reporting under clause 3(iii) of the Order is not applicable to the Company.
- (iv) The Company has not entered into any transaction covered under sections 185 and 186 of the Act. Accordingly, reporting under clause 3(iv) of the Order is not applicable to the Company.
- (v) In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there is no amount which has been considered as deemed deposit within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has not specified maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of business activity. Accordingly, reporting under clause 3(vi) of the Order is not applicable.
- (vii)(a) In our opinion, and according to the information and explanations given to us, undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, have generally been regularly



Annexure A referred to in Paragraph 12 of the Independent Auditor's Report of even date to the members of Ester Filmtech Limited on the financial statements for the year ended 31 March 2022

deposited with the appropriate authorities by the Company, though there have been slight delays in a few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no statutory dues referred to in subclause (a) above that have not been deposited with the appropriate authorities on account of any dispute.
- (viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.
- (ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of loans or in the payment of interest thereon.
- (b) According to the information and explanations given to us including confirmations received from banks, representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, money raised by way of term loans were applied for the purposes for which these were obtained.
- (d) In our opinion and according to the information and explanations given to us, the Company has not raised any funds on short term basis during the year or in any previous year. Accordingly, reporting under clause 3(ix)(d) of the Order is not applicable to the Company.
- (e) According to the information and explanations given to us, the Company does not have any subsidiaries, associates or joint ventures. Accordingly, reporting under clause 3(ix)(e) of the Order is not applicable to the Company.
- (f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities.
- (x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.
- (b) No report under section 143(12) of the Act has been filed with the Central Government for the period covered by our audit.
- (c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.

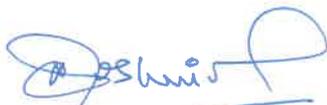


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Annexure A referred to in Paragraph 12 of the Independent Auditor's Report of even date to the members of Ester Filmtech Limited on the financial statements for the year ended 31 March 2022

- (xiii) The Company has not entered into any transactions with the related parties covered under Section 177 or Section 188 of the Act. Accordingly, reporting under clause 3(xiii) of the Order is not applicable to the Company.
- (xiv) (a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system as required under section 138 of the Act which is commensurate with the size and nature of its business.
- (b) We have considered the reports issued by the Internal Auditors of the Company till date for the period under audit.
- (xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with them and accordingly, provisions of section 192 of the Act are not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause 3(xvi) of the Order is not applicable to the Company.
- (xvii) The Company has incurred cash losses in the current financial year and in the immediately preceding financial years amounting to ₹ 202.16 lacs and ₹ 455.23 lacs respectively.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that 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) According to the information and explanations given to us, the Company does not fulfill the criteria as specified under section 135(1) of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and according, reporting under clause 3(xx) of the Order is not applicable to the Company.
- (xxi) The reporting under clause 3(xxi) is not applicable in respect of audit of financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013



Nitin Toshniwal
Partner
Membership No.: 507568
UDIN.: 22507568AJHBBV6447



Place: Kolkata
Date: 20 May 2022

Ester Filmtex Limited
Balance Sheet as at 31 March 2022

(₹ in lacs)

	Notes	As at 31 March 2022	As at 31 March 2021
ASSETS			
Non-current assets			
Property, plant and equipment	6A	111.00	11.15
Capital work-in-progress	6B	41,600.13	5,445.13
Intangible assets	6A	4.02	-
Financial assets			
Other financial assets	12A	169.36	-
Non-current tax assets (net)		4.45	-
Other non-current assets	8	3,841.23	3,767.70
Total non-current assets		45,730.19	9,223.98
Current assets			
Inventories	7	48.26	-
Financial assets			
Cash and cash equivalents	9	3,325.31	143.74
Other bank balances	10	2.77	-
Loans	11	0.37	-
Other financial assets	12B	2.65	1.90
Other current assets	13	1,639.83	83.33
Total current assets		5,019.19	228.97
Total assets		50,749.38	9,452.95
EQUITY AND LIABILITIES			
Equity			
Equity share capital	14A	18,068.44	9,525.00
Other equity	15	(675.23)	(458.41)
Total equity		17,393.21	9,066.59
Share Application money pending allotment	14B	-	110.00
		-	110.00
Liabilities			
Non-current liabilities			
Financial liabilities			
Borrowings	19A	31,558.98	-
Provisions	20A	22.35	-
Total non-current liabilities		31,581.33	-
Current liabilities			
Financial liabilities			
Borrowings	19B	319.47	-
Trade payables			
a) total outstanding dues of micro enterprises and small enterprises	16	-	-
b) total outstanding dues of creditors other than micro enterprises and small enterprises	16	66.48	14.15
Other financial liabilities	17	1,365.35	257.17
Provisions	20B	0.73	-
Other current liabilities	18	22.81	5.04
Total current liabilities		1,774.84	276.36
Total equity and liabilities		50,749.38	9,452.95

Summary of significant accounting policies

1-5

The accompanying notes are integral part of the financial statements.
This is the Balance Sheet referred to in our report of even date.

For Walker Chandok & Co LLP

Chartered Accountants
Firm Registration No. B0117241500013


Nitin Toshniwal
Partner
Membership no. 50750

Place: Kolkata
Date: 20 May 2022

For and on behalf of the Board of Directors


Arvind Singhania
Chairman & CEO
DIN: 00934017

Place: Gurugram
Date: 20 May 2022


Pradeep Kumar Rustagi
Executive Director
DIN: 00879345

Place: Gurugram
Date: 20 May 2022


Manish Gupta
CFO

Place: Gurugram
Date: 20 May 2022


Hanisha Gibrani
Company Secretary
M No: A30542

Place: Gurugram
Date: 20 May 2022



Ester Filmtech Limited
Statement of Profit and Loss for the year ended 31 March 2022

	Notes	(₹ in lacs)	
		For the year ended 31 March 2022	For the period 21 July 2020 to 31 March 2021
Income			
Revenue from operations		-	-
Total income		-	-
Expenses			
Employee benefits expense		-	-
Finance costs	21	60.07	7.51
Depreciation and amortisation expenses	22	1.22	2.15
Other expenses	6	11.34	1.03
Total expenses	23	142.09	447.72
Loss before tax		214.72	458.41
Tax expense		(214.72)	(458.41)
Current tax			
Total tax expenses		-	-
Loss after tax		-	-
Other comprehensive income		(214.72)	(458.41)
Items that will not be reclassified to profit or loss			
Re-measurement loss on defined benefit plans		(2.10)	-
Income tax effect		-	-
Total comprehensive income		(216.82)	(458.41)
Earnings per equity share			
Basic (₹)			
Diluted (₹)	24	(0.12)	(0.48)
	24	(0.12)	(0.48)
Summary of significant accounting policies	1-5		

