

AMS & CO.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of **Platinum Industries Limited**
(Formerly known as Platinum Industries Private Limited)

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **Platinum Industries Limited** (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at March 31, 2023, and the consolidated statement of Profit and Loss (including other comprehensive income), the consolidated cash flows Statement the consolidated statement of changes in equity for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group as at March 31, 2023, and their consolidated profit (including other comprehensive income), their consolidated cash flows and consolidated changes in equity 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 Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by ICAI together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Companies Act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. During the course of our audit, we have determined that there are no key audit matters to communicate in our report.



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

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the management discussion and analysis, Board's Report, Report on Corporate governance and Business Responsibility report but does not include the Consolidated Financial Statements, Standalone Financial Statements and our auditor's report thereon.

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

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

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

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding 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 consolidated financial statements in term of the requirements of the Companies Act, 2013 that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated profit or loss (Consolidated financial performance including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board 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; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.



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

1. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.
2. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Group has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain



responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

3. We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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.
4. 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.
5. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

We did not audit financial statements of one foreign subsidiary (Platinum Stabilizers Egypt LLC) as at and for the year ended March 31, 2023 whose share of total assets of Rs. 60.53 millions, net assets of Rs. 12.32 millions, total revenues of Rs. Nil, total comprehensive income / (loss) of Rs. (0.41) millions and net cash inflows / (outflows) of Rs. 0.26 millions, as considered in the consolidated Ind AS financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

Our opinion on the consolidated Ind AS financial statements, and our report on other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, 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 purposes of our audit of the aforesaid consolidated financial statements.
 - b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.



- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d. In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
- e. On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2023 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, incorporated in India, none of the directors of the Group companies is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in **Annexure A**.
- g. 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, as amended:
- In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. There was no pending litigation which would impact the consolidated financial position of the Group.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies.



- iv. (a) The respective Managements of the Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their 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 or any of such subsidiaries 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, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (b) The respective Managements of the Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiaries from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, 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 performed by us on the Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, 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. Since the Company has not declared / paid any dividend during the year, Section 123 of the Act is not applicable.
- vi. Provision to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023



2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiaries included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For AMS & Co.

Chartered Accountants

Firm Reg No: 130878W



Ashok Kumar Puri

Partner

Mem. No. : 128996

UDIN: 23128996BQ&7JE1618

Date: 03.07.2023

Place: Mumbai



Annexure "A" to the Independent Auditor's Report of even date on the Consolidated Ind AS financial statements of Platinum Industries Limited for the year ended 31st March 2023.

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2023, we have audited the internal financial controls over financial reporting of **Platinum Industries Limited** (hereinafter referred to as the "Company") and its subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company and its subsidiary companies, which are companies incorporated in India.



Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal financial 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 ICAI.

For AMS & Co.

Chartered Accountants

Firm Reg No: 130878W



Ashok Kumar Puri

Partner

Mem. No. : 128996

UDIN:

Date: 03.07.2023

Place: Mumbai



UDIN: 23128996B9QYJE1618

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

Particulars	Note No.	(Rs. in Millions)		
		As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
ASSETS				
NON-CURRENT ASSETS				
Property, Plant and Equipment	3	292.27	44.38	36.34
Capital Work-in-progress		31.41	-	0.18
Right to use assets	4	51.73	22.16	19.33
Goodwill on Consolidation		0.02	0.02	
Financial assets				
Other financial assets	5	8.13	9.54	5.07
Deferred Tax Assets (Net)	15	5.91	1.47	
		389.47	77.58	60.92
CURRENT ASSETS				
Inventories	6	270.60	154.89	59.78
Financial assets				
Trade receivables	7	311.06	485.81	166.38
Cash and cash equivalents	8	22.00	1.02	9.48
Bank Balance other than Cash and cash equivalents	9	132.85	41.10	2.60
Other financial assets	10	2.10	4.87	0.14
Other Current Assets	11	83.60	79.52	23.26
		822.21	767.21	261.64
Total Assets		1,211.68	844.79	322.56
EQUITY AND LIABILITIES				
EQUITY				
Equity Share Capital	12	402.53	10.53	10.53
Other Equity		216.26	212.84	34.19
Equity attributable to owners		618.79	223.37	44.72
Non - Controlling interest		96.80	0.01	-
Total Equity		715.59	223.38	44.72
NON-CURRENT LIABILITIES				
Financial liabilities				
Borrowings	13	10.44	5.02	6.88
Lease Liabilities	14	39.15	16.06	14.75
Deferred Tax Liabilities (Net)	15	-	-	0.18
Provisions	16	5.65	4.01	3.47
		55.24	25.09	25.28
CURRENT LIABILITIES				
Financial liabilities				
Borrowings	17	163.85	237.40	25.73
Lease Liabilities	14	5.02	4.63	3.23
Trade Payables	18			
Total outstanding dues to micro enterprise and small enterprise		3.56	15.65	-
Total outstanding dues to creditors other than micro enterprise and small enterprise		134.83	259.00	193.81
Other Financial Liabilities	19	80.67	28.24	8.92
Other Current Liabilities	20	0.48	0.58	2.30
Provisions	21	7.92	4.95	10.99
Current Tax Liabilities (Net)	22	44.53	45.88	7.57
		440.86	596.32	252.56
Total Equity and Liabilities		1,211.68	844.79	322.56
Significant accounting policies	1-2			
Notes to the consolidated Ind AS financial statements	3-50			

As per our report of even date

For AMS & Co.

Chartered Accountants

Firm's Registration Number : 130878W

Ashok Kumar Puri

(Partner)

Membership No. 128996

Place : Mumbai

Date : 03.07.2023

For and on behalf of the Board of Directors
PLATINUM INDUSTRIES LIMITED

Krishna Rana

Chairman & Managing Director

DIN : 02071912

Varendra Raval

Chief Financial Officer

Place : Mumbai

Date : 03.07.2023

Krishnan Bhalaji

Chief Executive Officer

Parul Rana

Director

DIN : 07546822

Bhagyashree Mallawat

Company Secretary

A51488

CONSOLIDATED STATEMENT OF PROFIT AND LOSS

(Rs. in Millions)

Particulars	Note No	Year ended March 31, 2023	Year ended March 31, 2022
INCOME			
Revenue from Operations	23	2,314.81	1,881.56
Other Income	24	10.74	10.82
Total Income		2,325.55	1,892.38
EXPENSES			
Cost of Materials Consumed	25	1,282.60	873.13
Purchases of Stock-in-Trade		135.81	508.05
Changes in Inventories of Finished Goods and Stock-in-process	26	(27.46)	(4.08)
Employee Benefits Expenses	27	82.11	38.06
Finance Costs	28	21.69	15.84
Depreciation and Amortisation Expense	29	18.27	8.92
Other Expenses	30	303.18	212.86
Total Expenses		1,816.19	1,652.78
Profit Before Tax		509.36	239.60
Tax Expenses			
Current Tax		137.37	64.17
Deferred Tax Expense/(Credit)		(3.85)	(2.05)
Profit for the Year (A)		375.84	177.48
Other comprehensive income (OCI)			
Items that will not be reclassified subsequently to profit or loss:			
- Remeasurement of post employment benefit obligation		-2.33	1.58
- Income tax effect on above		0.59	(0.40)
Other comprehensive income for the year, net of tax (B)		(1.74)	1.18
Total comprehensive income for the year (A+B)		374.09	178.66
Profit for the Year (A)			
Owners of the Company		379.05	177.47
Non-Controlling Interest		(3.21)	0.01
Other comprehensive income (OCI) (B)			
Owners of the Company		(1.74)	1.18
Non-Controlling Interest		-	-
Total comprehensive income for the year (A+B)			
Owners of the Company		377.30	178.65
Non-Controlling Interest		(3.21)	0.01
Earnings per share (of Rs. 1 each)	31		
- (in Rs.) Basic		9.42	4.41
- (in Rs.) Diluted		9.42	4.41
Significant accounting policies	1-2		
Notes to the consolidated Ind AS financial statements	3-50		

As per our report of even date

For AMS & Co.

Chartered Accountants

Firm's Registration Number : 130878W

Ashok Kumar Puri

Ashok Kumar Puri
(Partner)

Membership No. 128996



Place : Mumbai
Date : 03.07.2023

For and on behalf of the Board of Directors
PLATINUM INDUSTRIES LIMITED

Krishna Rana
Krishna Rana
Chairman & Managing Director
DIN : 02071912

Narendra Ravat
Narendra Ravat
Chief Financial Officer

Krishnan Bhalaji
Krishnan Bhalaji
Chief Executive Officer



Parul Rana

Parul Rana
Director
DIN : 07546822

Bhagyashree Mallawat
Bhagyashree Mallawat
Company Secretary
A51488

Place : Mumbai
Date : 03.07.2023

PLATINUM INDUSTRIES LIMITED (Formerly known as PLATINUM INDUSTRIES PRIVATE LIMITED)

CIN - U24299MH2020PLC341637

CONSOLIDATED CASH FLOW STATEMENT

(Rs. In Millions)

PARTICULARS	Year ended March 31, 2023	Year ended March 31, 2022
A) CASH FLOW FROM OPERATING ACTIVITIES :		
Net profit before tax as per Statement of Profit and Loss	509.36	239.60
Adjustment for :		
Depreciation and amortisation	18.27	8.92
Loss on sale / discard of fixed assets	-	0.48
Interest income	(4.39)	(1.25)
Finance Cost	21.69	15.84
Provision for expected credit loss	1.36	7.97
Consultancy and Management fees (Share based payments)	-	-
Notional interest on financial assets carried at amortised cost	(0.14)	(0.13)
Gain / (loss) on discontinuing leasehold premises	-	(1.09)
Unrealised foreign exchange gain / loss	(0.58)	(0.20)
Operating profit before working capital changes	545.56	270.14
Adjusted for :		
Increase/Decrease in Trade Receivables	173.62	(327.20)
Increase/Decrease in Inventories	(115.71)	(95.11)
Increase/Decrease in Other financial assets	4.18	(9.19)
Increase/Decrease in Other Assets	(4.08)	(56.26)
Increase/Decrease in Trade Payables	(135.92)	80.85
Increase/Decrease in Other financial liabilities	52.43	19.31
Increase/Decrease in Other Liabilities	(0.09)	(1.72)
Increase/Decrease in Provisions	2.28	(3.92)
Cash generated from operations	522.26	(123.10)
Direct Taxes paid (Incl TDS net off refund recd)	(138.72)	(25.86)
Net cash from operating activities (A)	383.55	(148.96)
B) CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Property Plant and equipment (including Capital Work in Progress)	(267.94)	(11.30)
Leasehold improvements	(12.01)	(0.94)
Sales of Property Plant and equipment	-	-
Goodwill on acquisition of Subsidiary	-	(0.02)
Bank Balance other than Cash and cash equivalents	(91.75)	(38.50)
Interest received	4.39	1.25
Net cash used in investing activities (B)	(367.31)	(49.51)
C) CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from Minority Interest	100.00	-
Distribution of Profits	-	-
Interest Paid	(18.59)	(14.42)
Payment of Lease liabilities	(8.54)	(5.38)
Proceeds from long-term borrowings	8.42	158.34
Repayment of long-term borrowings	(1.91)	(149.98)
Proceeds from / Repayment of short-term borrowings (net)	(74.63)	201.45
Net cash used in / (from) financing activities (C)	4.74	190.01
Net Increase in Cash & Cash Equivalents (A+B+C)	20.98	(8.46)
Cash & Cash Equivalents (Opening Balance)	1.02	9.48
Cash & Cash Equivalents (Closing Balance)	22.00	1.02



CONSOLIDATED CASH FLOW STATEMENT

(Rs. In Millions)

The above Cash Flow statement has been prepared under the "Indirect Method" as set out in Indian Accounting Standard (Ind AS-7) on "Cash Flow Statements" as notified by the Companies (Accounting Standard) Rules, 2006.

