

**FINANCIAL STATEMENTS**

**OF**

**M/s SHRESHTA APARTMENTS PRIVATE  
LIMITED**

**CIN:U45201KA2008PTC046960**

**FOR THE YEAR**

**2023-24**

**Auditors**

M/s ABS & Co.,  
Chartered Accountants  
No.80/1, 11<sup>th</sup> Main,  
Malleswaram  
Bangalore-560003

Note 1:

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS:**

**Corporate Information:**

M/s SHRESHTA APARTMENTS PVT LTD (the Company) is a private limited company incorporated and domiciled in India. The Company is engaged in the business of Property development & Land Acquisition.

**Note -I: Significant Accounting Policies:**

**i. Basis of Preparation:**

The Financial Statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis. GAAP comprises of mandatory Accounting Standards as specified under Sec. 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. Accounting Policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The accounts are prepared on going concern basis only.

**ii. Use of Estimates**

The preparation of the financial statements is in conformity with Indian GAAP, which requires that the management make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of financial statements and the reported amounts of revenue and expenses during the reported period. Although such estimates are made on a reasonable basis taking into account all available information, actual results could differ from these estimates and such differences are recognised in the period in which the results are ascertained.

**iii. Revenue Recognition :**

Revenue from real estate under development/ sale of developed property will be recognized upon transfer of all significant risks and rewards of ownership of such real estate/ property, as per the terms of the contracts/ agreements, except for contracts where the Company still has obligations to perform substantial acts even after the transfer of all significant risks and rewards. In such cases, the revenue will be recognized on percentage of completion method, when the stage of completion of each project reaches a significant level which is estimated to be at least 25% of the total estimated construction cost of the Project. Revenue is recognized in proportion that the contract costs incurred for work performed up to the reporting date bear to the estimated total contract costs.

**iv. Fixed Assets & Depreciation:**

As on date, the company does not own any fixed assets.

**v. Foreign Currency Transactions :**

During the year, there were no foreign currency transactions.

**vi. Borrowing costs:**

Interest and other borrowing costs on specific borrowings attributable to qualifying assets are transferred to carrying cost of the assets. Other borrowing costs are charged to revenue over the tenure of loan.

**vii. Inventories**

Expenditure incurred during the year amounting to Rs.Nil relating to construction activity or incidental thereto has been treated as Work in Progress under the head of 'Inventories'

**viii. Earnings Per Share**

Basic earnings per share will be calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and taxes) by the average number of equity shares outstanding during the year. Presently, the company is not generating any revenues.

**ix. Taxation**

Tax expenses for the year comprise current tax and deferred tax liability. Current tax is calculated in accordance with the provisions of section 115BAA of Income tax Act, 1961, where the income tax is calculated at the rate of 22% (Plus 10% Surcharges and 4 % education cess ) of the taxable income by filing appropriate form 10 IC under Income Tax Act,1961.

**x. Impairment of Assets:**

The Company assess at each Balance Sheet date whether there is any indication that any of the assets may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit and loss account. As on the Balance Sheet date the Company assessed for impairment of assets and found no indication of impairment of assets as per Accounting Standard (AS-28).

**xi. Provisions and Contingencies**

The company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. No contingent liabilities/assets estimated as on the balance sheet date.

Contingent liabilities are not recognized and, if any, are adequately disclosed in the notes to accounts.

**xii. Cost Recharge:**

The advances relating to their sister concern for furtherance of the business and accordingly the works were being executed by the sister concerns and company has charged the cost on those funds which are not utilized by the sister concerns on the assigned work as the same is interest bearing funds and vice versa in case of advances received by the Company.

Thus the company has charged cost of reimbursement on those unutilized advances in the execution of project works which compensate the excessive cost incurred by the company during the financial year against that of the revenue.

Since this arrangement is of the nature of reimbursement of the cost incurred by the company hence no Taxes are withheld in the form of Tax deducted at source by the sister concerns and thereby the company has maintained the accounting concept of appropriation of cost upon utilization of the sources in the business.