The accompanying notes are integral part of the financial statements.
This is the statement of profit and loss referred to in our report of even date.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No. 001076NIN500013

For and on behalf of the Board of Directors


Nitin Toshniwal
Partner
Membership no. 511330


Arvind Singhania
Chairman & CEO
DIN: 00934017


Pradeep Kumar Rustagi
Executive Director
DIN: 00879345


Manish Gupta
CFO


Hanisha Gabrani
Company Secretary
M No: A30542

Place: Kolkata
Date: 20 May 2022

Place: Gurugram
Date: 20 May 2022



Ester Filmtech Limited
Cash flow statement for the year ended 31 March 2022

	(₹ in lacs)	
	For the year ended	For the period
	31 March 2022	21 July 2020 to 31 March 2021
A Cash flow from operating activities		
Loss before tax	(214.72)	(458.41)
Adjustments for:		
Depreciation and amortisation expense	11.34	1.03
Finance costs	1.22	2.15
Operating loss before working capital changes and other adjustments:	(202.16)	(455.23)
Working capital changes and other adjustments:		
Increase in current loans	(0.37)	(1.90)
Increase in other non-current and current asset	(1,556.50)	(83.33)
Increase in other financial and non-financial liabilities	65.74	5.23
Increase in other non-current and current financial assets	(27.75)	-
Increase in inventories	(48.26)	-
Increase in Provisions	20.98	-
Increase in trade payables	52.33	14.15
Cash flow from operating activities post working capital changes	(1,695.99)	(521.08)
Income tax paid	(4.45)	-
Net cash used in operating activities (A)	(1,700.44)	(521.08)
B Cash flows from investing activities		
Purchase of property plant and equipments (including capital work-in-progress, Capital advances, Capital creditors and intangible assets)	(35,283.53)	(8,968.03)
Investment in bank deposits	(145.13)	-
Net cash used in investing activities (B)	(35,428.66)	(8,968.03)
C Cash flows from financing activities		
Issue of share capital	8,433.44	9,635.00
Proceeds from long-term borrowings	31,878.45	-
Finance cost paid	(1.22)	(2.15)
Net cash generated from financing activities (C)	40,310.67	9,632.85
D Net increase in cash and cash equivalents (A+B+C)	3,181.57	143.74
E Cash and cash equivalents at the beginning of the year (refer note no. 9)	143.74	-
F Cash and cash equivalents at the end of the year (D+E) (refer note no. 9)	3,325.31	143.74
Reconciliation of cash and cash equivalents as per cash flow statement		
Cash in hand	0.35	-
Balances with banks:		
In current accounts	2,524.96	143.74
Bank deposits with original maturity upto 3 months	800.00	-
Total of cash and cash equivalents	3,325.31	143.74

This is the cash flow statement referred to in our report of even date.

For Walker Chandio & Co LLP
Chartered Accountants
Firm Registration no. 001076/2015/00013

For and on behalf of the Board of Directors


Nitin Toshniwal
Partner
Membership no. 107348


Arvind Singhania
Chairman & CEO
DIN: 00934017


Pradeep Kumar Rustagi
Executive Director -
DIN: 00879345


Manish Gupta
CFO


Hanisha Gabrani
Company Secretary
M No: A30542

Place: Kolkata
Date: 20 May 2022

Place: Gurugram
Date: 20 May 2022



Ester Filmtech Limited
Statement of Changes in Equity for the year ended 31 March 2022

Equity share capital

Particulars	(₹ in lacs)				
	Opening balance as at 21 July 2020	Changes in equity share capital during the period	Balance as at 31 March 2021	Changes in equity share capital during the period	Balance as at 31 March 2022
Equity share capital	-	9,525.00	9,525.00	8,543.44	18,068.44
Share Application money pending allotment	-	110.00	110.00	(110.00)	-

Other equity

Particulars	(₹ in lacs)	
	Reserves and surplus Retained Earnings	Total
Balance as at 21 July 2020	-	-
Loss for the period	-	-
Balance as at 31 March 2021	(458.41)	(458.41)
Loss for the period	(458.41)	(458.41)
Other comprehensive income	(214.72)	(214.72)
Re-measurement losses on defined benefit plans	-	-
Balance as at 31 March 2022	(2.10)	(2.10)
	(675.23)	(675.23)

This is the statement of change in equity referred to in our report of even date.

For Walker Chandok & Co LLP
Chartered Accountants
Firm Registration No. 001076/201500013



Nitin Toshniwal
Partner
Membership No. 07568
Place: Kolkata
Date: 20 May 2022

For and on behalf of the Board of Directors


Arvind Singhania
Chairman & CEO
DIN: 00934017
Place: Gurugram
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Pradeep Kumar Rustagi
Executive Director
DIN: 00879345
Place: Gurugram
Date: 20 May 2022


Manish Gupta
CFO
Place: Gurugram
Date: 20 May 2022


Haisha Gabrani
Company Secretary
M No: A30542
Place: Gurugram
Date: 20 May 2022



Ester Filmtech Limited

Notes to the standalone financial statements for the year ended 31 March 2022

1. Nature of operations

Ester Filmtech Limited (“the Company”) is a Wholly Owned Subsidiary of Ester Industries Limited. Company was incorporated on 21 July 2020 and commercial operation has not yet started. It has started implementation of a project to manufacture Bi-axially Oriented PET Films (BOPET Films) in the state of Telangana. The Company is domiciled in India and its registered office is situated at Plot No: 11, Block – A, Infocity – 1, Sector – 34, Gurugram – 122001, Haryana.

2. General information and compliance with Ind AS

These financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the ‘Ind AS’) as notified by Ministry of Corporate Affairs (‘MCA’) under section 133 of the Companies Act, 2013 (‘Act’) read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act. The Company has uniformly applied the accounting policies for the periods presented.

The financial statements for the year ended 31 March 2022 along with the comparative financial information were authorized and approved for issue by the Board of Directors on 20 May 2022. The revisions to the financial statements is permitted by the Board of Directors after obtaining necessary approvals or at the instance of regulatory authorities as per provisions of the Act.

3. Standards issued but not yet effective

Ministry of Corporate Affairs (“MCA”) notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On 23 March 2022, MCA amended the (Indian Accounting Standards) Amendment Rules, 2022, applicable from 01 April 2022, as below:

- **Ind AS 103 – Reference to Conceptual Framework**
The amendments specify that to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and liabilities in the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India at the acquisition date. These changes do not significantly change the requirements of Ind AS 103. The Company does not expect the amendment to have any significant impact in its financial statements.
- **Ind AS 16 – Proceeds before intended use**
The amendments mainly prohibit an entity from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, an entity will recognise such sales proceeds and related cost in profit or loss. The Company does not expect the amendment to have any significant impact in its financial statements.
- **Ind AS 37 – Onerous Contracts – Costs of Fulfilling a Contract**
The amendments specify that the ‘cost of fulfilling’ a contract comprises the ‘costs that relate directly to the contract’. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts. The Company does not expect the amendment to have any significant impact in its financial statements.
- **Ind AS 109 – Annual Improvements to Ind AS (2021)**
The amendment clarifies which fees an entity includes when it applies the ‘10 percent’ test of Ind AS 109 in assessing whether to derecognise a financial liability. The Company does not expect the amendment to have any significant impact in its financial statements.