Significant accounting policies

1-2

Notes to the consolidated Ind AS financial statements

3-50

As per our report of even date

For AMS & Co.

Chartered Accountants

Firm's Registration Number : 130878W

Ashok Kumar Puri

(Partner)

Membership No. 128996

Place : Mumbai

Date : 03.07.2023



For and on behalf of the Board of Directors
PLATINUM INDUSTRIES LIMITED

Krishna Rana

Chairman & Managing Director

DIN : 02071912

Narendra Raval

Chief Financial Officer

Place : Mumbai

Date : 03.07.2023



Krishnan Bhalaji

Chief Executive Officer

Parul Rana

Director

DIN : 07546822

Bhagyashree Mallawat

Company Secretary

A51488

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

A) Equity share capital

Particulars	Number	Rs. in Millions
Balance as at the 01 April 2021		
Changes in equity share capital for the year ended 31 March 2022	10,52,645	10.53
Balance as at the 31 March 2022	-	-
Changes in equity share capital for the Year ended 31 March 2023	10,52,645	10.53
Balance as at the 31 March 2023	3,92,00,303	392.00
	4,02,52,948	402.53

B) Other equity

Particulars	Securities Premium	Reserves and surplus	Other comprehensive income	Total Other Equity
		Retained Earnings	Remeasurement of post employment benefit obligation (net of taxes)	
Balance as at 31 March 2020	-	14.75	(0.01)	14.74
Total comprehensive Income/(Loss) for the year	-	48.15	(1.12)	47.02
Less : Distribution to partners of erstwhile LLP	-	(27.57)		(27.57)
Balance as at 01 April 2021	-	35.33	(1.13)	34.19
Total comprehensive Income/(Loss) for the year	-	177.47	1.18	178.65
Balance as at 31 March 2022	-	212.79	0.05	212.84
On issue of shares for a consideration other than cash	17.81			17.81
On issue of bonus shares		(391.70)		(391.70)
Total comprehensive Income/(Loss) for the period	-	379.05	(1.74)	377.30
Balance as at 31 March 2023	17.81	200.15	(1.69)	216.26

Significant accounting policies

Notes to the Consolidated Ind AS financial statements

As per our report of even date attached

1-2
3-50

For AMS & Co.

Chartered Accountants

Firm's Registration Number : 130878W

Ashok Kumar Puri
(Partner)
Membership No. 128996

Place : Mumbai
Date : 03.07.2023

For and on behalf of the Board of Directors
PLATINUM INDUSTRIES LIMITED



Krishna Rana
Chairman & Managing Director
DIN : 02071912

Narendra Raval
Chief Financial Officer

Place : Mumbai
Date : 03.07.2023



Krishnan Bhalaji
Chief Executive Officer

Parul Rana
Director
DIN : 07546822

Bhagyashree Mallawat
Company Secretary
A51488

Notes to the consolidated Ind AS financial statements

Note 3 : Property, plant and equipment & Capital work-in-progress

Particulars	(Rs. in Millions)				
	Land	Plant & Machinery	Motor Car	Office Equipments	Computer
Balance as at 01 April 2021	-	27.10	11.92	0.94	0.86
Additions	-	10.85	0.15	0.14	0.33
Disposals	-	-	-	-	-
Balance as at 31 March 2022	-	37.95	12.07	1.09	1.19
Additions	139.93	101.38	10.56	1.85	0.92
Disposals	-	-	-	-	-
Balance as at 31 March 2023	139.93	139.33	22.63	2.94	2.11
Accumulated depreciation					
Balance as at 01 April 2021	-	2.40	1.45	0.29	0.35
Depreciation for the year	-	1.54	1.44	0.21	0.25
Deletions / Adjustments	-	-	-	-	-
Balance as at 31 March 2022	-	3.93	2.89	0.50	0.59
Depreciation for the year	-	3.65	2.35	0.33	0.43
Deletions / Adjustments	-	-	-	-	-
Balance as at 31 March 2023	-	7.58	5.24	0.83	1.02
Carrying amounts (net)					
At 01 April 2021	-	24.70	10.47	0.65	0.51
At 31 March 2022	-	34.02	9.18	0.58	0.60
At 31 March 2023	139.93	131.75	17.39	2.10	1.09



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Notes to the consolidated Ind AS financial statements

Note 4 : Right to use assets

Particulars	(Rs. in Millions)		
	Leasehold Premises	Leasehold Improvements	Total
Cost or deemed cost (gross carrying amount):			
Balance as at 01 April 2021			
Additions	23.73	2.63	26.37
Disposals	16.25	0.94	17.19
Balance as at 31 March 2022	-13.97	-0.69	-14.66
Additions	26.01	2.88	28.89
Disposals	29.07	12.01	41.08
Balance as at 31 March 2023	-	-	-
	55.09	14.89	69.97
Accumulated amortisation expenses			
Balance as at 01 April 2021			
Amortisation expenses	6.56	0.48	7.04
Disposals/Adjustments	5.04	0.45	5.49
Balance as at 31 March 2022	-5.59	-0.21	-5.80
Amortisation expenses	6.01	0.72	6.73
Disposals/Adjustments	10.13	1.38	11.51
Balance as at 31 March 2023	-	-	-
	16.14	2.10	18.24
Carrying amounts (net)			
At 01 April 2021			
At 31 March 2022	17.17	2.15	19.33
At 31 March 2023	20.00	2.16	22.16
	38.94	12.79	51.73



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PLATINUM INDUSTRIES LIMITED (Formerly known as PLATINUM INDUSTRIES PRIVATE LIMITED)
CIN - U24299MH2020PLC341637

Notes to the consolidated Ind AS financial statements

12 Equity Share Capital

(Rs. in Millions)

a. Details of Authorised, Issued and Subscribed Share Capital

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
Authorised Capital			
6,00,00,000 Equity Shares of Rs.10/- each (31.03.2022 : 10,53,000, 01.04.2021 : 10,53,000)	550.00	10.53	10.53
Issued, Subscribed and Paid up			
4,02,52,948 Equity Shares of Rs.10/- each (31.03.2022 : 10,52,645, 01.04.2021 : 10,52,645)	402.53	105.26	105.26
	402.53	105.26	105.26

During the year, vide resolution passed at extra ordinary general meeting of the members held on 30.11.2022, the Company has increased its authorised share capital to Rs. 55,00,00,000/- (5,50,00,000 equity shares of Rs. 10/- each) from Rs. 1,05,30,000/- (10,53,000 equity shares of Rs. 10/- each)

The Company has increased its authorised share capital to Rs. 60,00,00,000/- (6,00,00,000 equity shares of Rs. 10/- each) from Rs. 55,00,00,000/- (5,50,00,000 equity shares of Rs. 10/- each) vide resolution passed at extra ordinary general meeting of the members held on 31.03.2023.

b. Terms & Conditions

The Company has only one class of equity shares having a 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 holder of equity shares 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 shareholders.



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PLATINUM INDUSTRIES LIMITED (Formerly known as PLATINUM INDUSTRIES PRIVATE LIMITED)
CIN - U24299MH2020PLC341637

Notes to the consolidated Ind AS financial statements

c. Reconciliation of number of shares

(Rs. in Millions)

Particulars	As at March 31, 2023		As at March 31, 2022		As at April 01, 2021	
	Number	Rs. in Millions	Number	Rs. in Millions	Number	Rs. in Millions
Shares outstanding at the beginning of the year*	10,52,645	10.53	10,52,645	10.53	10,00,000	10.00
Shares Issued during the year for a consideration other than cash	30,777	0.31	-	-	52,645	0.53
Bonus Shares Issued during the year	3,91,69,526	391.70	-	-	-	-
Shares redeemed during the year	-	-	-	-	-	-
Total	4,02,52,948	402.53	10,52,645	10.53	10,52,645	10.53

* Equivalent number of shares of erstwhile LLP

The Company has issued and allotted 3,91,69,526 equity shares of Rs. 10/- fully paid up existing shareholders as bonus in the ratio of 1 : 38 vide resolution passed at meeting of board of directors held on 30.03.2023 pursuant to approval of issue of bonus shares by members on 24.03.2023.

During the year, the Company has amended and Technical Collaboration Agreement entered in 2019 which includes a share-based payment transaction with third parties. Based on the contractual terms, the Company has allotted 30,777 equity shares during the year for which fair value of Rs. 588.55 per share (before issue of bonus shares) was used as a consideration.

During the year ended 31st March, 2021, the Company has allotted 52,645 equity shares against consultancy and management services for which fair value of Rs. 10.00 per share was used as a consideration.