XV. Additional Information to the financial Statements		
XV.1 Contingent Liabilities and commitments (to the extent not provided for):		
	(Rs. in Lakhs)	
Particulars	2023-24	2022-23
<b>Contingent Liabilities:</b>		
<b>A. Outstanding guarantees and Counter Guarantees to various banks, in respect of the guarantees given by those banks in favor of various government authorities and others :</b>		
<b>Contingent Liabilities:</b>		
<b>A. Outstanding guarantees and Counter Guarantees to various banks, in respect of the guarantees given by those banks in favor of various government authorities and others :</b>		
i. Guarantees given by the company on behalf of subsidiaries	Nil	Nil
ii. Aggregate value of other Guarantees to Related Group Entities which is outstanding on reporting date	Nil	Nil
<b>1. Adarsh Haven Private Limited</b>		
Aggregate Value of Corporate Guarantee and Security given not acknowledged as debts	Nil	7,152.00
Amount outstanding as on the reporting date	Nil	15,956.00
a) Principal		
b) Interest		
c) Premium	-	15,956.00
<b>2. Shrivakar Developers Private Limited</b>		
Aggregate Value of Corporate Guarantee and Security given not acknowledged as debts	16,400.00	20,850.00
Amount outstanding as on the reporting date	10,900.00	5,000.00
a) Principal	37.00	-
b) Interest	-	259.00
c) Premium	10,937.00	5,259.00
<b>3. Akarsha Realty Private Limited</b>		
Aggregate Value of Corporate Guarantee and Security given not acknowledged as debts	84,050.00	1,06,800.00
Amount outstanding as on the reporting date	62,800.00	25,700.00
a) Principal	2,087.00	-
b) Interest	-	84.00
c) Premium	64,887.00	25,784.00
<b>4) Adarsh Ecstasy Projects Private Limited</b>		
Aggregate Value of Corporate Guarantee and Security given not acknowledged as debts	48,700.00	71,550.00
Amount outstanding as on the reporting date	35,700.00	2,000.00
a) Principal	145.00	-
b) Interest	-	6.00
c) Premium	35,845.00	2,006.00
<b>B. Other Money for which the company is contingently liable</b>		
Claims against the company, not acknowledged as debts	Nil	Nil
<b>Commitments :</b>		
Estimated amount of contracts remaining to be executed on capital account and not provided for :		
a. Tangible Assets	Nil	Nil
b. Intangible Assets	Nil	Nil

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**XV.II Disclosures under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 :**

Particulars	2023-24	2022-23
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid /reversed/adjusted along with the amounts of the payment	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date	-	-

**Note:** Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

**XV.III Payment to Auditors**

(Rs. in lakhs)

Payment to Auditors	31.03.2024	31.03.2023
Statutory Audit Fee	0.18	0.18
Certificate & Other Consultancy Fee	Nil	Nil

**XV.IV Accounting Ratios**

The following are analytical ratios for the year ended March 31, 2024 and March 31, 2023

Particulars	Numerator	Denominator	March 31, 2024	March 31, 2023	Variance %
(a) Current ratio	Current assets	Current liabilities	212.20	115.23	84%
(b) Debt-equity ratio	Total Debt	Shareholder's Equity	-33.40	-24.15	38%
(c) Debt service coverage ratio	Earnings available for debt service	Debt Service	NA	NA	NA
(d) Return on equity ratio	Net Profits after taxes	Average Shareholder's Equity	NA	NA	NA
(e) Inventory turnover ratio	Sales	Average Inventory	NA	NA	NA
(f) Trade receivables turnover ratio <sup>1</sup>	Net Credit Sales	Avg. Accounts Receivable	NA	NA	NA
(g) Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	NA	NA	NA
(h) Net capital turnover ratio	Net Sales	Working Capital	NA	NA	NA
(i) Net profit ratio	Net Profit	Net Sales	NA	NA	NA
(j) Return on capital employed	Earning before interest and taxes	Capital Employed	NA	NA	NA
(k) Return on investment on Quoted Instruments	Income generated From Funds Invested	Avg. investements	NA	NA	NA

**XV.V Land & related costs:**

Land owned by the company is classified under 'Other Current Asset' such land is held with an intention of development.

**XVI. Disclosures under accounting standards:**

**XVII. Related Party Disclosure AS 18**

As per Accounting Standard (AS-18) on "Related Party Disclosures", the disclosure of transactions with the related party as defined in the Accounting Standard are

List of Related parties with whom transactions have taken place and relationships:

Key Management Personnel :	Karunesh B M Sudha Shankar B V Ravikumar
Enterprises owned or significantly influenced by KMP or their relatives:	M/s. Adarsh Developers (A Partnership Firm)
Associate Companies:	M/s. Alekhya Property Developments Pvt Ltd M/s. Akarsh Residence Private Limited M/s Shivakar Infra Private Limited M/s. Adarsh Haven Private Limited M/s Akarsha Realty Private Limited M/s Adarsh Ecstasy Projects Pvt Ltd M/s Navaratna Infrastructure Private Limited M/s Shreshtha Infra Projects Private Ltd  M/s Vismaya Builders and Developers Private Limited  M/s Adarsh Nest Private Limited M/s Adarsh Realty & Hotels Pvt Ltd