- **Ind AS 116 – Annual Improvements to Ind AS (2021)**

The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration. The Company does not expect the amendment to have any significant impact in its financial statements.

4. Basis of preparation

The financial statements have been prepared on going concern basis in accordance with generally accepted accounting principles in India. Further, the financial statements have been prepared on a historical cost basis:

5. Summary of significant accounting policies

The financial statements have been prepared using the significant accounting policies and measurement bases summarised below. These were used throughout all periods presented in the financial statements.

5.1 Current versus non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Companies Act, 2013.

5.2 Property, plant and equipment (PPE)

Recognition and initial measurement

Property plant and equipment, capital work in progress are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Any trade discount and rebates are deducted in arriving at the purchase price.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company. All other repair and maintenance costs are recognised in statement of profit and loss as incurred.

De-recognition

An item of property, plant and equipment and any significant component initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset/significant component (calculated as the difference between the net disposal proceeds and the carrying amount of the asset/significant component) is recognised in statement of profit and loss, when the asset is derecognised.

5.3 Intangible assets

Recognition and initial measurement

Intangible assets (softwares and patents) are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

5.4 Capital work-in- progress

Capital work-in-progress represents expenditure incurred in respect of capital projects and are carried at cost. Cost comprises of purchase cost, related acquisition expenses, development / construction costs, borrowing costs and other direct expenditure.



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Ester Filmtech Limited

Notes to the standalone financial statements for the year ended 31 March 2022

5.5 Borrowing costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is necessary to complete and prepare the asset for its intended use or sale. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the statement of profit and loss as incurred.

5.6 Income taxes

Tax expense recognized in statement of profit and loss comprises the sum of deferred tax and current tax except the ones recognized in other comprehensive income or directly in equity.

Current tax is determined as the tax payable in respect of taxable income for the year and is computed in accordance with relevant tax regulations. Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity).

Deferred tax liabilities are generally recognised in full for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that the underlying tax loss or deductible temporary difference will be utilised against future taxable income. This is assessed based on the Company's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limits on the use of any unused tax loss. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax relating to items recognised outside statement of profit and loss is recognised outside statement of profit and loss (either in other comprehensive income or in equity).

5.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, balance with banks in current in current accounts and other short term highly liquid investments with original maturity of three months and less.

5.8 Employee benefits

Provident fund

Contribution towards provident fund for certain employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as defined contribution plan as the Company does not carry any further obligations, apart from the contributions made on a monthly basis. Accordingly, the contribution paid or payable and the interest shortfall, if any is recognized as an expense in the period in which services are rendered by the employee.

Short-term employee benefits

Short-term employee benefits comprise of employee costs such as salaries, bonus etc. is recognized on the basis of the amount paid or payable for the period during which services are rendered by the employee.

5.9 Provisions

Provisions are recognized when the Company has a present obligation as a result of past events, for which it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions required to settle are reviewed regularly and are adjusted where necessary to



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Ester Filmtech Limited

Notes to the standalone financial statements for the year ended 31 March 2022

reflect the current best estimates of the obligation. Provisions are discounted to their present values, where the time value of money is material.

5.10 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events including a bonus issue, right issue and share split transaction.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

5.11 Segment

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Company. The CODM is considered to be the Board of Directors who make strategic decisions and is responsible for allocating resources and assessing the financial performance of the operating segments.

The Company business activity falls within a single segment, which is under manufacturing of Polyester film, in terms of Ind AS 108 on Segment Reporting. The Company was incorporated on 21 July 2020 and commercial operation has not yet started.

5.12 Significant management judgement

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the related disclosures.

Significant management judgement

Recognition of deferred tax assets – The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Company's future taxable income against which the deferred tax assets can be utilized.

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6A. Property, plant and equipment

(₹ in lacs)

Particulars	Property, plant and equipment			Intangible assets	
	Office equipments	Furniture and fixtures	Plant and Machinery	Total	Software
Gross carrying amount					
As at 21 July 2020	-	-	-	-	-
Additions	3.02	9.16	-	12.18	-
As at 31 March 2021	3.02	9.16	-	12.18	-
Additions	7.86	10.60	92.40	110.86	4.35
As at 31 March 2022	10.88	19.76	92.40	123.04	4.35
Accumulated depreciation					
As at 21 July 2020	-	-	-	-	-
Depreciation charge for the year	0.07	0.96	-	1.03	-
As at 31 March 2021	0.07	0.96	-	1.03	-
Depreciation charge for the year	1.20	8.00	1.81	11.01	0.33
As at 31 March 2022	1.27	8.96	1.81	12.04	0.33
Net block					
As at 1 April 2021	2.95	8.20	-	11.15	-
As at 31 March 2022	9.61	10.80	90.59	111.00	4.02

6B. Capital work-in-progress

(₹ in lacs)

Description	As at	As at
	31 March 2022	31 March 2021
Capital work-in-progress*	41,600.13	5,445.13

* It includes pre-operative expenses of ₹ 1,000.83 lacs (31 March 2021 ₹ 283.97 lacs) refer note 6B(i).

The capital work-in-progress ageing schedule for the years ended 31 March 2022 and 31 March 2021 is as follows:

Amount in capital work-in progress 31 March 2022

(₹ in lacs)

Description	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Capital work-in-progress	39,890.07	709.23	-	-	40,599.30

Amount in capital work-in progress 31 March 2021

(₹ in lacs)

Description	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Capital work-in-progress	5,161.16	-	-	-	5,161.16

6B(i). Pre-operative expenses

(₹ in lacs)

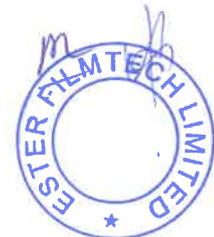
Description	As at	As at
	31 March 2022	31 March 2021
Opening balances	283.97	-
Finance charges	288.18	129.81
Legal and professional expenses	199.83	154.16
Salaries and wages	169.22	-
Others	69.01	-
Less: Recoveries		
Interest earned	9.38	-
Closing balance	1,000.83	283.97