During the year ended 31st March, 2021, Fixed capital of LLP of Rs. 1,00,00,000/- was converted to share capital at the time of conversion of LLP to company.

d. Details of shares held by promoter

Particulars	As at March 31, 2023		As at March 31, 2022		As at April 01, 2021	
	Number	%	Number	%	Number	%
Parul Rana	1,36,44,150	33.90	9,99,900	94.99	9,99,900	94.99
Krishna D Rana	2,53,42,980	62.96	-	-	-	-
Total	3,89,94,930	96.87	10,00,000	95.00	10,00,000	95.00

e. Shareholders having more than 5 % shareholding

Name of Shareholder	As at March 31, 2023		As at March 31, 2022		As at April 01, 2021	
	No of Equity shares held	%	No of Equity shares held	%	No of Equity shares held	%
Parul Rana	1,36,44,150	33.90	9,99,900	94.99	9,99,900	94.99
Krishna D Rana	2,53,42,980	62.96	-	-	-	-



Notes to the consolidated Ind AS financial statements

(Rs. in Millions)

Note	Particulars	As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
5	OTHER FINANCIAL ASSETS			
	<i>Unsecured, Considered good</i>			
	Receivable from Govt. authorities	-	-	0.30
	Advance against Land *	-	5.64	2.60
	Security Deposits	8.13	3.90	2.17
	TOTAL	8.13	9.54	5.07
	* Includes stamp duty and registration charges			
6	INVENTORIES			
	Raw Materials	224.07	135.44	44.80
	Work-in-process	5.75	1.24	1.28
	Finished goods	39.60	13.25	13.37
	Stock in Trade	0.83	4.24	-
	Consumables	0.35	0.72	0.34
	TOTAL	270.60	154.89	59.78
7	TRADE RECEIVABLES			
	Considered Good - Unsecured	321.12	494.51	167.12
	Less : Provision for expected credit loss	10.06	8.70	0.74
	TOTAL	311.06	485.81	166.38
8	CASH AND CASH EQUIVALENTS			
	Balances with banks			
	- In Current Account	21.80	0.72	8.81
	Cash in hand	0.20	0.29	0.66
	TOTAL	22.00	1.02	9.48
9	BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS			
	Balances with banks			
	- In Fixed Deposit Account*	132.85	41.10	2.60
	TOTAL	132.85	41.10	2.60
	* includes Rs. 6.48 millions (31.03.2022 : Rs. 5.47 millions, 01.04.2021 : Nil) lien against bank guarantee			
	* includes Rs. 32.00 millions (31.03.2022 : Rs. 36.00 millions, 01.04.2021 : Nil) as collateral to Bank of Maharashtra			
	* includes Rs. 13.00 millions (31.03.2022 : Rs. Nil, 01.04.2021 : Nil) as collateral to Kotak Mahindra Bank Ltd.			
10	OTHER FINANCIAL ASSETS			
	<i>Unsecured, considered good</i>			
	Security Deposits	-	-	-
	Export Incentive Receivable & licences	2.10	4.87	0.14
	TOTAL	2.10	4.87	0.14
11	OTHER CURRENT ASSETS			
	<i>Unsecured, considered good</i>			
	Advance to suppliers	17.04	70.20	15.26
	Prepaid Expenses	2.37	0.72	0.22
	Share issue expenses	8.82	-	-
	Balance with Government Authorities	55.19	8.08	3.15
	Other advances / receivables	0.17	0.53	4.63
	TOTAL	83.60	79.52	23.26



Notes to the consolidated Ind AS financial statements

Note	Particulars	(Rs. in Millions)		
		As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
13	LONG TERM BORROWINGS			
	Secured Loans			
	Vehicle Loans			
	From Banks & Financial Institutions	12.70	6.19	8.37
	Less : Current maturity	(2.26)	(1.17)	(1.49)
		<u>10.44</u>	<u>5.02</u>	<u>6.88</u>
	TOTAL	<u>10.44</u>	<u>5.02</u>	<u>6.88</u>

Vehicle loans from Banks & Financial Institutions

Vehicle Loan from HDFC Bank Ltd. amounting to Rs. 7.68 Millions (Rs. Nil as at 31.03.2022, Rs. Nil as at 01.04.2021) carries interest rate ranging at 8.28%. The loan is secured by car financed. The tenure of loan is of 55 months. Repayment of the loan has commenced from July, 2022.

Vehicle Loan from BMW Financial Services amounting to Rs. 4.47 Millions (Rs. 5.24 Millions as at 31.03.2022, Rs. 5.94 Millions as at 01.04.2021) carries interest rate ranging at 9.90%. The loan is secured by car financed. The tenure of loan is of 48 months. Repayment of the loan has commenced from March 2021.

Vehicle Loan from HDFC Bank Ltd. amounting to Rs. 0.55 Millions (Rs. 0.94 Millions as at 31.03.2022, Rs. 1.31 Millions as at 01.04.2021) carries interest rate ranging at 9.52%. The loan is secured by car financed. The tenure of loan is of 55 months. Repayment of the loan has commenced from December 2019.

Vehicle Loan from HDFC Bank Ltd. amounting to Rs. Nil (Rs. Nil as at 31.03.2022, Rs. 0.76 Millions as at 01.04.2021) carries interest rate ranging at 9.10%. The loan is secured by car financed. The tenure of loan is of 60 months. Repayment of the loan has commenced from August 2018.

Vehicle Loan from HDFC Bank Ltd. amounting to Rs. Nil (Rs. Nil as at 31.03.2022, Rs. 0.35 Millions as at 01.04.2021) carries interest rate ranging at 8.51%. The loan is secured by car financed. The tenure of loan is of 60 months. Repayment of the loan has commenced from December 2019.

14 LEASE LIABILITIES

Non-Current	39.15	16.06	14.75
Current	5.02	4.63	3.23
TOTAL	<u>44.17</u>	<u>20.68</u>	<u>17.99</u>



Notes to the consolidated Ind AS financial statements

Note	Particulars	(Rs. in Millions)		
		As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
15	DEFERRED TAX LIABILITIES / (ASSETS) (NET)			
	(a) Deferred Tax Liability			
	Related to Property, Plant and Equipment	4.59	2.21	1.80
		4.59	2.21	1.80
	(b) Deferred Tax Assets			
	Provision for Expected Credit Loss	2.53	2.19	0.19
	Carry forward of losses & 35D	5.33		
	Right of Use Assets	0.43	0.30	0.32
	Amortisation of security deposits	0.01	0.00	0.01
	Disallowance under Section 43B of the Income Tax Act, 1961	2.19	1.20	1.11
		10.49	3.69	1.62
	TOTAL	-5.91	-1.47	0.18
16	PROVISIONS			
	Provision for Employee Benefits			
	Gratuity	5.27	3.77	3.19
	Leave Encashment	0.38	0.24	0.27
	TOTAL	5.65	4.01	3.47
17	BORROWINGS			
	Secured Loans			
	Cash credit facility from bank	36.29	73.74	-
	Unsecured Loans			
	Inter-Corporate Deposits			
	- From Related Parties	125.30	162.49	4.25
	- Others	-	-	20.00
	Current Maturities of long-term Borrowings	2.26	1.17	1.49
	TOTAL	163.85	237.40	25.73



Notes to the consolidated Ind AS financial statements

(Rs. in Millions)

Note	Particulars	As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
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Cash credit facility

Cash Credit Facility from Bank of Maharashtra amounting to Rs. 36.29 Millions (Rs.73.74 Millions as at 31.03.2022, Nil as at 01.04.2021) carries interest rate of 8.80% p.a. The Credit facility is Secured by hypothecation of Raw Materials, Stock In Process, Finished Goods, Books Debts, and mortgage of Bungalow No. 31, Building type E 11, Dariyalal CHS, Silver Sand Bungalows, Juhu Tara Road, Juhu, Mumbai 400 049, personal guarantee of directors of the company and FDR of Rs 320 Millions as collateral.

The following is the summary of the differences between Current Assets declared with Bank of Maharashtra and as per Audited financial statements as at 31.03.2023:

Particulars	As per Balance Sheet	As per Stock Statement	Difference
Inventory	175.83	141.04	34.79
Trade Receivable	308.48	308.48	-
Trade Payable (For Raw Materials)	89.46	87.62	1.84

Note : The statement of current assets and liabilities submitted with bank was on the basis of unaudited financials. Differences were mainly due to subsequent accounting and reconciliation related to Year ended 31st March, 2023.

The following is the summary of the differences between Current Assets declared with Bank of Maharashtra and as per Audited financial statements as at 31.03.2022:

Particulars	As per Balance Sheet	As per Stock Statement	Difference
Inventory	154.89	140.75	14.14
Trade Receivable	458.28	424.40	33.88
Trade Payable (For Raw Materials)	218.80	180.93	37.86

Note : The statement of current assets and liabilities submitted with bank was on the basis of unaudited financials. Differences were mainly due to subsequent accounting and reconciliation related to year ended 31st March, 2022.

Over Draft facility

Over Draft Facility from Kotak Mahindra Bank Ltd. amounting to Rs. Nil /-(PY Rs Nil/-) carries interest rate of FD rate plus 1% p.a. The Credit facility is secured against FDR of Rs 13 Millions as collateral.

Intercompany Deposit

- From Related Parties

Inter-company Deposit of Rs. Nil (Rs. 5.65 Millions as at 31.03.2022, Rs. 4.15 Millions as at 01.04.2021) is interest free loan. The Loans are unsecured in nature and repayable on demand.

Inter-company Deposit of Rs. 125.30 Millions (Rs 156.83 Millions as at 31.03.2022, Nil as at 01.04.2021) carries interest rate of 6.5% p.a. The Loans are unsecured in nature and repayable on demand.

- From Others

Inter-company Deposit of Nil, (Rs. Nil as at 31.03.2022, Rs 20.00 Millions as at 01.04.2021) carries interest rate @ 12% p.a. The Loans are unsecured in nature and repayable on demand.



Notes to the consolidated Ind AS financial statements

Note	Particulars	(Rs. in Millions)		
		As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
18	TRADE PAYABLES			
	a) Dues to Micro and Small Enterprises	3.56	15.65	-
	b) Dues to others	134.83	259.00	193.81
	TOTAL	138.38	274.66	193.81

*Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

The Management has identified enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Accordingly, the disclosure in respect of amounts payable to such enterprises as at March 31, 2022 has been made based on the information available with the Company. The Company has not received any claim for interest from any supplier under this Act. The information has been determined to the extent such parties have been identified on the basis of information available with the Company. Auditors have placed reliance on such information provided by the Management.

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
The principal amount remaining unpaid to any supplier as at the end of accounting year;	3.56	15.65	-
The interest due and remaining unpaid to any supplier as at the end of accounting year;	-	-	-
The amount of interest paid by the buyer under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the due date during each accounting year;	-	-	-
The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid);	-	-	-
The amount of interest accrued and remaining unpaid at the end of accounting year; and	-	-	-
The amount of further interest due and payable even in the succeeding year, 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.	-	-	-

Interest paid or payable by the Company on the aforesaid principal amount has been waived by the concerned suppliers.