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ii. Transactions during the year with related party:			(Rs. in lakhs)	
Name of the Related Parties	Nature of Relationship	Nature of Transaction	Closing Balance	
			2023-24	2022-23
Adarsh Developers	Partner in firm in which director of the company	Advance given	5,969.34	7,729.15
Adarsh Developers	Partner in firm in which director of the company	Advance Received	2,207.30	5,104.92
ADARSH ECSTASY PROJECTS PVT LTD	Common Key Managerial Personnel	Advance given	99.00	644.71
ADARSH ECSTASY PROJECTS PVT LTD	Common Key Managerial Personnel	Advance Received	8,099.09	-
Adarsh Haven Private Limited	Common Key Managerial Personnel	Advance Received	-	7,678.72
Adarsh Haven Private Limited	Common Key Managerial Personnel	Advance given	19.91	7,678.72
Adarsh Nest Private Limited	Common Key Managerial Personnel	Advance given	-	0.10
Adarsh Nest Private Limited	Common Key Managerial Personnel	Advance Received	1.93	-
Akarsh Residence Private Limited	Common Key Managerial Personnel	Advance Received	291.19	-
Akarsha Realty Private Limited	Common Key Managerial Personnel	Advance Received	4,378.14	540.90
Akarsha Realty Private Limited	Common Key Managerial Personnel	Advance given	1,576.36	1,654.41
Navaratna Infrastructure Private Limited	Common Key Managerial Personnel	Advance Received	3.12	25.00
Shivakar Infra Private Limited	Common Key Managerial Personnel	Advance given	1,124.83	-
Shivakar Infra Private Limited	Common Key Managerial Personnel	Advance Received	891.91	-

Reimbursement of Expenses are not considered for reporting

iii. Balances with related party:

			(Rs. in lakhs)	
Name of the Related Parties	Nature of Relationship	Nature of Transaction	Closing Balance	
			2023-24	2022-23
Adarsh Developers	Partner in firm in which director of the company	Loans & Advances from Related Parties : Unsecured	6,430.11	10,192.15
Adarsh Realty & Hotels Private Limited	Common Key Managerial Personnel	Loans & Advances from Related Parties : Unsecured	10.00	10.00
Navaratna Infrastructure Private Limited	Common Key Managerial Personnel	Loans & Advances from Related Parties : Unsecured	29.08	25.96
Adarsh Ecstasy Projects Pvt Ltd	Common Key Managerial Personnel	Loans & Advances from Related Parties : Unsecured	7,344.02	-
Adarsh Ecstasy Projects Pvt Ltd	Common Key Managerial Personnel	Short Term Loans and Advances	-	656.07
Akarsha Realty Private Limited	Common Key Managerial Personnel	Short Term Loans and Advances	-	1,170.48
Akarsha Realty Private Limited	Common Key Managerial Personnel	Loans & Advances from Related Parties : Unsecured	1,667.58	-
Adarsh Nest Private Limited	Common Key Managerial Personnel	Loans & Advances from Related Parties : Unsecured	11.83	9.90
Akarsh Residence Private Limited	Common Key Managerial Personnel	Loans & Advances from Related Parties : Unsecured	291.19	-
Shivakar Infra Private Limited	Common Key Managerial Personnel	Short Term Loans and Advances	88.15	-
Adarsh Haven Private Limited	Common Key Managerial Personnel	Short Term Loans and Advances	115.89	95.98
<b>Total</b>			<b>15,987.85</b>	<b>12,160.54</b>

Note: Related parties are as identified by the Management and relied upon by the auditors.

XVI.ii Computation of Earnings Per Equity Share [EPS] as required by AS 20

			(Rs. in lakhs)	
Particulars	2023-24	2022-23		
Net Profit/(Loss) for the Year	(54.51)	(21.68)		
Add / (Less): Excess/short Provision (written off)/ Write Back	-	-		
Less: Preference share dividend	-	-		
Amount available for equity shareholders	(54.51)	(21.68)		
Weighted average number of shares	10,000.00	10,000.00		
Earnings per Share - Basic & Diluted	(545.10)	(216.80)		
Face value per equity share	(545.10)	(216.80)		




**XVI.III Segment Reporting**

The activity of the company is revolving around only one activity of business of Real Estate services. Hence no disclosure is required to be given as per the AS 17 "Segment Reporting" under business segment and Geographical Segment.

**XVI.IV Expenditure in foreign Currency:**

Particulars	2023-24	2022-23
Expenditure in foreign Currency:	Nil	Nil
Earnings in foreign Currency:	Nil	Nil
CFI Value of imports by the company During the financial year on account of capital goods Amounts to:	Nil	Nil

**XVII Events occurring after the date of Balance Sheet:**

There are no Material Events occurring after the date of Balance Sheet. Hence the same has not been taken into cognizance.

**XVIII Debtors/Advances and Creditors/Retentions:**

The Company has not received the Confirmation of balances of Debtors, Creditors and Advances as on the date of this report and hence the same are subject to such confirmations and reconciliations.

**XIX** In the opinion of the management, Current Assets, Loans and Advances have a value not less than what is stated in the accounts if realized in the ordinary course of business.