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Ester Filmtech Limited

Notes to the financial statements for the year ended 31 March 2022

7. Inventories		
	(₹ in lacs)	
	As at	As at
	31 March 2022	31 March 2021
Stores and spares	48.26	-
Total Inventories	48.26	-

8. Other non-current assets		
	(₹ in lacs)	
	As at	As at
	31 March 2022	31 March 2021
Capital advances	3,841.23	3,767.70
Total other non-current assets	3,841.23	3,767.70

9. Cash and cash equivalents		
	(₹ in lacs)	
	As at	As at
	31 March 2022	31 March 2021
Cash in hand	0.35	-
Balances with banks		
In current accounts	2,524.96	143.74
Bank deposits with original maturity upto 3 months	800.00	-
Total cash and cash equivalents	3,325.31	143.74

10. Other bank balances		
	(₹ in lacs)	
	As at	As at
	31 March 2022	31 March 2021
Deposits with remaining maturity for less than 12 months	2.77	-
Deposits with remaining maturity for more than 12 months	142.36	-
Total*	145.13	-
Less:- Amount disclosed under non-current assets (refer note 12)	(142.36)	-
Total other bank balances	2.77	-

*Margin money deposit (including interest accrued) of ₹ 145.13 lacs (31 March 2021: ₹ Nil) are subject to lien of lending banks for securing letter of credit, bank guarantee and other facilities sanctioned by them.

11. Loans		
	(₹ in lacs)	
	As at	As at
	31 March 2022	31 March 2021
Loans to employees	0.37	-
Total loans	0.37	-

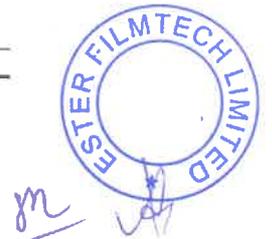
12. Other financial assets		
	(₹ in lacs)	
	As at	As at
	31 March 2022	31 March 2021
A) Non-current		
(Unsecured considered good)		
Bank deposits with maturity of more than 12 months (refer note 10)	142.36	-
Security deposits	27.00	-
Total non-current other financial assets (A)	169.36	-
B) Current		
(Unsecured considered good)		
Security deposits	2.65	1.90
Total current other financial assets (B)	2.65	1.90
	172.01	1.90

13. Other current assets		
	(₹ in lacs)	
	As at	As at
	31 March 2022	31 March 2021
Considered good		
Advance to vendors	2.23	7.62
Prepaid expenses	21.74	-
Balances with government authorities	1,615.86	75.71
Total other current assets	1,639.83	83.33



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14A. Equity share capital

	As at 31 March 2022		As at 31 March 2021	
	Number	Amount (₹ in lacs)	Number	Amount (₹ in lacs)
i) Authorised				
Equity shares of ₹ 10 each	200,000,000	20,000.00	180,000,000	18,000.00
		20,000.00		18,000.00
ii) Issued, subscribed and fully paid up				
Equity shares of ₹ 10 each	180,684,390	18,068.44	95,250,000	9,525.00
		18,068.44		9,525.00

Shareholding of Promoters

The details of the shares held by promoters as at 31 March 2022 are as follow.

Promoter name	No. of Shares	% of total shares	% change during the year
Ester Industries Limited	18,06,84,384	99.99	-

iii) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year

Equity shares	Number	Amount (₹ in lacs)
Balance at the beginning of the year		
Equity Shares allotted	95,250,000	9,525.00
Share Application money pending allotment(refer note 14B)	1,100,000	110.00
Add: Equity shares issued during the year (Equity shares of ₹ 10 each)	84,334,390	8,433.44
Balance at the end of the year	180,684,390	18,068.44

iv) Shares held by Holding Company

Name of the equity shareholder	As at 31 March 2022		As at 31 March 2021	
	Number	Amount (₹ in lacs)	Number	Amount (₹ in lacs)
Ester Industries Limited, Holding Company				
Equity shares of ₹ 10 each fully paid up	180,684,390	18,068.44	95,249,994	9,525.00
	180,684,390	18,068.44	95,249,994	9,525.00

v) Details of shareholder holding more than 5% shares in the Company

	As at 31 March 2022		As at 31 March 2021	
	Number	%	Number	%
Ester Industries Limited, Holding Company				
Equity shares of ₹ 10 each fully paid	18,06,84,384	99.99	95,249,994	99.99

14B. Share Application money pending allotment

	As at 31 March 2022		As at 31 March 2021	
	Number	Amount (₹ in lacs)	Number	Amount (₹ in lacs)
Ester Industries Limited, Holding Company				
Equity shares of ₹ 10 each fully paid	-	-	1,100,000	110.00
	-	-	1,100,000	110.00

15. Other equity

	As at	
	31 March 2022	31 March 2021
Reserves and surplus		
Retained earnings	(675.23)	(458.41)
Total	(675.23)	(458.41)

16. Trade payable

	As at	
	31 March 2022	31 March 2021
Trade payables		
Trade payables		
-total outstanding dues of micro enterprises and small	-	-
-total outstanding dues of creditors other than micro enterprises and small enterprises	66.48	14.15
Total trade payables	66.48	14.15



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Ester Filmtech Limited

Notes to the financial statements for the year ended 31 March 2022

*Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act, 2006") as at 31 March 2022:

Particulars	(₹ in lacs)	
	As at 31 March 2022	As at 31 March 2021
i. The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year;		
Principal amount*	336.73	-
Interest due thereon	-	-
ii. The amount paid by the buyer in terms of Section 16, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;		
Principal amount	-	-
Interest due thereon	-	-
iii. The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act;	-	-
iv. The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
v. The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23.	-	-

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

*includes capital creditors of ₹ 336.73 lacs.

Trade payable ageing is as follows:

Particulars	(₹ in lacs)				
	As at 31 March 2022				
	Outstanding for following periods from the due date of payment				
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Others	66.48	-	-	-	66.48

Particulars	(₹ in lacs)				
	As at 31st March 2021				
	Outstanding for following periods from the due date of payment				
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Others	14.15	-	-	-	14.15

17. Other financial liabilities

Particulars	(₹ in lacs)	
	As at 31 March 2022	As at 31 March 2021
Interest accrued	26.74	-
Capital creditors*	1,317.19	256.98
Employee related payables	21.42	0.10
Others payables	-	0.09
Total other financial liabilities	1,365.35	257.17

* includes micro enterprises and small enterprises of ₹ 336.73 lacs.

18. Other current liabilities

Particulars	(₹ in lacs)	
	As at 31 March 2022	As at 31 March 2021
Statutory dues	22.81	5.04
Total other liabilities	22.81	5.04

19. (A) Borrowings

Particulars	(₹ in lacs)	
	As at 31 March 2022	As at 31 March 2021
A) Non-current*		
Secured loans		
Term loans from:		
Banks	10,038.58	-
Financial institution	21,520.40	-
Total borrowings - non-current	31,558.98	-

* For liquidity risk related disclosures, refer note 28B.