19 OTHER FINANCIAL LIABILITIES

Interest accrued but not due	11.59	5.31	0.04
Statutory Dues Payable	10.80	16.08	1.76
Payable to employees	4.17	2.58	2.84
Creditors for Capital Goods	53.71	4.22	4.28
Other payables	0.39	0.04	-
TOTAL	80.67	28.24	8.92

20 OTHER CURRENT LIABILITIES

Advance from Customers	0.48	0.58	2.30
TOTAL	0.48	0.58	2.30



Notes to the consolidated Ind AS financial statements

Note	Particulars	(Rs. in Millions)		
		As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
21	PROVISIONS			
	Provision for expenses	4.86	4.21	10.07
	Provision for employee benefits			
	-Gratuity	3.02	0.72	0.88
	-Leave Encashment	0.04	0.02	0.04
	TOTAL	7.92	4.95	10.99
22	CURRENT TAX LIABILITIES (NET)			
	Provision for Income Tax	44.53	45.88	7.57
	TOTAL	44.53	45.88	7.57



Notes to the consolidated Ind AS financial statements

Note	Particulars	(Rs. in Millions)	
		Year ended March 31, 2023	Year ended March 31, 2022
23	REVENUE FROM OPERATION		
	Sale of products*	2,313.29	1,879.69
	Other Operating Revenue - Export incentives/benefits	1.52	1.87
	TOTAL	2,314.81	1,881.56
	* Industrial Chemical & related products		
24	OTHER INCOME		
	Gain on foreign exchange fluctuation	5.95	5.79
	Interest on Fixed Deposits	2.87	1.21
	Interest on intercorporate deposits	1.52	-
	Interest on VAT refund	-	0.04
	Liabilities no longer required written back	-	1.73
	Miscellaneous Income	0.26	0.84
	Notional interest on financial assets carried at amortised cost	0.14	0.13
	Gain on waiver of lease payments during Covid period	-	-
	Gain / (loss) on discontinuing leasehold premises	-	1.09
	TOTAL	10.74	10.82
25	COST OF MATERIALS CONSUMED		
	Opening stock of raw materials	135.44	44.80
	Add: Purchases	1,371.23	963.78
	Less: Closing Stock of raw materials	224.07	135.44
	TOTAL	1,282.60	873.13
26	CHANGES IN INVENTORIES OF FINISHED GOODS AND STOCK -IN- PROCESS		
	At the beginning of the year		
	Finished Goods	13.25	13.37
	Stock-in- process	1.24	1.28
	Stock in Trade	4.24	-
		18.73	14.64
	At the end of the year		
	Finished Goods	39.60	13.25
	Stock-in- process	5.75	1.24
	Stock in Trade	0.83	4.24
		46.19	18.73
	TOTAL	-27.46	-4.08
27	EMPLOYEE BENEFIT EXPENSES		
	Salaries, Wages and Allowances	55.35	26.81
	Remuneration to Directors*	21.31	7.20
	Contribution towards Provident Fund and ESIC	0.46	0.45
	Gratuity	1.67	1.96
	Leave encashment	0.13	0.12
	Staff welfare expenses	3.18	1.51
	TOTAL	82.11	38.06
	*Includes partners of erstwhile LLP		
28	FINANCE COST		
	Interest On		
	Vehicle Loan	1.01	0.76
	Cash Credit Facility	1.89	1.24
	Inter-Corporate Deposits	12.88	5.90
	Lease obligation	3.10	1.42
	Statutory dues	0.05	0.97
	Income Tax	1.84	3.48
	Bank Charges & other borrowing cost	0.92	2.06
	TOTAL	21.69	15.84



Notes to the consolidated Ind AS financial statements

Note	Particulars	(Rs. in Millions)	
		Year ended March 31, 2023	Year ended March 31, 2022
29 DEPRECIATION			
	On Property Plant and Equipment		
	Amortisation of Right to use of Assets	6.76	3.44
	TOTAL	11.51	5.49
		18.27	8.92
30 OTHER EXPENSES			
	Rent		
	Power and Fuel	1.28	0.62
	Repairing & maintenance	14.91	9.52
	- Building		
	- Plant & Equipments	0.96	0.53
	- Others	4.00	2.83
	Technical consultancy fees	1.37	0.89
	Freight & forwarding charges	22.02	13.33
	Insurance expenses	68.65	73.66
	Security charges	0.95	0.96
	Electricity charges	1.25	0.54
	Printing and stationery	3.32	0.42
	Communication expenses	0.57	0.55
	Commission	0.38	0.29
	Sales Promotion expenses	132.38	77.29
	Travelling & conveyance	23.26	6.02
	Legal & Professional Fees	11.32	7.17
	Director Sitting Fees	6.31	5.72
	Auditor's remuneration	0.01	-
	CSR Expenditure	0.67	0.45
	Provision for expected credit loss	2.73	1.09
	Loss on sale / discard of fixed assets	1.36	7.97
	Donation	-	0.48
	Miscellaneous expenses	0.46	0.21
	TOTAL	5.04	2.31
		303.18	212.86
	Payment to Auditors		
	As Auditor		
	For taxation matter	0.67	0.25
	For Other services	-	0.05
		-	0.15
		0.67	0.45
31 EARNINGS PER SHARE (BASIC & DILUTED)			
	Net profit after tax (Rs. in Millions)	379.05	177.47
	Net profit after tax attributable to Equity Share holders for Basic EPS (Rs. in Millions)	379.05	177.47
	No. of equity shares outstanding (In Nos)	4,02,52,948	10,52,645
	Weighted average no. of equity shares outstanding for Basic EPS (In Nos) *	4,02,24,532	4,02,22,171
	Basic Earning Per Share of Rs. 10 Each (In Rs.)	9.42	4.41
	Diluted Earning Per Share of Rs. 10 Each (In Rs.)	9.42	4.41
	* adjusted for 3,91,69,526 bonus shares		



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Notes to the consolidated Ind AS financial statements

Note 7A : Trade Receivables

(Rs. in Millions)

As at 31.03.2023

Particulars	Outstanding for following periods from due date of payments					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
a) Undisputed trade receivables- considered good						
b) Undisputed trade receivables- which have significant increase in credit risk	297.62	16.02	6.59	-	-	320.24
c) Undisputed trade receivables- credit impaired	-	-	-	0.41	0.47	0.88
d) Disputed trade receivables- considered good	-	-	-	-	-	-
e) Disputed trade receivables- which have significant increase in credit risk	-	-	-	-	-	-
f) Disputed trade receivables- credit Impaired	-	-	-	-	-	-

As at 31.03.2022

Particulars	Outstanding for following periods from due date of payments					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
a) Undisputed trade receivables- considered good						
b) Undisputed trade receivables- which have significant increase in credit risk	486.53	3.57	0.45	-	-	490.55
c) Undisputed trade receivables- credit impaired	-	-	-	3.36	0.60	3.96
d) Disputed trade receivables- considered good	-	-	-	-	-	-
e) Disputed trade receivables- which have significant increase in credit risk	-	-	-	-	-	-
f) Disputed trade receivables- credit Impaired	-	-	-	-	-	-

As at 01.04.2021

Particulars	Outstanding for following periods from due date of payments					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
a) Undisputed trade receivables- considered good						
b) Undisputed trade receivables- which have significant increase in credit risk	163.22	0.09	3.41	-	-	166.72
c) Undisputed trade receivables- credit impaired	-	-	-	0.27	0.13	0.40
d) Disputed trade receivables- considered good	-	-	-	-	-	-
e) Disputed trade receivables- which have significant increase in credit risk	-	-	-	-	-	-
f) Disputed trade receivables- credit Impaired	-	-	-	-	-	-



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Notes to the consolidated Ind AS financial statements

Note 17A : Trade Payables

(Rs. in Millions)

As at 31.03.2023

Particulars	Outstanding for the following periods from due date of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	3.56	-	-	-	3.56
(ii) Others	130.21	3.85	-	0.76	134.83
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-

As at 31.03.2022

Particulars	Outstanding for the following periods from due date of payments				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	15.65	-	-	-	15.65
(ii) Others	251.84	1.71	0.07	5.38	259.00
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-

As at 01.04.2021

Particulars	Outstanding for the following periods from due date of payments				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	185.03	0.95	0.64	7.19	193.81
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-



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(Rs. in Millions)

32 Related party disclosures as required under Indian Accounting Standard 24, "Related party disclosures" are given below:

a. List of related parties

Key Management Personnel

Krishna Dushyant Rana	Chairman & Managing Director (from 20.12.2022)
Parul Krishna Rana	Director
Bhavna Mehra	Director (upto 19.12.2022)
Dushyant Rana	Director (up to 01.04.2023)
Radhakrishnan Ramachandra Iyer	Director (from 24.03.2023)
Vijay Ronjan	Director (from 24.03.2023)
Samish Dalal	Director (from 24.03.2023)
Krishnan Bhalaji	Chief Executive Officer (from 23.03.2023)
Narendra Raval	Chief Financial Officer (from 23.03.2023)
Bhagyashree Mallawat	Company Secretary

Relatives of Key Management Personnel

Rahul Mehta	Relative of Director
Geeta Rana	Relative of Director

Enterprises over which the Key Managerial personnel & their relatives have significant influence;

DBR Plastics Private Limited
DBR Chemicals Private Limited
First Orgacon Private Limited
Rivaan Plastchem Private Limited
Addplast Chemicals LLC
Platinum Organics Ltd.