**XX. Benami Transactions:**

There are no proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

**XXI. Company Struck Off :**

The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013

**XXII. Undisclosed Income:**

The Company does not have any transactions 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)

**XXIII.** The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year

**XXIV.** Previous year's figures have been recast / restated, wherever necessary, to conform to the current year's classification in terms of our report attached.

As per our report of even date attached

FOR ABS & Co.  
Chartered Accountants  
Firm Registration No.0082085  
  
K.G. Anand  
Partner  
Membership No.206226  
Udin: 24 206226BK APCS 4100  
Date: 06.09.2024  
Place: Bangalore



For and on behalf of the Board of Directors of  
For Shresta Apartments Private Limited

  
B.M. JAYESHANKAR  
Director  
DIN:00745118



  
B.M. KARUNESH  
Director  
DIN: 00693174

**SHRESHTA APARTMENTS PRIVATE LIMITED**  
**CIN:U45201KA2008PTC046960**  
**2/4,LANGFORD GARDEN RICHMOND TOWN BANGALORE 560025**  
**BALANCE SHEET AS AT 31ST MARCH, 2024**

(Rs. in lakhs)

(Rs. in lakhs)

Particulars	Note No	As at 31st March 2024	As at 31st March 2023
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	II	1.00	1.00
(b) Reserves and Surplus	III	(988.60)	(934.09)
(c) Money received against share warrants		-	-
<b>(2) Share Application money pending allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-Term Borrowings	IV	32,983.81	22,538.01
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
<b>(4) Current Liabilities</b>			
(a) Trade Payables	V	5.72	0.69
(b) Short-Term Borrowings	VI	-	-
(c) Other Current Liabilities	VII	63.32	98.32
(d) Short-Term Provisions	VIII	82.46	90.13
<b>Total Equity &amp; Liabilities</b>		<b>32,147.71</b>	<b>21,794.06</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
<b>(a) Fixed Assets</b>			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances		-	-
(e) Other non-current assets		-	-
<b>(2) Current Assets</b>			
(a) Current investments		-	-
(b) Inventories	IX	663.29	35.72
(c) Trade receivables		-	-
(d) Cash and cash equivalents	X	1,509.92	2,351.34
(e) Short-term loans and advances	XI	872.31	2,791.75
(f) Other current assets	XII	29,102.20	16,615.24
<b>Total Assets</b>		<b>32,147.71</b>	<b>21,794.06</b>

Schedules referred to above and notes attached there to form an integral part of Balance sheet

As per our report of even date attached  
 FOR ABS & Co.


Chartered Accountants  
 Firm Registration No.0082035

  
**H.G. ANAND**  
 Partner  
 Membership No.206226  
 Udin: 24206226 BKA OCS 4100



For and on behalf of the Board of Directors of  
 For Shrestha Apartments Private Limited



  
**B.M. JAYESHANKAR**  
 DIRECTOR  
 DIN: 00745118

  
**B.M. KARUNESH**  
 DIRECTOR  
 DIN: 00693174

Date: 06.09.2024  
 Place: Bangalore



**SHRESHTA APARTMENTS PRIVATE LIMITED**  
**CIN:U45201KA2008PTC046960**  
**2/4,LANGFORD GARDEN RICHMOND TOWN BANGALORE 560025**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st MARCH 2024**  
(Rs. in lakhs) (Rs. in lakhs)

Sr. No	Particulars	Sch. No.	For the Year Ended 31st March 2024	For the Year Ended 31st March 2023
I	Revenue from operations			
II	Other Income	XIII	8.12	5.45
III	<b>III. Total Revenue (I +II)</b>		<b>8.12</b>	<b>5.45</b>
IV	<b>Expenses:</b>			
	Financial Costs	XIV	0.07	0.22
	Other Administrative Expenses	XV	688.17	62.63
	<b>Total Expenses (IV)</b>		<b>688.24</b>	<b>62.85</b>
V	Profit before exceptional and extraordinary items and tax	(III - IV)	<b>(680.12)</b>	<b>(57.40)</b>
VI	Less : Expenses Transferred to Work in progress		(625.61)	(35.72)
VII	Profit before extraordinary items and tax (V - VI)		<b>(54.51)</b>	<b>(21.68)</b>
VIII	Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		<b>(54.51)</b>	<b>(21.68)</b>
X	<b>Tax expense:</b>			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
XI	Profit(Loss) from the period from continuing operations	(IX-X)	<b>(54.51)</b>	<b>(21.68)</b>
XII	Profit/(Loss) from discontinuing operations		-	-
XIII	Tax expense of discounting operations		-	-
XIV	Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV	Profit/(Loss) for the period (XI + XIV)		<b>(54.51)</b>	<b>(21.68)</b>
XVI	Total No of Shares		10,000	10,000
XVII	Earning per equity share:			
	(1) Basic (In Rs)		(545.10)	(216.80)
	(2) Diluted (In Rs)		(545.10)	(216.80)