I. Term loans

a) **From Bank of India** of ₹ 5,341.62 lacs (31 March 2021: ₹ Nil) as term loan to set up a new BOPET Film manufacturing project at floating interest at the rate of 1 Year MCLR plus 0.70% per annum. The term loan is repayable in 28 equal quarterly instalments starting after a moratorium of 9 months from Commencement of Commercial production date (COD).#

b) **From Bank of Baroda** of ₹ 5,062.39 lacs (31 March 2021: ₹ Nil) as term loan to set up a new BOPET Film manufacturing project at floating interest at the rate of 1 Year MCLR plus 0.90% per annum. The term loan is repayable in 28 equal quarterly instalments starting after a moratorium of 9 months from Commencement of Commercial production date (COD).#



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Ester Filmtech Limited

Notes to the financial statements for the year ended 31 March 2022

c) **From HDFC Bank** of ₹ 1,437.90 lacs (31 March 2021: ₹ Nil) as term loan to set up a new BOPET Film manufacturing project at floating interest at the rate of 1 Year MCLR plus 0.75% per annum. The term loan is repayable in 28 equal quarterly instalments starting to commencing from June 2024.#

d) **From OLB Bank, Germany** of Euro 238.27 lacs which is in ₹ 20,036.54 lacs (31 March 2021: ₹ Nil) as term loan to set up a new project interest at the rate EURIBOR plus 0.75% per annum. The term loan is secured by first and exclusive charge on plant and machineries financed by OLB bank and further secured by irrevocable guarantee of its holding Company (Ester Industries Limited). The term loan bearing floating interest at the EURIBOR plus 0.75% per annum. The term loan is repayable in 17 equal half yearly instalments starting to commence from six month from date of commencement.

Above term loans are secured by first pari passu charge on fixed assets of the Company (both present & future) including factory land and building at Chandanvally,shahbad mandal, Hyderabad ,Telangana with other lenders, except plant and machinery that are exclusively charged to OLB Bank,Germany for ECA funding and first charge on Debt Service Reserve Account (DSRA) to be created to meet debt service requirements of the project for the ensuring 60 days principal and interest payment. Second Pari passu charge on current assets and further secured by irrevocable guarantee of its holding Company (Ester Industries Limited) and personal guarantee of Mr. Arvind Singhania.

	(₹ in lacs)	
	As at 31 March 2022	As at 31 March 2021
19. (B) Current borrowings*		
Other loans		
Current maturities of long term loans	319.47	-
Total borrowings - current	319.47	-

* For liquidity risk related disclosures, refer note 28B.

The changes in the entities liabilities arising from financing and non financing activities can be classified as follows:

(₹ in lacs)

Particulars	Borrowings		Total
	Non-current	Current	
1 April 2021			
Cash flows:			
- Proceeds	31,558.98	319.47	31,878.45
31 March 2022	31,558.98	319.47	31,878.45
1 April 2020			
Cash flows:			
- Proceeds	-	-	-
31 March 2021	-	-	-

20. Provisions

(₹ in lacs)

	As at 31 March 2022	As at 31 March 2021
A) Provisions - non-current		
Provision for gratuity (refer note 30)	13.28	-
Provision for compensated absence	9.07	-
Total provisions - non-current	22.35	-
B) Provisions - current		
Provision for gratuity (refer note 30)	0.32	-
Provision for compensated absence	0.41	-
Total provisions - current	0.73	-
Total provisions (A+B)	23.08	-

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21. Employee benefits expense	(₹ in lacs)	
	For the year ended 31 March 2022	For the period 21 July 2020 to 31 March 2021
Salaries and wages	35.97	6.54
Contribution to provident fund and other funds	1.45	0.35
Gratuity (refer note 30)	2.95	-
Staff welfare expenses	19.70	0.62
Total employee benefits expense	60.07	7.51

22. Finance cost	(₹ in lacs)	
	For the year ended 31 March 2022	For the period 21 July 2020 to 31 March 2021
Interest on Statutory dues	0.43	-
Bank charges	0.79	2.15
Total finance cost	1.22	2.15

23. Other expenses	(₹ in lacs)	
	For the year ended 31 March 2022	For the period 21 July 2020 to 31 March 2021
Manufacturing expenses		
Consumption of stores and spare parts	3.30	-
Total manufacturing expenses	3.30	-
Other expenses		
Rent	8.02	2.25
Rates and taxes	37.64	148.35
Travelling and conveyance	-	23.30
Legal and professional charges	77.04	246.01
Auditors' remuneration (refer note (i) below)	6.50	3.12
Security services	-	7.39
Foreign exchange fluctuation loss (net)	-	4.89
Miscellaneous expenses	9.59	12.41
Total administrative and other expenses	138.79	447.72
Total other expenses	142.09	447.72

i) Auditors' remuneration	(₹ in lacs)	
	For the year ended 31 March 2022	For the period 21 July 2020 to 31 March 2021
Particulars		
- Audit fee (excluding taxes)	6.50	3.00
- Out of pocket expenses (excluding taxes)	-	0.12
	6.50	3.12

24. Earning per share (EPS)	(₹ in lacs)	
	For the year ended 31 March 2022	For the period 21 July 2020 to 31 March 2021
Loss attributable to equity shareholders (₹ in lacs)	(214.72)	(458.41)
Loss attributable to equity shareholders adjusted for the effect of dilution (₹ in lacs)	(214.72)	(458.41)
Weighted average number of equity shares for basic EPS	180,684,390	95,250,000
Weighted average number of equity shares adjusted for the effect of dilution	180,684,390	95,250,000
Earnings per equity share		
Basic (₹)	(0.12)	(0.48)
Diluted (₹)	(0.12)	(0.48)

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25. Related party transactions

In accordance with the requirements of Ind AS 24 the names of the related parties where control exists/able to exercise significant influence along with the aggregate transactions and year end balances with them as identified and certified by the management are given below:

i) Parties where control exists: Name of the related parties	Nature of related party 31 March 2022		Nature of related party 31 March 2021	
	Goldring Investments Corporation	Ultimate Holding Company	Ultimate Holding Company	
Wilemina Finance Corporation	Holding Company of Ester Industries Limited	Holding Company of Ester Industries Limited		
Ester Industries Limited	Holding Company	Holding Company		
Mr. Arvind Singhania (Chairman and Managing Director)	Key managerial personnel	Key managerial personnel		
Mr. Pradeep Kumar Rustagi (Executive Director)	Key managerial personnel	Key managerial personnel		
Mr. Ayush Vardhan Singhania (Director)	Director	Director		
Mr. Girish Behal (Director)	Director	Director		
Mr. Arvind Kumar Goyal (Independent Director)	Director (w.e.f. 07 January 2022)	-		
Mrs. Padmaja Shailen Ruparel (Independent Director)	Director (w.e.f. 07 January 2022)	-		
Mr. Manish Gupta (CFO)	Key managerial personnel (w.e.f. 24 March 2022)	-		