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(Rs. in Millions)

b. Transactions with related parties :

Name of the Party	Nature of Transaction	Year ended March 31, 2023	Year ended March 31, 2022
Krishna Rana	Remuneration	4.06	-
	Salary	7.94	0.60
Parul Rana	Loan taken	-	-
	Loan repaid	-	0.10
	Purchase of Shares of Subsidiary Company	-	0.20
	Remuneration	14.40	7.20
Dushyant Rana	Remuneration	1.52	-
	Salary	2.74	1.20
Bhavna Mehta	Loan taken	-	-
	Loan repaid	-	-
	Remuneration	0.26	-
Samish Dalal	Director Siting Fees	0.01	-
Geeta Rana	Salary	1.20	-
Rahul Mehta	Salary	0.03	0.40
Krishnan Bhalaji	Salary	3.78	-
Narendra Raval	Salary	0.25	-
	Professional Fees	0.35	-
Bhagyashree Mallawat	Salary	0.27	-
Addplast Chemicals LLC	Purchases	17.55	-
DBR Plastics Private Limited	Purchases	-	16.75
	Sales	-	9.60
	Loan taken	1.50	156.84
	Loan repaid	38.00	-
	Interest on Loan	11.55	5.52
DBR Chemicals Private Limited	Purchases	-	1.72
	Loan repaid	-	-
First Orgacon Private Limited	Loan taken	-	1.50
	Loan repaid	5.65	-
	Purchase	-	8.71
Rivaan Plastchem Private Limited	Sales	57.13	284.05
	Purchases	43.95	105.76
	Commission Paid	10.05	-
	Loan Given	45.31	-
	Interest on Loan	1.52	-
	Loan repaid	46.83	-



Notes to the consolidated Ind AS financial statements

(Rs. in Millions)

c. Balance Outstanding of related parties :

Name of the Party	Receivable / Payable	As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
Krishna Rana	Remuneration Payable	0.10	-	-
	Salary Payable	-	0.05	-
Parul Rana	Payable	-	0.20	0.10
	Remuneration Payable	-	0.03	-
Dushyant Rana	Remuneration Payable	0.19	-	-
	Salary Payable	-	0.07	-
Geeta Rana	Salary Payable	0.21	-	-
Bhavna Mehta	Remuneration Payable	0.03	0.68	-
Rahul Mehta	Salary Payable	-	0.03	-
Samish Dalal	Director Sitting Fees Payable	0.01	-	-
Narendra Raval	Salary Payable	0.05	-	-
Krishnan Bhalaji	Salary Payable	0.42	-	-
Bhagyashree Mallawat	Salary Payable	0.05	-	-
DBR Plastics Private Limited	Loan Payable	125.30	156.84	-
	Trade Payable	11.55	14.92	-
	Trade Receivables	-	-	4.32
DBR Chemicals Private Limited	Trade Payable	-	-	7.74
	Advance received	4.40	-	-
	Advance given	-	0.98	0.98
First Orgacon Private Limited	Loan Payable	-	5.65	4.25
	Trade Payable	-	5.62	62.55
Rivaan Plastchem Private Limited	Trade Receivable	5.69	34.59	-

33 In the opinion of the Management, the Current Assets, Loans and advances are approximately of the value stated in the balance sheet if realized in the ordinary course of the business and the provision for all known liabilities is adequate and not in excess of amount considered reasonably necessary.

34 Some of the balances of Trade Receivables, Trade Payables and Loans and Advances [given/taken] are subject to confirmations from the respective parties and reconciliations / adjustments arising there from, if any.

35 Contingent Liabilities

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
a) Bank Guarantee	43.20	36.47	-
b) Capital Commitment (against land)	-	74.02	76.50
TOTAL	43.20	110.49	76.50



Notes to the consolidated Ind AS financial statements

36 Information pursuant to para 5(viii) of the General Instructions to the Statement of Profit and Loss

(Rs. in Millions)

(a). Value of Imports on C.I.F Basis:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Raw Materials	435.07	355.80
Stock in Trade	-	-
TOTAL	435.07	355.80

(b). Earnings in foreign currency (on accrual basis):

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Export on F.O.B basis	129.71	119.62
TOTAL	129.71	119.62

(c). Consumption of raw materials:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
	Amount	Amount
Imported	407.66	332.25
Indigenous	874.93	540.89
Total	1,282.60	873.13
	Percentage	Percentage
Imported	31.78%	38.05%
Indigenous	68.22%	61.95%
Total	100.00%	100.00%

(d). Expenditure in foreign currency (on accrual basis):

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Technical consultancy	22.02	13.33
Advertising	1.10	-
TOTAL	23.11	13.33

(e). Unhedged foreign currency outstanding

As at March 31, 2023

Nature of Payment	Currency	Exchange Rate	Foreign Currency	Rs. in Millions
Receivable	USD	82.11	4,53,581	37.24
Payable	USD	82.11	2,42,135	19.88

As at March 31, 2022

Nature of Payment	Currency	Exchange Rate	Foreign Currency	Rs. in Millions
Receivable	USD	75.90	3,09,821	23.52
Payable	USD	75.90	3,11,400	23.64



Notes to the consolidated Ind AS financial statements

37 Segment Reporting :

(Rs. in Millions)

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, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director of the Company. The Company operates only in one Business Segment i.e. "Heat Stabilizers & related products", hence does not have any reportable Segments as per Ind AS 108 "Operating Segments".

38 CSR expenditure

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
(a) amount required to be spent by the company during the year	2.72	1.06
(b) amount of expenditure incurred	2.73	1.09
(c) shortfall at the end of the year	-	-
(d) total of previous years shortfall	-	-
(e) reason for shortfall,	NA	NA
(f) nature of CSR activities	Donation to a Trust for helping needy, poor and handicapped people.	Donation to a Trust for helping blind and handicapped people.
(g) details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,	NA	NA
(h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately	NA	NA



Notes to the consolidated Ind AS financial statements

(Rs. in Millions)

39 Additional regulatory Information required by schedule III to the companies act, 2013

- 1 The Group does not have any benami property held in its name. No proceedings have been initiated on or are pending against the Group for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- 2 The Group has not been declared wilful defaulter by any bank or financial institution or other lender or government or any government authority.
- 3 The Group has complied with the requirement with respect to number of layers as prescribed under section 2(87) of the Companies Act, 2013 read with the Companies (Restriction on number of layers) Rules, 2017.
- 4 Utilisation of borrowed funds and share premium
 - I The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
 - (b) Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
 - II The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group 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.
- 5 There is no income surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961 (such as search or survey), that has not been recorded in the books of account.
- 6 The Group has not traded or invested in crypto currency or virtual currency during the year.
- 7 The Group does not have any charges or satisfaction of charges which is yet to be registered with Registrar of Companies beyond the statutory period.



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40 Disclosure relating to employee benefits as per Ind AS 19 'Employee Benefits'

A. Defined benefit obligations and short-term compensated absences

Contribution to Defined Contribution Plan, recognised and charged off for the year are as under :

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Employer's Contribution to		
- Provident Fund	0.31	0.23
- ESIC	0.15	0.22

B. Defined Benefit Plan

The present value of Employees' Gratuity obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee

Particulars	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	31-Mar-23	31-Mar-22	31-Mar-23	31-Mar-22
a. Reconciliation of opening and closing balances of Defined Benefit obligation				
Defined Benefit obligation at beginning of the year	4.49	4.08	0.27	0.32
Current Service Cost	1.39	1.73	0.16	0.11
Interest Cost	0.28	0.23	0.02	0.02
Past Service Cost - (Vested benefits)	-	-	-	-
Actuarial (gain)/loss	2.13	(1.56)	0.20	(0.02)
Benefits paid	-	-	-0.23	(0.15)
Defined Benefit obligation at year end	8.29	4.49	0.42	0.27
b. Reconciliation of fair value of assets and obligations				
Fair value of plan assets at year end	-	-	-	-
Present value of obligation at year end	8.29	4.49	0.42	0.27
Amount recognised in Balance Sheet	8.29	4.49	0.42	0.27
- Current	3.02	0.72	0.04	0.02
- Non- Current	5.27	3.77	0.38	0.25



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Particulars	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	31-Mar-23	31-Mar-22	31-Mar-23	31-Mar-22
c. Expenses recognized during the year				
Current Service Cost	1.39	1.73	0.16	0.11
Interest Cost	0.28	0.23	0.02	0.02
Past Service Cost - (Vested benefits)	-	-	-	-
Expected return on plan assets	-	-	-	-
Actuarial (gain) / loss	-	-	-	-
Net Cost	1.67	1.96	0.18	0.12
d. Amount recognised in other comprehensive income				
Due to Demographic Assumption	-	-	-	-
Due to Financial Assumption	-0.17	-0.14	-0.01	-0.01
Due to Experience	2.30	-1.42	0.21	-0.01
Actuarial (gain) / loss	2.13	-1.56	0.20	-0.02
e. Fair Value of Plan Assets				
Contributions by Employer	-	-	-	-
Benefits Paid	-	-	-	-
f. Amounts to be recognized in the balance sheet and statement of profit & loss account				
PVO at end of period	8.29	4.49	0.42	0.27
Fair Value of Plan Assets at end of period	-	-	-	-
Funded Status	(8.29)	(4.49)	(0.42)	(0.27)
Net Asset/(Liability) recognized in the balance sheet	(8.29)	(4.49)	(0.42)	(0.27)



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Particulars	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	31-Mar-23	31-Mar-22	31-Mar-23	31-Mar-22
g. Amount for the current and previous four years are as follows :				
Defined Benefit Obligation	-	-	-	-
Plan Assets	-	-	-	-
Gain/ Loss on obligation due to change in Assumption	-	-	-	-
Experience Adjustments on plan Liabilities	-	-	-	-
Experience Adjustments on plan Assets	-	-	-	-

h. Actuarial assumptions

Mortality Table (L.I.C.)	IALM 2012-14 (Ultimate)		IALM 2012-14 (Ultimate)	
Rate of Interest (per annum)	7.16%	6.78%	7.16%	6.78%
Salary growth Rate (per annum)	10%	10%	10%	10%
Expected Average Remaining Service	7.31	7.54	7.49	7.91
Employee Attrition Rate [Past Service (PS)]	PS : 0 to 42 : 10%		PS : 0 to 42 : 10%	

i. Sensitivity Analysis

DR: Discount Rate	Gratuity	Leave Encashment	
	PVO DR +1%	PVO DR +1%	PVO DR -1%
31-Mar-23	7.87	0.39	0.46
31-Mar-22	4.17	0.24	0.29
ER: Salary Escalation Rate	PVO ER +1%	PVO ER +1%	PVO ER -1%
31-Mar-23	8.58	0.45	0.39
31-Mar-22	4.74	0.29	0.24



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Notes to the consolidated Ind AS financial statements

Particulars	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	31-Mar-23	31-Mar-22	31-Mar-23	31-Mar-22
j. Expected Payout				
Expected Outgo First	3.01	0.72	0.04	0.02
Expected Outgo Second	0.54	0.46	0.03	0.02
Expected Outgo Third	0.55	0.34	0.03	0.02
Expected Outgo Fourth	0.54	0.36	0.03	0.02
Expected Outgo Fifth	0.57	0.37	0.03	0.02
Expected Outgo Six to Ten Years	2.77	1.81	0.17	0.12

The estimated future salary increases takes into account inflation, seniority, promotion and other retirement factors including supply and demand in the employment market. The above information is certified by the actuary.