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement

As per our report of even date attached

FOR ABS & Co.  
Chartered Accountants  
Firm Registration No.008203S



M.G. ANAND  
Partner  
Membership No.206226

Udin: 24206226 BK AOC S 4100

Date: 06.09.2024

Place: Bangalore



For and on behalf of the Board of Directors of  
For Shresta Apartments Private Limited



  
B.M. JAYESHANKAR  
DIRECTOR  
DIN.00745118

  
B.M. KARUNESH  
DIRECTOR  
DIN.00693174



**SHRESHTA APARTMENTS PRIVATE LIMITED**  
**CIN:U45201KA2008PTC046960**  
**2/4,LANGFORD GARDEN RICHMOND TOWN BANGALORE 560025**  
**Cash Flow Statement for the year ended 31st March 2024**

(Rs. in lakhs)

(Rs. in lakhs)

PARTICULARS	For the Year Ended 31st March 2024		For the Year Ended 31st March 2023	
<b>A. Cash Flow From Operating Activities</b>				
Net Profit Before Tax and extraordinary items		(54.51)		(21.68)
Adjustments For :				
Cash Operating Profit before working capital changes		(54.51)		(21.68)
Adjustments For :				
Increase/(Decrease) in Short Term Borrowings	-		(121.24)	
Increase/(Decrease) in Trade Payables	5.03		(214.90)	
Increase/(Decrease) in Short Term Provisions	(7.66)		43.75	
(Increase) /Decrease in Inventories	(627.57)		(35.72)	
(Increase) /Decrease in Short term Loans and Advances	(10,567.51)		(7,232.62)	
<b>Cash Generated from Operating Activities</b>		(11,197.72)		(7,560.73)
Interest Paid		(11,252.23)		(7,582.41)
Direct Taxes Paid		-		-
<b>Net Cash From Operating Activities</b>		(11,252.23)		(7,582.41)
<b>B. Cash Flow From Investing Activities</b>				
Purchase of Investments			7,152.00	
<b>Net Cash Used In Investing Activities</b>				7,152.00
<b>C. Cash Flow From Financing Activities</b>				
Proceeds from Borrowings	10,410.80		2,553.84	
<b>Net Cash from Financing Activities</b>		10,410.80		2,553.84
<b>Net Change in cash and cash equivalents (A+B+C)</b>		(841.43)		2,123.43
<b>Net cash and cash equivalent at the beginning of the year</b>		2,351.34		227.92
<b>Net cash and cash equivalent at the closing of the year</b>		1,509.92		2,351.34

As per our report of even date attached  
FOR ABS & Co.  
Chartered Accountants  
Firm Registration No.0082035

*H.G. Anand*

H.G. ANAND  
Partner  
Membership No.206226  
Udin: 24206226 BKA OCS 4100



For and on behalf of the Board of Directors of  
For Shresta Apartments Private Limited



*B M Jayeshankar*  
B M JAYESHANKAR  
DIRECTOR  
DIN: 00745118

*B M Karunesh*

B M KARUNESH  
DIRECTOR  
DIN: 00693174

Date: 06.09.2024  
Place: Bangalore

**SHRESHTA APARTMENTS PRIVATE LIMITED**  
CIN:U45201KA2008PTC046960  
SCHEDULES TO BALANCE SHEET

**Note II: SHARE CAPITAL**

Particulars	As at 31st March, 2024		As at 31 March, 2023	
	Number of shares	Amount (Rs. in lakhs)	Number of shares	Amount (Rs. in lakhs)
<b>(a) Authorised</b> 10,000 Equity shares of Rs.10/- each having voting rights	10,000	1.00	10,000	1.00
<b>(b) Issued</b> 10,000 Equity shares of Rs.10/- each having voting rights	10,000	1.00	10,000	1.00
<b>Total</b>	<b>10,000</b>	<b>1.000</b>	<b>10,000</b>	<b>1.00</b>

The Company has only one class of equity shares having par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the company, the equity share holders will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the equity shareholders. The dividend proposed by the Board of Directors if any is subject to the approval of the shareholders in the ensuing annual general meeting except in the case of interim dividend

The company has neither allotted any bonus shares nor allotted any shares against consideration other than cash till date.

The company has not bought back any shares till date.