(a) Transactions with key managerial personnel/related parties and their relatives carried out in the ordinary course of business:

Sr. No.	Particulars	(₹ in lacs)					
		Holding Company		Directors and Key Managerial Personnel		Total	
		31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
1	Issue of share capital	8,433.44	9,525.00	-	-	8,433.44	9,525.00
2	Issue of share application money pending allotment	-	110.00	-	-	-	110.00
3	Gratuity and Leave encashment (due to transfer of employees) Ester Industries Limited	13.87	-	-	-	13.87	-
4	Corporate Guarantees given by Holding company to Lender (banks) - Ester Industries Limited	33,078.45	-	-	-	33,078.45	-
5	Personal Guarantees given by KMP/ Directors Mr. Arvind Singhania	-	-	14,243.44	-	14,243.44	-

(b) Closing balance with related parties in the ordinary course of business :

Sr. No.	Particulars	(₹ in lacs)					
		Holding Company		Directors and Key Managerial Personnel		Total	
		31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
1	Corporate Guarantees given by Holding company to Lender (banks) - Ester Industries Limited	33,078.45	-	-	-	33,078.45	-
2	Personal Guarantees given by KMP/ Directors Mr. Arvind Singhania	-	-	14,243.44	-	14,243.44	-

26 (i) Contingent liabilities and commitments

The Company does not have any contingencies as at 31 March 2022.

Commitments

1	Particulars	(₹ in lacs)	
		31 March 2022	31 March 2021
	Estimated amount of contracts remaining to be executed on capital account and not provided for	4,843.81	-

26 (ii) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Company. The CODM is considered to be the Board of Directors who make strategic decisions and is responsible for allocating resources and assessing the financial performance of the operating segments.

The Company business activity falls within a single segment, which is under manufacturing of Polyester film, in terms of Ind AS 108 on Segment Reporting. The Company was incorporated on 21 July 2020 and commercial operation has not yet started.

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27. Fair value disclosures

(i) Fair value hierarchy

Financial assets measured at fair value in the statement of financial position are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement, as follows:

Level 1: quoted prices (unadjusted) in active markets for financial instruments.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: unobservable inputs for the asset or liability.

(ii) Valuation technique used to determine fair value

A. Specific valuation techniques used to value mutual funds include - the use of net asset value for mutual funds on the basis of the statement received from investee party.

B. Derivative asset/liability is measured using forward contract exchange rates at the balance sheet rate as confirmed from banks/financial institutions.

(iii) Financial assets measured at fair value – recurring fair value measurements

(₹ in lacs)

Particulars	Level	31 March 2022	31 March 2021
Financial assets			
Investments in mutual funds	Level 1	-	-
Total financial assets		-	-
Financial liabilities			
Derivative liability	Level 2	-	-
Total financial liabilities		-	-

(iv) Fair value of instruments measured at amortised cost for which fair value are disclosed

(₹ in lacs)

Particulars	Level	31 March 2022		31 March 2021	
		Carrying value	Fair value	Carrying value	Fair value
Financial assets					
Security deposits	Level 3	27.00	27.00	-	-
Total financial assets		27.00	27.00	-	-
Borrowings*					
	Level 3	31,878.45	31,878.45	-	-
Total financial liabilities		31,878.45	31,878.45	-	-

The above disclosures are presented for non-current financial assets (excluding bank deposits) and non-current financial liabilities. Carrying value of current financial assets and current financial liabilities (cash and cash equivalents, other bank balances, loans, other current financial assets, trade payables and other current financial liabilities) represents the best estimate of fair value.

*Long term borrowing facilities availed by the Company are variable rate facilities which are subject to changes in underlying interest rate indices. Further, the credit spread on these facilities are subject to change with changes in Company's creditworthiness. The management believes that the current rate of interest on these loans are in close approximation from market rates applicable to the Company. Therefore, the management estimates that the fair value of these borrowings are approximate to their respective carrying values.

28. Financial risk management

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

(₹ in lacs)

Particulars	31 March 2022		31 March 2021	
	FVTPL	Amortised cost	FVTPL	Amortised cost
Financial assets				
Loans	-	0.37	-	-
Cash and cash equivalents	-	3,325.31	-	143.74
Other bank balances	-	2.77	-	-
Other financial assets	-	172.01	-	1.90
Total financial assets	-	3,500.46	-	145.64
Financial liabilities				
Borrowings	-	31,878.45	-	-
Trade payables	-	66.48	-	14.15
Other financial liabilities	-	1,365.35	-	257.17
Total financial liabilities	-	33,310.28	-	271.32

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(i) Risk management

The Company's activities expose it to market risk, liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, other bank balances, loans, trade receivables, other financial assets and investments	Ageing analysis	Diversification of bank deposits and investments, credit limits and letter of credit
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk - foreign exchange	Recognised financial assets and liabilities not denominated in Indian rupee (₹)	Cash flow forecasting	Forward contract/hedging, if required
Market risk - Interest rate risk	Long-term borrowings at variable rates	Sensitivity analysis	Negotiation of terms that reflect market factors
Price risk - security price	Investments in mutual funds	Sensitivity analysis	Diversification of portfolio, with focus on strategic investments

(A) Credit risk

Credit risk is the risk that a counterparty fails to discharge its obligation to the Company. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, investments, trade receivables and other financial assets measured at amortised cost. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

a) Credit risk management

i) Credit risk rating

The Company assesses and manages credit risk of financial assets based on following categories arrived on the basis of assumptions, inputs and factors specific to the class of financial assets.

A: Low credit risk

B: Moderate credit risk

C: High credit risk

The Company provides for expected credit loss based on the following:

Description	Asset group	Provision for expected credit loss
Low credit risk	Cash and cash equivalents, other bank balances, investments, loans, trade receivables and other financial assets	12 month expected credit loss
Moderate credit risk	Trade receivables	Life time expected credit loss
High credit risk	Trade receivables	Life time expected credit loss or fully provided for

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period (including extension). Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Company. The Company continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognised in statement of profit and loss.

Below is the bifurcation of assets in various categories of risk:

Description	Particulars	(₹ in lacs)	
		31 March 2022	31 March 2021
Low credit risk	Cash and cash equivalents, other bank balances, investments, loans, trade receivables and other financial assets	3,500.46	145.64
High credit risk	Trade receivables	-	-

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b) Credit risk exposure

Provision for expected credit losses

The Company provides for 12 month expected credit losses or lifetime expected credit losses for following financial assets.