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Notes to the consolidated Ind AS financial statements

(Rs. in Millions)

41. Tax Expenses

(a) Amount recognised in the statement of profit and loss		
Particulars	31-Mar-23	31-Mar-22
Current tax expense (A)	137.37	64.17
Current year		
Deferred tax expense (B)	-3.85	-2.05
Origination and reversal of temporary differences		
Tax expense (A+B)	133.52	62.12

(b) Amounts recognised in other comprehensive Income						
Particulars	Year ended 31 March 2023			Year Ended 31 March 2022		
	Before tax	Tax (expense)	Net of tax	Before tax	Tax (expense)	Net of tax
Items that will not be reclassified to profit or loss						
Remeasurement of post employment benefit obligation	-2.33	0.59	-1.74	1.58	(0.40)	1.18
			-1.74	1.58	-0.40	1.18

(c) Reconciliation of effective tax rate		
Particulars	31-Mar-23	31-Mar-22
Profit/(loss) before tax	509.36	239.60
Tax using the Company's domestic tax rate (25.17%, For estwhile LLP till 08.07.2020: 34.94%)	148.32	60.30
Tax effect of:		
Effect of expenses that is non-deductible in determining taxable profit	-14.81	1.82
	133.52	62.12
Tax expense as per statement of profit and loss	26.21%	25.93%
Effective tax rate		



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(Rs. in Millions)

(d) Movement in deferred tax balances

Particulars	Net balances at 31 March 2022	Recog- nised in the statement of profit and loss	Recog- nised in OCI	Balance at 31 March 2023		
				Net	Deferred tax asset	Deferred tax liabilities
Related to Property, Plant and Equipment	-2.21	-2.37		-4.59	-	4.59
Provision for Expected Credit Loss	2.19	0.34		2.53	2.53	-
Right of Use Assets	0.30	0.14		0.43	0.43	-
Amortisation of security deposits	0.00	0.00		0.01	0.01	-
Disallowance under Section 43B of the Income Tax Act, 1961	1.20	1.00		2.19	2.19	-
	-	-		-	-	-
Tax assets (liabilities) before set-off	1.47	-0.89	-	0.58	5.16	4.59
Set-off of deferred tax liabilities					-4.59	
Net deferred tax assets/ (liabilities)					0.58	

Particulars	Net balances at 31 March 2022	Recog- nised in the statement of profit and loss	Recog- nised in OCI	Balance at 31 March 2022		
				Net	Deferred tax asset	Deferred tax liabilities
Related to Property, Plant and Equipment	-1.80	-0.41		-2.21	-	2.21
Provision for Expected Credit Loss	0.19	2.00		2.19	2.19	-
Right of Use Assets	0.32	-0.03		0.30	0.30	-
Amortisation of security deposits	0.01	-0.00		0.00	0.00	-
Disallowance under Section 43B of the Income Tax Act, 1961	1.11	0.09		1.20	1.20	-
	-	-		-	-	-
Tax assets (liabilities) before set-off	-0.18	1.65	-	1.47	3.69	2.21
Set-off of deferred tax liabilities					-2.21	
Net deferred tax assets/ (liabilities)					1.47	



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Notes to the consolidated Ind AS financial statements

(Rs. in Millions)

Particulars	Net balances at 31 March 2022	Recog- nised in the statement of profit and loss	Recog- nised in OCI	Balance at 01 April 2021		
				Net	Deferred tax asset	Deferred tax liabilities
Related to Property, Plant and Equipment	-1.65	-0.15		-1.80	-	1.80
Provision for Expected Credit Loss	0.22	-0.03		0.19	0.19	-
Right of Use Assets	0.11	0.21		0.32	0.32	-
Amortisation of security deposits	0.00	0.00		0.01	0.01	-
Disallowance under Section 43B of the Income Tax Act, 1961	0.48	0.62		1.11	1.11	-
Tax assets (liabilities) before set-off	-0.84	0.66	-	-0.18	1.62	1.80
Set-off of deferred tax liabilities					-1.80	
Net deferred tax assets/ (liabilities)					-0.18	



Notes to the consolidated Ind AS financial statements

42 Leases

Effective April 1, 2019, the Group has adopted Ind AS 116, Leases, using modified retrospective approach. On adoption of the new standard IND AS 116 resulted in recognition of 'Right of Use' assets and a lease liability. The cumulative effect of applying the standard was debited to retained earnings. The effect of this adoption is insignificant on the profit before tax, profit for the period and earnings per share. Ind AS 116 will result in an increase in cash inflows from operating activities and an increase in cash outflows from financing activities on account of lease payments.

Following are the changes in the carrying value of right of use assets :

Particulars	As at March 31, 2023	As at March 31 2022	As at March 31 2021
Opening carrying value of Rights to use Assets	20.00	17.17	21.21
Addition	29.07	16.25	0.67
Depreciation	(10.13)	(5.04)	(4.71)
Deletion	-	(8.38)	-
Closing Balance	38.94	20.00	17.17

The following is the break-up of current and non-current lease liabilities :

Particulars	As at March 31, 2023	As at March 31 2022	As at March 31 2021
Current lease liabilities	5.02	4.63	3.23
Non-Current lease liabilities	39.15	16.06	14.75
Closing Balance	44.17	20.68	17.99

The following is the movement in lease liabilities during the year / period:

Particulars	As at March 31, 2023	As at March 31 2022	As at March 31 2021
Opening balance of lease liabilities	20.68	17.99	21.06
Addition	29.07	15.91	0.65
Finance cost accrued during the period	3.10	1.42	1.48
Payment of lease liabilities	(8.68)	(5.35)	(5.21)
Deletion	-	(9.29)	-
Closing Balance	44.17	20.68	17.99

The table below provides details regarding the contractual maturities of lease liabilities on an undiscounted basis :

Particulars	As at March 31, 2023	As at March 31 2022	As at March 31 2021
- Less than one year	11.45	6.02	5.54
- Later than one year but not later than five years	37.57	18.15	15.07
- Later than five years	-	-	-
TOTAL	49.02	24.17	20.61



PLATINUM INDUSTRIES LIMITED (Formerly known as PLATINUM INDUSTRIES PRIVATE LIMITED)
CIN - U24299MH2020PLC341637

Notes to the consolidated Ind AS financial statements

43 Financial Instruments – Fair values and risk management :

Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value.

(Rs. in Millions)							
31-Mar-23	Note No.	Carrying amount			Fair value		
		FVTPL	FVTOCI	Amortised Cost	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs
Financial assets							
Trade receivables	7	-	-	311.06	-	-	-
Cash and cash equivalents	8	-	-	22.00	-	-	-
Bank Balance other than Cash and cash equivalents	9	-	-	132.85	-	-	-
Other financial assets	5&10	-	-	10.23	-	-	-
		-	-	476.14			
Financial liabilities							
Borrowings	13&17	-	-	174.29	-	-	-
Lease Liabilities	14	-	-	44.17	-	-	-
Trade payables	18	-	-	138.38	-	-	-
Other financial liabilities	19	-	-	80.67	-	-	-
		-	-	437.51			



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Notes to the consolidated Ind AS financial statements

31-Mar-22	Note No.	Carrying amount			Fair value			Total
		FVTPL	FVTOCI	Amortised Cost	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	
Financial assets								
Trade receivables	7	-	-	485.81	-	-	-	-
Cash and cash equivalents	8	-	-	1.02	-	-	-	-
Bank Balance other than Cash and cash equivalents	9	-	-	41.10	-	-	-	-
Other financial assets	5&10	-	-	14.41	-	-	-	-
		-	-	542.34				
Financial liabilities								
Borrowings	13&17	-	-	242.42	-	-	-	-
Lease Liabilities	14	-	-	20.68	-	-	-	-
Trade payables	18	-	-	274.66	-	-	-	-
Other financial liabilities	19	-	-	28.24	-	-	-	-
		-	-	565.99				



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CIN - U24299MH2020PLC341637

Notes to the consolidated Ind AS financial statements

01-Apr-21	Note No.	Carrying amount			Fair value			Total
		FVTPL	FVTOCI	Amortised Cost	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	
Financial assets								
Trade receivables	7	-	-	166.38	-	-	-	-
Cash and cash equivalents	8	-	-	9.48	-	-	-	-
Bank Balance other than Cash and cash equivalents	9	-	-	2.60	-	-	-	-
Other financial assets	5&10	-	-	5.21	-	-	-	-
		-	-	183.68				
Financial liabilities								
Borrowings	13&17	-	-	32.61	-	-	-	-
Lease Liabilities	14	-	-	17.99	-	-	-	-
Trade payables	18	-	-	193.81	-	-	-	-
Other financial liabilities	19	-	-	8.92	-	-	-	-
		-	-	253.34				



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Notes to the consolidated Ind AS financial statements



Notes to the consolidated Ind AS financial statements

B) Financial risk management

The Group has exposure to the following risks arising from financial instruments:

- a. credit risk ;
- b. liquidity risk ; and
- c. market risk

Risk management framework

The Group's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The Group manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Board of Directors. The activities of this department include management of cash resources, borrowing strategies, and ensuring compliance with market risk limits and policies.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment.

The audit committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

a. Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investment securities. The carrying amounts of financial assets represent the maximum credit exposure.

Trade receivables

The Group extends credit to customers in normal course of business. The Group considers factors such as credit track record in the market and past dealings for extension of credit to customers. To manage credit risk, the Group periodically assesses the financial reliability of the customer, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivables. Outstanding customer receivables are regularly monitored to make an assessment of recoverability. Receivables are provided as doubtful / written off, when there is no reasonable expectation of recovery. Where receivables have been provided / written off, the Group continues regular follow up, engage with the customers, legal options / any other remedies available with the objective of recovering these outstandings. The Group is not exposed to concentration of credit risk to any one single customer since services are provided to vast spectrum. The Group also takes security deposits, advances, post dated cheques etc from its customers, which mitigate the credit risk to an extent.

Investments in companies

The Group has made investments in subsidiary. The Group does not perceive any credit risk pertaining to investments made in such related entities.

Cash and cash equivalents

The Group held cash and cash equivalents with credit worthy banks of Rs. 22.00 Millions as at 31 March, 2023; Rs. 1.02 Millions as at 31 March 2022; Rs. 9.48 Millions as at 01 April 2021 and Rs. 1.53 Millions as at 31 March 2020 respectively. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be good.

Exposure to credit risk

The movement in the allowance for impairment in respect of trade and other receivables during the year was as follows.

Particulars	Rs. In Millions
Balance as at 01 April 2021	0.74
Impairment loss recognised	7.97
Balance as at 31 March 2022	8.70
Impairment loss recognised	1.36
Balance as at 31 March 2023	10.06

The Group has no other financial assets that are past due but not impaired.



Notes to the consolidated Ind AS financial statements

B) Financial risk management

b. Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group'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, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

Exposure to liquidity risk

The table below summarises the maturity profile of the Group's financial liabilities at the balance sheet date based on contractual undiscounted repayment obligations.