**Note 121 :Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:**

Particulars	Opening Balance	Fresh issue	Buy Back	Closing Balance
Equity shares with voting rights				
Period ended 31st March, 2024				
- Number of shares	10,000	-	-	10,000
- Amount in lakhs	1.00	-	-	1.00
Year ended 31 March, 2023				
- Number of shares	10,000	-	-	10,000
- Amount in lakhs	1.00	-	-	1.00

**Note 2.3 :Shareholders holding more than 5% Shares:**

Name of shareholders	As at 31st March, 2024		As at 31 March, 2023	
	Number of Shares	% holding	Number of Shares	% holding
Adarsh Developers rep. by B.M.Jayeshankar	7,500	75.00%	7,500	75.00%
B.M.Jayeshankar	2,496	24.96%	2,496	24.96%
	9,996	99.96%	9,996	99.96%

**Note 2.4 : Details of equity shares held by Promoters in the Company at the End of the Year:**

Name of the Promoter	As at 31st March, 2024		As at 31 March, 2023		% of Changes during the year
	Number of Shares	% holding	Number of Shares	% holding	
Adarsh Developers rep. by B.M.Jayeshankar	7,500	75.00%	7,500	75.00%	-
B.M.Jayeshankar	2,496	24.96%	2,496	24.96%	-
B M Karunesh	2	0.02%	2	0.02%	-
Sudha shankar	2	0.02%	2	0.02%	-
	10,000	100.00%	10,000	100.00%	-

**2.5.: Aggregate number and class of shares allotted as fully paid pursuant to contract(s) without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date: Nil**



**SHRESHTA APARTMENTS PVT LTD**  
**CIN:U45201KA2000PTC046960**  
**2/4,LANGFORD GARDEN RICHMOND TOWN BANGALORE 560025**  
**NOTES TO BALANCE SHEET AS AT 31st MARCH 2024**

Note No	PARTICULARS	(Rs in Lakhs)						
		As at 31st March 2024	As at 31st March 2023					
III	<b>Reserves And Surplus</b>							
	Opening Balance	(934.09)	(912.41)					
	(*) Net Profit/(Net Loss) For the current year	(54.51)	(21.68)					
	<b>Total</b>	<b>(988.60)</b>	<b>(934.09)</b>					
IV	<b>Long Term Borrowings</b>							
	<b>Loans &amp; Advances from Banks : Secured</b>							
	HDFC Capital Affordable Real Estate	17,200.00	12,300.00					
	1720 (One thousand Seven hundred and twenty) Unlisted, Secured, Redeemable, Non Convertible Debentures of Face Value INR 10,00,000 each aggregating to Rs. 172,00,00,000							
	<b>Loans &amp; Advances from Related Parties : Unsecured</b>							
	Adarsh Developers	6,430.11	10,192.15					
	Adarsh Realty & Hotels Private Limited	10.00	10.00					
	Navaratna Infrastructure Private Limited	29.08	26					
	Akarsha Realty Private Limited	1,667.58	-					
	Adarsh Nest Private Limited	11.83	9.90					
	Adarsh Ecstasy Projects Pvt Ltd	7,344.02	-					
	Akarsh Residence Private Limited	291.19	-					
	<b>Total</b>	<b>32,983.81</b>	<b>22,538.01</b>					
V	<b>Trade Payables</b>							
	Sundry Creditors							
	Dues to Micro and Small Enterprises							
	Dues to Others	5.72	0.69					
	Trade payables ageing schedule for the year ended as on March 31, 2023 and March 31, 2024:							
	Particulars	Unbilled Dues	Not Due	Less than One Year	1-2 years	2-3 years	More than 3 years	Total
	Outstanding dues to MSME	-	-	-	-	-	-	-
	Others	-	-	5.72	-	-	-	5.72
	Others ( previous year )	-	-	-	0.69	-	-	0.69
	Disputed dues - MSME	-	-	-	-	-	-	-
	Disputed dues - Others	-	-	-	-	-	-	-
	<b>Total</b>	-	-	-	-	-	-	-
VI	<b>Short-Term Borrowings</b>							
	<b>Total</b>							
VII	<b>Other Current Liabilities</b>							
	<b>Land Purchase outstanding</b>							
	P.R.Maniraj (Bhoganhalli)						6.66	6.66
	VijayaKumar (bhoganhalli)						6.66	6.66
	P.M.Jayarama(BGH)						-	35.00
	Nagesh.P.M						-	22.00
	P.M.Venkatesh						-	28.00
	C.Bhaskar (Bhoganhalli)						25.00	-
	Chowdappa II						25.00	-
	<b>Total</b>						<b>63.32</b>	<b>98.32</b>
VIII	<b>Short-Term Provisions</b>							
	TDS Payable						21.82	49.12
	Audit Fees Payable						0.35	0.35
	Interest Accrued but not due						58.04	40.30
	Outstanding Expenses						1.74	0.31
	GST Payable Account						0.51	0.05
	<b>Total</b>						<b>82.46</b>	<b>90.13</b>
IX	<b>Inventory</b>							
	Opening WIP						35.72	-
	Stock on Hand						1.96	-
	Add: During the Year						625.61	35.72
	<b>Total</b>						<b>663.29</b>	<b>35.72</b>
X	<b>Cash and Cash Equivalents</b>							
	Cash-in-Hand						2.39	3.29
	<b>Sub Total (A)</b>						<b>2.39</b>	<b>3.29</b>