31 March 2022

Particulars	Estimated gross carrying amount at default	Expected credit losses (including credit impaired)	Carrying amount net of impairment provision
Loans	0.37	-	0.37
Cash and cash equivalents	3,325.31	-	3,325.31
Other bank balances	2.77	-	2.77
Other financial assets	172.01	-	172.01
Total financial assets	3,500.46	-	3,500.46

31 March 2021

Particulars	Estimated gross carrying amount at default	Expected credit losses (including credit impaired)	Carrying amount net of impairment provision
Loans	-	-	-
Cash and cash equivalents	143.74	-	143.74
Other bank balances	-	-	-
Other financial assets	1.90	-	1.90
Total financial assets	145.64	-	145.64

(B) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due. Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates.

Maturities of financial liabilities

The tables below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities.

31 March 2022	Less than 1 year	1 - 3 years	More than 3 years	Total
Non-derivatives				
Borrowings (including interest)	846.87	14,294.64	22,195.82	37,337.33
Trade payables	66.48	-	-	66.48
Other financial liabilities	1,365.35	-	-	1,365.35
Total	2,278.70	14,294.64	22,195.82	38,769.16

31 March 2021	Less than 1 year	1 - 3 years	More than 3 years	Total
Non-derivatives				
Borrowings (including interest)	-	-	-	-
Trade payables	14.15	-	-	14.15
Other financial liabilities	257.17	-	-	257.17
Total	271.32	-	-	271.32

(C) Market risk

(i) Interest rate risk

Interest rate risk exposure

The Company's variable rate borrowing is subject to interest rate risk. Below is the overall exposure of the borrowing:

Particulars	31 March 2022	31 March 2021
Variable rate borrowings	31,878.45	-
Total borrowings	31,878.45	-

Sensitivity

Profit or loss and equity is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

Particulars	31 March 2022	31 March 2021
Interest sensitivity*		
Interest rates – increase by 50 basis point (March 31, 2022: 50 basis point)	159.39	-
Interest rates – decrease by 50 basis point (March 31, 2022: 50 basis point)	(159.39)	-

* Holding all other variables constant



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(ii) Foreign exchange risk

The Company has international transactions and is exposed to foreign exchange risk arising from foreign currency transactions (imports and exports). Foreign exchange risk arises from recognised assets and liabilities denominated in a currency that is not the Company's functional currency.

Foreign currency risk exposure

Particulars	Currency	Amount in Foreign Currency (In absolute figures)		Amount (₹ in lacs)	
		31 March 2022	31 March 2021	31 March 2022	31 March 2021
Payables					
Trade payables	USD	52,028	-	39.57	-
Foreign currency secured loan	EURO	25,592,108	-	21,520.40	-

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	Impact on profit after tax (₹ in lacs)	
	31 March 2022	31 March 2021
USD sensitivity		
INR/USD increase by 4.65%	(1.84)	-
INR/USD decrease by 4.65%	1.84	-
EUR sensitivity		
INR/EUR increase by 5.80%	(1,248.18)	-
INR/EUR decrease by 5.80%	1,248.18	-

(iii) Price risk

Company has no investment.

29. Capital management

The Company's objectives when managing capital are to:

- To ensure Company's ability to continue as a going concern, and
- To provide adequate return to shareholders

The Company manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares. The amounts managed as capital by the Company are summarised as follows:

Debt equity ratio	(₹ in lacs)	
	31 March 2022	31 March 2021
Total borrowings*	31,905.19	-
Total equity	17,393.21	9,066.59
Net debt to equity ratio	183%	N/A

*Total borrowings include non-current borrowings, current borrowings and interest accrued.

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30. Employee benefits obligations

Gratuity

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of continuous service gets a gratuity on departure at fifteen day salary (last drawn salary) for each completed year of service in terms of the provisions of the Payments of Gratuity Act, 1972. The Company provides for liability in its books of accounts based on actuarial valuation.

The following table summaries the components of net benefit expense recognised in statement of profit and loss and the amount recognised in the balance sheet for gratuity benefit:

(i) Amounts recognised in the balance sheet

Particulars	(₹ in lacs)	
	31 March 2022	31 March 2021
Current liability	0.32	-
Non-current Liability	13.28	-
Total	13.60	-

(ii) Movement in the liability recognised in the balance sheet is as under:

Particulars	(₹ in lacs)	
	31 March 2022	31 March 2021
Present value of defined benefit obligation at the beginning of the year	-	-
Acquisition adjustment	8.55	-
Current service cost	2.33	-
Interest cost	0.62	-
Actuarial loss / (gain) net	2.10	-
Present value of defined benefit obligation at the end of the year	13.59	-

(iii) Expenses recognised in statement of profit and loss

Particulars	(₹ in lacs)	
	31 March 2022	31 March 2021
Current service cost	2.33	-
Interest cost	0.62	-
Cost recognised during the year	2.95	-

(iv) Expenses recognised in other comprehensive income

Particulars	(₹ in lacs)	
	31 March 2022	31 March 2021
Actuarial loss / (gain) net on account of:		
- Changes in experience adjustment	2.10	-
Cost / (Income) recognised during the year	2.10	-

	(₹ in lacs)		
	31 March 2022	31 March 2021	31 March 2020
- Changes in experience adjustment loss/ (gain)	2.10	-	-

(v(a)) For determination of the liability of the Company the following actuarial assumptions were used:

Particulars	31 March 2022		31 March 2021	
Discount rate	7.22	-	-	-
Salary escalation rate	5.00	-	-	-
Retirement age (years)	58 Years	-	-	-
Average past service (years)	3.16 Years	-	-	-
Average age	35.58 Years	-	-	-
Average remaining working life	22.42 Years	-	-	-
Weighted average duration	17.86 Years	-	-	-
Withdrawal rate				
Up to 30 years	3.00%	-	-	-
From 31 to 44 years	2.00%	-	-	-
Above 44 years	1.00%	-	-	-

Mortality rates inclusive of provision for disability -100% of IALM (2012 – 14)



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(v(b)) **Maturity profile of defined benefit obligation**

		(₹ in lacs)	
Year 31 March 2022	Year 31 March 2021	Amount 31 March 2022	Amount 31 March 2021
April 2022- March 2023	April 2021- March 2022	0.91	-
April 2023- March 2024	April 2022- March 2023	0.27	-
April 2024- March 2025	April 2023- March 2024	0.27	-
April 2025- March 2026	April 2024- March 2025	0.23	-
April 2026- March 2027	April 2025- March 2026	0.24	-
April 2027- March 2028	April 2026- March 2027	0.24	-
April 2028 onwards	April 2027 onwards	12.02	-

(vi) **Sensitivity analysis**

		(₹ in lacs)	
Particulars	31 March 2022	31 March 2021	
a) Impact of the change in discount rate			
Present value of obligation at the end of the year	13.59	-	
Impact due to increase of 0.50%	(1.00)	-	
Impact due to decrease of 0.50%	1.10	-	
b) Impact of the change in salary increase			
Present value of obligation at the end of the year	13.59	-	
Impact due to increase of 0.50%	1.12	-	
Impact due to decrease of 0.50%	(1.02)	-	

Sensitivities due to mortality and withdrawals are not material. Hence impact of change is not calculated.