(Rs. In Millions)

Particulars	Contractual cash flows			
	One year or less	1 - 5 years	More than 5 years	Total
As at 31 March 2023				
Non - derivative financial liabilities				
Borrowings	163.85	10.44	-	174.29
Lease liabilities	5.02	39.15	-	44.17
Trade payables	138.38	-	-	138.38
Other financial liabilities	80.67	-	-	80.67
	387.93	49.59	-	437.51
As at 31 March 2022				
Non - derivative financial liabilities				
Borrowings	237.40	5.02	-	242.42
Lease Liabilities	4.63	16.06	-	20.68
Trade payables	274.66	-	-	274.66
Other financial liabilities	28.24	-	-	28.24
	544.92	21.08	-	565.99
As at 01 April 2021				
Non - derivative financial liabilities				
Borrowings	25.73	6.88	-	32.61
Lease Liabilities	3.23	14.75	-	17.99
Trade payables	193.81	-	-	193.81
Other financial liabilities	8.92	-	-	8.92
	231.70	21.63	-	253.34

c. Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include borrowings and bank deposits. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate because of changes in market interest rates.

Exposure to interest rate risk:

The Group's exposure to market risk for changes in interest rates relates to fixed deposits and borrowings from banks.



Notes to the consolidated Ind AS financial statements

B) Financial risk management

The interest rate profile of the Group's interest-bearing financial instruments as reported to the management of the Group is as follows:

(Rs. in Millions)			
Particulars	31 March 2023	31 March 2022	01 April 2021
Fixed-rate instruments:			
Financial asset (Bank deposits)	132.85	41.10	2.60
Financial liabilities (Borrowings)	138.00	-494.97	32.61
	270.85	-453.86	35.21
Variable-rate instruments:			
Financial liabilities (Borrowings)	36.29	737.38	-
	36.29	737.38	-

Fair value sensitivity analysis for fixed-rate instruments

The Group's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in IND AS 107, since neither the carrying amount nor the future cash flow will fluctuate because of a change in market interest rates.

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of borrowings affected. With all other variables held constant, the Group's loss before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	31 March 2023	31 March 2022	01 April 2021
Increase in basis points	50 basis points	50 basis points	50 basis points
Effect on loss before tax, increase by	0.18	3.69	-
Decrease in basis points	50 basis points	50 basis points	50 basis points
Effect on loss before tax, decrease by	0.18	3.69	-

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment, showing a significantly higher volatility than in prior years.

Foreign currency risk

The Group is exposed to currency risk on account of its operating activities. The functional currency of the Group is Indian Rupee. Our exposure are mainly denominated in USD & EURO. The USD exchange rate has changed substantially in recent periods and may continue to fluctuate substantially in the future. The Group's business model incorporates assumptions on currency risks and ensures any exposure is covered through the normal business operations. This intent has been achieved in all years presented. The Group has put in place a Financial Risk Management Policy to identify the most effective and efficient ways of managing the currency risks.

Exposure to currency risk

The currency profile of financial assets and financial liabilities:

USD			
Particulars	31 March 2023	31 March 2022	01 April 2021
Financial assets			
Trade Receivables	4,53,580.94	3,09,821	2,20,461
Net exposure for assets	4,53,580.94	3,09,821.30	2,20,460.75
Financial liabilities			
Trade Payables	2,42,135.36	3,11,400	37,149.55
Net exposure for liabilities	2,42,135.36	3,11,400.00	37,149.55
Net exposure (Assets - Liabilities)	2,11,445.59	-1,578.70	1,83,311.20

Sensitivity analysis

A reasonably possible strengthening / (weakening) of the Indian Rupee against US dollars at 31st March would have affected the measurement of financial instruments denominated in US dollars and affected profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases. In cases where the related foreign exchange fluctuation is capitalised to fixed assets, the impact indicated below may affect the Group's income statement over the remaining life of the related fixed assets or the remaining tenure of the borrowing respectively.



Notes to the consolidated Ind AS financial statements

B) Financial risk management

Impact of movement on Profit or (loss) and Equity :

USD

Effect in INR - Millions (before tax)	31 March 2023	31 March 2022	01 April 2021
1% movement			
Strengthening	-0.17	0.00	-0.13
Weakening	0.17	-0.00	0.13

Commodity and other price risk

The Group is not exposed to the commodity risk.



Notes to the consolidated Ind AS financial statements

(Rs. in Millions)

44 Capital Management

The Group manages the capital structure by a balanced mix of debt and equity. Necessary adjustments are made in the capital structure considering the factors vis-a-vis the changes in the general economic conditions, available options of financing and the impact of the same on the liquidity position. Higher leverage is used for funding more liquid working capital needs and conservative leverage is used for long-term capital investments. The Group calculates the level of debt capital required to finance the working capital requirements using traditional and modified financial metrics including leverage/gearing ratios and asset turnover ratios.

As of balance sheet date, leverage ratios is as follows:

Particulars	As at 31 March 2023	As at 31 March 2022	As at 01 April 2021
Total borrowings	174.29	242.42	32.61
Less: Cash and cash equivalents	22.00	1.02	9.48
Adjusted net debt	152.29	241.40	23.14
Total Equity	618.79	223.37	44.72
Adjusted net debt to adjusted equity ratio (times)	0.25	1.08	0.52



Notes to the consolidated Ind AS financial statements

- 45 The year end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

Particulars	31 March 2023		31 March 2022		01 April 2021	
	In FCY	Rs. In Millions	In FCY	Rs. In Millions	In FCY	Rs. In Millions
Trade Payables-USD	2,42,135.36	19.88	3,11,400	23.64	37,150	27.31



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Notes to the consolidated Ind AS financial statements

46 Companies considered in the consolidated financial statement are:

Name of Company	Country of Incorporation	Date of Acquisition	% Voting Power held As on 31.03.2023	% Voting Power held As on 31.03.2022	% Voting Power held As on 01.04.2021
Subsidiary					
Platinum Global Additives Private Limited	India	12.04.2021	99.95%	99.95%	-
Platinum Oleo Chemicals Private Limited	India	29.08.2022	99.99%	-	-
M/s. Platinum Polymers & Additives (Partnership firm)	India	11.05.2022	60.00%	-	-
Platinum Stabilizers Egypt LLC	Egypt	20.07.2022	100.00%	-	-

47 Disclosure of additional information pertaining to the Parent Company and Subsidiaries :

31st March 2023	Net Assets (Total Assets) - (Total Liabilities)		Share in Profit or loss		Share in Other Comprehensive Income (OCI)		Share in Total Comprehensive Income (TCI)	
	As % of Consolidated Net Assets	Net Assets	As % of Consolidated Profit or Loss	Profit / (Loss)	As % of Consolidated OCI	OCI	As % of Consolidated TCI	TCI
Parent								
Platinum Industries Limited	64.97	464.95	96.23	361.66	100.00	(1.74)	96.21	359.92
Subsidiaries								
Indian								
Platinum Global Additives Private Limited	6.34	45.38	6.16	23.16	-	-	6.19	23.16
Platinum Oleo Chemicals Private Limited	0.14	0.98	(0.14)	(0.52)	-	-	(0.14)	(0.52)
M/s. Platinum Polymers & Additives (Partnership firm)	13.30	95.17	(1.29)	(4.83)	-	-	(1.29)	(4.83)
Foreign								
Platinum Stabilizers Egypt LLC	1.72	12.32	(0.11)	(0.41)	-	-	(0.11)	(0.41)
Minority Interest in all subsidiaries	13.53	96.80	(0.85)	(3.21)	-	-	(0.86)	(3.21)
TOTAL	100.00	715.59	100.00	375.84	100.00	(1.74)	100.00	374.09



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Notes to the consolidated Ind AS financial statements

31st March 2022	Net Assets (Total Assets) - (Total Liabilities)		Share In Profit or loss		Share In Other Comprehensive Income (OCI)		Share In Total Comprehensive Income (TCI)	
	As % of Consolidated Net Assets	Net Assets	As % of Consolidated Profit or Loss	Profit / (Loss)	As % of Consolidated OCI	OCI	As % of Consolidated TCI	TCI
Parent								
Platinum Industries Limited	90.07	201.20	87.60	155.47	100.00	1.18	87.68	156.66
Indian Subsidiaries (Direct)								
Platinum Global Additives Private Limited	9.93	22.17	12.39	21.99	-	-	12.31	21.99
Minority Interest in all subsidiaries	0.00	0.01	0.01	0.01	-	-	0.01	0.01
TOTAL	100.00	223.38	100.00	177.48	100.00	1.18	100.00	178.66



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Notes to the consolidated Ind AS financial statements

- 50 The Company was incorporated on 09th July 2020 by conversion of LLP, accordingly financial information for the period from 1st April, 2020 to 8th July, 2020 of the erstwhile LLP has been and disclosed. Class of the Company was changed from private limited to public limited w.e.f. 2nd June 2023.
- 51 Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

As per our report of even date

For AMS & Co.
Chartered Accountants
Firm's Registration Number : 130878W


Ashok Kumar Puri
(Partner)
Membership No. 128996

Place : Mumbai
Date : 03.07.2023



For and on behalf of the Board of Directors
PLATINUM INDUSTRIES LIMITED

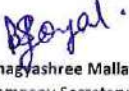

Krishna Rana
Chairman & Managing Director
DIN : 02071912


Narendra Rawal
Chief Financial Officer

Place : Mumbai
Date : 03.07.2023




Krishna Bhalaji
Chief Executive Officer


Bhagyashree Mallawat
Company Secretary
A51488

Notes to the consolidated Ind AS financial statements

(Rs. in Millions)

48 FIRST TIME IND AS ADOPTION RECONCILIATIONS

A) Effect of Ind AS adoption on the consolidated balance sheet as at 31st March, 2022 and 1st April, 2021