**SHRESHTA APARTMENTS PVT LTD**  
**CIN:U45201KA2008PTC046960**  
**2/4,LANGFORD GARDEN RICHMOND TOWN BANGALORE 560025**  
**NOTES TO BALANCE SHEET AS AT 31st MARCH 2024**

	<b>Bank Balance</b>		
	HDFC-ES-4678 Main Account	1,452.30	2,133.41
	HDFC-ES-4691 Main Account	0.71	-
	Kotak Mahindra 4749	54.43	0.85
	Vijaya Bank Ind -0665	0.09	7.67
	<b>Deposites</b>		
	KMIL-ISRA	-	101.12
	Rattan India Finance-DSRA	-	105.00
	<b>Sub Total (B)</b>	<b>1,507.53</b>	<b>2,348.06</b>
	<b>Total [ A + B ]</b>	<b>1,509.92</b>	<b>2,351.34</b>
XI	<b>Short Term Loans and Advances</b>		
	Land Advance	643.27	844.19
	Other Advances	25.00	25.04
	Adarsh Haven Private Limited	115.89	95.98
	Shivakar Infra Private Limited	88.15	-
	Adarsh Ecstasy Projects Pvt Ltd	-	656.07
	Akarsha Realty Private Limited	-	1,170.48
	<b>Total</b>	<b>872.31</b>	<b>2,791.75</b>
XII	<b>Other current assets</b>		
	Land	15,538.06	8,643.12
	Land related expenses	13,544.11	7,930.05
	Land Joint Development Advances	20.00	20.00
	TDS Receivable	0.02	0.55
	Income Tax Refund Due	-	13.58
	Interest Receivable	-	2.07
	GST Input	-	5.87
	<b>Total</b>	<b>29,102.20</b>	<b>16,615.24</b>




## SHRESHTA APARTMENTS PVT LTD

CIN:U45201KA2008PTC046960

2/4,LANGFORD GARDEN RICHMOND TOWN BANGALORE 560025

Schedules Forming Part of the Profit &amp; Loss Accounts for the year ended 31st March 2024

(Rs. In Lakhs)

(Rs. In Lakhs)

SCH	Particulars	For the Year Ended 31st March 2024	For the Year Ended 31st March 2023
XIII	<b>Other Income</b>		
	Interest Received	8.12	5.45
	Consumption Account	-	-
	<b>Total</b>	<b>8.12</b>	<b>5.45</b>
XIV	<b>Financial Cost</b>		
	Bank charges	0.07	0.22
	<b>Total</b>	<b>0.07</b>	<b>0.22</b>
XV	<b>Other Administrative Expenses</b>		
	Audit Fees	0.18	0.18
	Building Work	10.10	8.25
	Documents & Other Expenses	1.01	0.56
	Plan Approval & Conversion Charges	593.93	11.44
	Postage & Courier	-	0.03
	Professional Charges	35.65	15.87
	Property Tax	4.96	-
	Rates & Taxes	0.23	0.28
	Security Charges	6.58	1.03
	TDS Late Payment Interest	35.29	25.00
	<b>Total</b>	<b>688.17</b>	<b>62.63</b>



SHRESHTA APARTMENTS PVT LTD			
Break-up of Items appearing in Notes to Balance Sheet as at 31st March, 2024			
Schedule : Short Term Loans and Advances		(Rs. In Lakhs)	(Rs. In Lakhs)
Sr. No	Particulars	As at 31st March 2024	As at 31st March 2023
	<b>Land Adv - Bhoganahalli</b>		
1	Ananda Kumar B K	70.75	70.75
2	Ashwathnarayana B K	120.75	20.75
3	Chandregowda B K	25.75	25.75
4	Manjunatha B K	75.75	75.75
5	P.V. Govindaraju	0.76	0.76
6	Prem Kumar P R	25.00	25.00
7	Somaprasad M P	81.72	81.72
8	Bharath P.R	18.30	18.30
9	P T Ramakrishnappa	18.00	18.00
10	P.M.Muniramaiah	0.05	0.05
11	Anasuyamma	4.00	4.00
12	Annayappa	-	40.00
13	B.Kushi Kumar	50.00	50.00
14	Bharathi.G	0.05	1.55
15	K.Srinivasa Gowda	-	176.91
16	Manikanta.P.A	-	11.00
17	Munaiiah	-	14.85
18	Munesha .P.S.	-	7.00
19	Muniraja Gowda B K	20.75	20.75
20	Muniraju	-	15.00
21	Narayanswamy	3.00	-
22	P V Govindaraju	20.00	20.00
23	P.N.Manjunatha	-	11.15
24	P.N.Muniyappa	-	21.95
25	P.S.Ramamurthy	5.00	5.00
26	P S Ramesh	10.05	5.00
27	Prakash N	17.50	17.50
28	Puttamma	-	20.00
29	Raghavendra J	10.00	5.00
30	Sampangamma	-	4.00
31	Sarojamma	-	3.70
32	Shivarakumar R	0.09	-
33	Srinivasa Reddy J	50.00	50.00
34	Kalvar Kumar R	2.00	-
35	P.S Harish	5.00	-
36	Srinivas R	9.00	-
	<b>Total</b>	<b>643.27</b>	<b>841.19</b>
Schedule: Other Advances		(Rs. In Lakhs)	(Rs. In Lakhs)
Sr. No	Particulars	As at 31st March 2024	As at 31st March 2023
1	P G R Sindhia	25.00	25.00
2	NSDL	-	0.04
	<b>Total</b>	<b>25.00</b>	<b>25.04</b>
Schedule: Other Current Assets		(Rs. In Lakhs)	(Rs. In Lakhs)
Sr. No	Particulars	As at 31st March 2024	As at 31st March 2023
1	<b>Land</b>		
a	Land-Bhoganahalli	15,512.85	8,521.16
b	Land related expenses	13,544.11	7,930.05
c	Registration Charges (CA)	25.21	29.89
d	Land- GPA/Sale Agmt - B G Halli	-	92.07
	<b>Total</b>	<b>29,082.17</b>	<b>16,573.17</b>
2	GST Input	-	-
	<b>Total</b>	<b>29,082.17</b>	<b>16,573.17</b>