Sensitivities as to rate of inflation and life expectancy are not applicable being a lump sum benefit on retirement.

Risk

Salary increases	Actual salary increases will increase the defined benefit liability. Increase in salary increment rate assumption in future valuations will also increase the liability.
Discount rate	Reduction in discount rate in subsequent valuations can increase the liability.
Mortality and disability	Actual deaths and disability cases proving lower or higher than assumed in the valuation can impact the
Withdrawals	Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact defined benefit liability.

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31. Ratio

The ratios for the years ended 31 March 2022 and 31 March 2021 are as follows:

Particulars	Numerator	Denominator	As at	As at	Variance (in %)
			31 March 2022	31 March 2021	
Current ratio	Current assets	Current liabilities	2.83	0.83	241.33 *
Debt-Equity ratio	Total debt ¹	Shareholder's equity	1.83	NA	NA
Debt service coverage ratio	Earnings available for debt service	Debt service	NA	NA	NA
Return on equity	Net profit after taxes	Average shareholder's equity	-0.41%	-5.06%	(91.97) *
Inventory turnover ratio	Cost of goods sold	Average inventory	NA	NA	NA
Trade receivables turnover ratio	Net sales	Average accounts receivable	NA	NA	NA
Trade payables turnover ratio	Net credit purchases	Average trade payables	NA	NA	NA
Net capital turnover ratio	Net sales	Working capital	NA	NA	NA
Net profit ratio	Net profit after taxes	Net sales	NA	NA	NA
Return on capital employed (ROCE)	Earnings before interest and taxes	Capital employed ²	-0.43%	-4.97%	-91.28 *

¹ Total debt represents total borrowings.

² Tangible net worth (Total equity - other intangible assets) + Total debt.

*Company was incorporated on 21 July 2020 and commercial operation has not yet started.

32. Additional regulatory information not disclosed elsewhere in the financials statements.

(a) Benami property

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(b) Willful defaulter

The Company has not been declared willful defaulter by any bank or financial institution or other lender.

(c) Relationship with struck off companies

The Company does not have any transactions with companies struck off.

(d) Compliance with approved scheme(s) of arrangements

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(e) Registration of charges or satisfaction with Registrar of Companies

The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies (ROC) beyond the statutory period.

(f) Utilisation of Borrowed funds

The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(g) Undisclosed income

The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

(h) Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

(i) Valuation of PPE and intangible asset

The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

33. The figures for the previous year have been regrouped wherever necessary to comply with amendments in Schedule III of the Companies Act, 2013.

34. No subsequent event occurred post balance sheet date which requires adjustment in the financial statements for the year ended 31 March 2022.

For Walker Chandniok & Co LLP
Chartered Accountants
Firm Registration No. 001076N/N500013

For and on behalf of the Board of Directors

Nitin Toshniwal
Partner

Membership no. 118

Place: Kolkata
Date: 20 May 2022



Arvind Singhania
Chairman & CEO

DIN: 00934017

Place: Gurugram
Date: 20 May 2022

Pradeep Kumar Rustagi

Executive Director

DIN: 00879345

Place: Gurugram
Date: 20 May 2022

Manish Gupta

CFO

Place: Gurugram
Date: 20 May 2022

Hanisha Gabrani
Company
Secretary
M No: A30542

Place: Gurugram
Date: 20 May 2022



Ester Filmtech Limited
Notes to the financial statements for the year ended 31 March 2022

31. Ratio

The ratios for the years ended 31 March 2022 and 31 March 2021 are as follows:

Particulars	Numerator	Denominator	As at		Variance (in %)
			31 March 2022	31 March 2021	
Current ratio	Current assets	Current liabilities			
Debt-Equity ratio	Total debt ¹	Shareholder's equity	2.83	0.83	241.33 *
Debt service coverage ratio	Earnings available for debt service	Debt service	1.83	NA	NA
Return on equity	Net profit after taxes	Average shareholder's equity	NA	NA	NA
Inventory turnover ratio	Cost of goods sold	Average inventory	-0.41%	-5.06%	(91.97) *
Trade receivables turnover ratio	Net sales	Average accounts receivable	NA	NA	NA
Trade payables turnover ratio	Net purchases	Average trade payables	NA	NA	NA
Net capital turnover ratio	Net sales	Working capital	NA	NA	NA
Net profit ratio	Net profit after taxes	Net sales	NA	NA	NA
Return on capital employed (ROCE)	Earnings before interest and taxes	Capital employed ²	NA	NA	NA
			-0.43%	-4.97%	-91.28 *

¹ Total debt represents total borrowings.

² Tangible net worth (Total equity - other intangible assets) + Total debt.

*Company was incorporated on 21 July 2020 and commercial operation has not yet started.

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(b) Willful defaulter

The Company has not been declared willful defaulter by any bank or financial institution or other lender.

(c) Relationship with struck off companies

The Company does not have any transactions with companies struck off.

(d) Compliance with approved scheme(s) of arrangements

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(e) Registration of charges or satisfaction with Registrar of Companies

The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies (ROC) beyond the statutory period.

(f) Utilisation of Borrowed funds

The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(g) Undisclosed income

The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

(h) Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

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The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

33. The figures for the previous year have been regrouped wherever necessary to comply with amendments in Schedule III of the Companies Act, 2013.

34. No subsequent event occurred post balance sheet date which requires adjustment in the financial statements for the year ended 31 March 2022.

For Walker Chandniok & Co LLP
Chartered Accountants
Firm Registration No. 001076N/N500013

For and on behalf of the Board of Directors


Nitin Toshniwal
Partner
Memberships no. 17568
Place: Kolkata
Date: 20 May 2022


Arvind Singhania
Chairman & CEO
DIN: 00934017
Place: Gurugram
Date: 20 May 2022


Pradeep Kumar Rustagi
Executive Director
DIN: 00879345
Place: Gurugram
Date: 20 May 2022


Manish Gupta
CFO
Place: Gurugram
Date: 20 May 2022


Hansha Gabrani
Company Secretary
M No: A30542
Place: Gurugram
Date: 20 May 2022