## INDEPENDENT AUDITOR'S REPORT

To  
The Board of Directors of  
**M/s SHRESHTA APARTMENTS PRIVATE LIMITED**  
CIN: U45201KA2008PTC046960  
Bangalore.

### ***Report on the audit of the Financial Statements***

#### ***Opinion***

We have audited the accompanying financial statements of **M/s SHRESHTA APARTMENTS PRIVATE LIMITED** (the company) which comprise the Balance Sheet as at 31st March, 2024 and the Statement of Profit and Loss, and the Statement of Cash Flows for the year then ended on that date and notes to the financial statements including a summary of the significant accounting policies and other explanatory information. (Hereinafter referred to as the "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under Section 133 of the Act read with the Companies (Accounting Standards) Rules, 2015, as amended ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024 and its loss; their changes in equity and their cash flows for the year ended on that date.

#### ***Basis for Opinion***

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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 on the financial statements.

#### ***Information other than the 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 Director's Report but does not include the financial statements and our auditor's report thereon.

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



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

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

#### **Management's Responsibilities for the 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Group in accordance with the AS and other accounting principles generally accepted in India. The respective Boards of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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.

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 intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism throughout the audit.

We are 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 Companies Act, 2013, we are responsible for expressing 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 the Board of Directors.

- Conclude on the appropriateness of the 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.

- 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.

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.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, the said company falls under the exception prescribed in the order. Hence no report under the Companies (Auditor's Report) Order, 2020 has been furnished.

2(A) 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 by the Company so far as it appears from our examination of those books.
- c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flows dealt with by this Report are in agreement with the books of account.
- d. in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.,





- e. on the basis of the written representations received from the Management as on March 31<sup>st</sup> 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31<sup>st</sup> 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditors' reports of the Company.

2(B) 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:

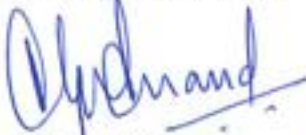
- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
    (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
    (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has neither declared nor paid any dividend during the year

3. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, In our opinion and to the best of our information and according to the explanations given to us, the company is a private limited company and accordingly the matter to be reported under section 197(16) of the Companies Act 2013 are not applicable.



4. Based on our examination, which includes test checks, the Company has used accounting software for maintaining its books of accounts for the financial year ended 31st March 2024 which has a feature of recording audit trail(edit log) facility and the same has operated throughout the financial year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of the audit trail feature being tampered with.

For ABS & Co.  
Chartered Accountants  
Firm Reg No. 0082035



CA Anand H G  
Partner

M No: 206226

UDIN: 24206226 BKAOLSH100

Place: Bangalore

Date: 06-09-2024

**Annexure A to the Independent Auditors report**

***Referred to in paragraph 2(A) (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of M/s SHRESHTA APARTMENTS PRIVATE LIMITED of even date)***

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

In conjunction with our audit of the financial statements of the Company as of and for the year ended 31<sup>st</sup> March 2024, we have audited the internal financial controls over financial reporting of M/s SHRESHTA APARTMENTS PRIVATE LIMITED (hereinafter referred to as the "Company") and which is company incorporated in India, as of that date.

**Management's Responsibility for Internal Financial Controls**

The respective Boards of Directors of the Company and which is company incorporated in India, is 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 which is company 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, which is company 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 which is company 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 ABS & Co.  
Chartered Accountants  
Firm Reg No. 008203S

  
CA Anand H G  
Partner

M No: 206226

UDIN: 24206226BKADCSH100

Place: Bangalore

Date :06-09-2024