Particulars	As at March 31, 2022			As at April 01, 2021		
	Previous GAAP	Effect of transition to Ind AS	As per Ind AS	Previous GAAP	Effect of transition to Ind AS	As per Ind AS
ASSETS						
NON-CURRENT ASSETS						
Property, Plant and Equipment	44.38		44.38	36.34		36.34
Capital Work-in-progress	-		-	0.18		0.18
Right to use assets	2.16	20.00	22.16	2.15	17.17	19.33
Goodwill on Consolidation			0.02			-
Financial assets	-		-	-		-
Investments	-		-	-		-
Other financial assets	10.06	-0.52	9.54	5.56	-0.49	5.07
Deferred Tax Assets (Net)	-1.22	2.70	1.47	-		-
	55.38	22.18	77.58	44.24	16.68	60.92
CURRENT ASSETS						
Inventories	154.89		154.89	59.78		59.78
Financial assets						
Trade receivables	494.51	-8.70	485.81	167.12	-0.74	166.38
Cash and cash equivalents	1.02		1.02	9.48		9.48
Bank Balance other than Cash and cash equivalents	41.10		41.10	2.60		2.60
Loans	-		-	-		-
Other financial assets	4.87		4.87	0.14		0.14
Other Current Assets	79.52		79.52	23.26		23.26
	775.91	-8.70	767.21	262.38	-0.74	261.64
Total Assets	831.29	13.48	844.79	306.62	15.94	322.56
EQUITY AND LIABILITIES						
EQUITY						
Equity Share Capital	10.53		10.53	10.53		10.53
Other Equity	219.90	-7.05	212.84	38.31	-4.12	34.19
	230.42	-7.05	223.37	48.84	-4.12	44.72
Non - Controlling interest			0.01			-
Total Equity	230.42	-7.05	223.38	48.84	-4.12	44.72
NON-CURRENT LIABILITIES						
Financial liabilities						
Borrowings	5.02		5.02	6.88		6.88
Lease Liabilities	-	16.06	16.06	-	14.75	14.75
Deferred Tax Liabilities (Net)	-		-	1.80	-1.62	0.18
Provisions	3.08	0.94	4.01	-	3.47	3.47
	8.10	16.99	25.09	8.68	16.60	25.28
CURRENT LIABILITIES						
Financial liabilities						
Borrowings	237.40		237.40	25.73		25.73
Lease Liabilities	-	4.63	4.63	-	3.23	3.23
Trade Payables	274.66		274.66	193.81		193.81
Other Financial Liabilities	28.24		28.24	8.92		8.92
Other Current Liabilities	0.58		0.58	2.30		2.30
Provisions	4.95		4.95	10.07	0.93	10.99
Current Tax Liabilities (Net)	46.96	-1.09	45.88	8.27	-0.70	7.57
	592.78	3.54	596.32	249.10	3.46	252.56
Total Equity and Liabilities	831.30	13.48	844.79	306.62	15.94	322.56



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Notes to the consolidated Ind AS financial statements

(Rs. in Millions)

B) Effect of Ind AS adoption on the Statement of Profit and Loss for the year ended 31st March, 2022

Particulars	Previous GAAP	Effect of transition to Ind AS	As per Ind AS
INCOME			
Revenue from Operations	1,881.56	-	1,881.56
Other Income	9.60	1.22	10.82
Total Income	1,891.16	1.22	1,892.38
EXPENSES			
Cost of Materials Consumed	873.13		873.13
Purchases of Stock-in-Trade	508.05		508.05
Changes in inventories of Finished Goods and Stock -in- process	(4.08)		(4.08)
Employee Benefits Expenses	39.93	(1.88)	38.06
Finance Costs	10.94	4.90	15.84
Depreciation and Amortisation Expense	3.88	5.04	8.92
Other Expenses	210.21	2.65	212.86
Total Expenses	1,642.07	10.71	1,652.78
Profit Before Tax	249.09	-9.50	239.60
Tax Expenses			
Current Tax	68.04	(3.87)	64.17
Deferred Tax Expense/(Credit)	(0.55)	(1.51)	(2.05)
Profit for the Year (A)	181.60	(4.12)	177.48
Other comprehensive income (OCI)			
Items that will not be reclassified subsequently to profit or loss:			
- Remeasurement of post employment benefit obligation	-	1.58	1.58
- Income tax effect on above	-	-0.40	(0.40)
Other comprehensive income for the year, net of tax (B)	-	1.18	1.18
Total comprehensive income for the year (A+B)	181.60	(2.94)	178.66

C) Reconciliation of Profit and Equity between Ind AS and Previous GAAP

Particulars	Profit	Equity	
	Year ended 31.03.2022	As at 31.03.2022	As at 01.04.2021
Profit / Equity as per Previous GAAP	181.60	230.43	48.83
Add/(Less) :			
Amortisation of security deposits	0.00	(0.02)	(0.02)
Provision for Gratuity & Leave Encashment Expense	3.42	(0.97)	(4.39)
Prior Period Items	-	-	-
Depreciation	-	-	-
Provision for Interest on Income Tax	0.39	1.09	0.70
On adoption of Ind AS 116	0.10	(1.18)	(1.29)
Provision for Expected Credit Loss	(7.97)	(8.70)	(0.74)
Deferred tax impact on above adjustments	1.11	2.73	1.62
Profit / Equity as per Ind AS	178.66	223.38	44.72



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Notes to the consolidated Ind AS financial statements

49 Analytical Ratios :

Sr.No.	Particulars	Numerator	Denominator	31-Mar-23	31-Mar-22	01-Apr-21	% Change from 31.03.2022 to 31.03.2023	% Change from 01.04.2021 to 31.03.2022	Reasons for change more than 25%	
									% Change from 31.03.2022 to 31.03.2023	% Change from 01.04.2021 to 31.03.2022
1	Current Ratio	Current assets	Current liabilities	1.87	1.29	1.04	44.96	24.19	Due to decrease in current liabilities	Due to increase in Trade Receivables
2	Debt – Equity Ratio	Total Debt	Shareholder's Equity	0.28	1.09	0.73	-74.05	48.82	Due to increase in Shareholder's Equity	Due to increase in Debt
3	Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	11.07	1.30	6.01	754.12	-78.44	Due to increase in earnings	Due to increase in Debt
4	Return on Equity (ROE)	Net Profits after taxes (Owners of the Company)	Average Shareholder's Equity attributable to Owner's	90.02%	132.39%	107.66%	-42.38%	24.73%	Due to increase in Shareholder's Equity	Change in ratio is not more than 25%
5	Inventory Turnover Ratio	Revenue	Average Inventory	10.88	17.53	14.93	-37.93	17.39	Due to increase in inventories	Change in ratio is not more than 25%
6	Trade receivables turnover ratio	Revenue	Average Trade Receivable	5.81	5.77	5.37	0.69	7.54	Change in ratio is not more than 25%	Change in ratio is not more than 25%
7	Trade payables turnover ratio	Purchases and other expenses	Average Trade Payables	8.77	7.19	4.06	21.87	77.15	Change in ratio is not more than 25%	Due to Increase in Purchases and other expenses
8	Net capital turnover ratio	Revenue	Working Capital	6.07	11.01	98.30	-44.87	-88.80	Due to Increase in Working Capital	Due to Increase in Working Capital
9	Net profit ratio	Net Profit	Revenue	16.24%	9.43%	5.39%	6.80%	4.04%	Revenue growth along with higher efficiency in gross margins has resulted in an improvement in the ratio	Revenue growth along with higher efficiency in gross margins has resulted in an improvement in the ratio
10	Return on capital employed (ROCE)	Earning before interest and taxes	Capital Employed	56.85%	52.51%	74.28%	4.35%	-21.77%	Change in ratio is not more than 25%	Change in ratio is not more than 25%
11	Return on Investment(ROI)	Income generated from investments	Time weighted average Investments	-	-	-	-	-	NA	NA



Notes to the consolidated Ind AS financial statements

1. Corporate information

PLATINUM INDUSTRIES LIMITED (Formerly known as PLATINUM INDUSTRIES PRIVATE LIMITED) ('the Company') is a company domiciled in India and registered under applicable companies Act. The Company is engaged in the business of Heat Stabilizers & related products – PVC and CPVC additives.

The consolidated Financial Statements comprise of Ind AS financials Statements of Platinum Industries Limited ('the company' 'the parent' or the Holding Company') and its subsidiary (the holding company and its subsidiary together referred to as 'the Group').

The Company has converted from a Private Limited Company to a Public Limited Company, pursuant to a special resolution passed in the extraordinary general meeting of the Shareholders of the Company held on 31st March, 2023 and consequently the name of the Company has changed to Platinum Industries Limited pursuant to a fresh certificate of incorporation issued by the Registrar of Companies, Mumbai on 2nd June, 2023.

The registered office of the Company is located at Solitaire Corporate Park, 4th Floor, Building No 8, Unit 841, Guru Hargovindji Rd, Chakala, Andheri East, Mumbai, Maharashtra 400093.

The consolidated financial statements are approved for issue in accordance with a resolution of the board of directors on 3rd July, 2023.

2. Significant accounting policies

2.1 Basis of accounting, preparation and principles of Consolidated Financial Statements:

These consolidated financial statements (hereinafter referred to as 'consolidated financial statements') of Platinum Industries Limited ('the Company') and its subsidiary (hereinafter referred to as 'the Group'), have been prepared in all material aspects in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified under section 133 of the Companies Act, 2013 ('the Act') read with Rule 4 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act and accounting principles generally accepted in India.

The company has adopted the Revised Schedule III as issued by MCA and accordingly numbers of comparative period has been reclassified as required.

The Consolidated Financial Statements up to year ended March 31, 2022 were prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act ("previous GAAP"). Now these Financial are reinstated as per IND AS.



Notes to the consolidated Ind AS financial statements

First time adoption of Ind AS

These are the Group's first consolidated financial statements prepared in accordance with Ind AS. For the year ended 31 March 2023 the Group has prepared its consolidated financial statements in accordance with Companies (Accounting Standards) Rules, 2006, notified under section 133 of the Act and other relevant provisions of the Act ('previous GAAP').

The accounting policies set out in Note 2.4 have been applied in preparing these consolidated financial statements for the year ended 31 March 2023 including the comparative information for the year ended 31 March 2022 and the opening consolidated Ind AS balance sheet on the date of transition i.e. 1 April 2021.

In preparing its consolidated Ind AS balance sheet as at 1 April 2021 and in preparing the comparative information for the year ended 31 March 2022, the Group has adjusted amounts reported previously in consolidated financial statements prepared in accordance with previous GAAP. The below note explains the principal adjustments made by the Group in restating its consolidated financial statements prepared in accordance with previous GAAP, and how the transition from previous GAAP to Ind AS has affected the Group's consolidated financial position, consolidated financial performance and consolidated cash flows.

A) Exemptions and exceptions availed

1. Ind-AS optional exemptions:

Ind AS 101 allows first time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Group has applied the following exemptions:

a) Deemed cost

As per Ind AS 101 an entity may elect to:

- (i) measure an item of property, plant and equipment at the date of transition at its fair value and use that fair value as its deemed cost at that date
- (ii) use a previous GAAP revaluation of an item of property, plant and equipment at or before the date of transition as deemed cost at the date of the revaluation, provided the revaluation was, at the date of the revaluation, broadly comparable to:
 - fair value;
 - or cost or depreciated cost under Ind AS adjusted to reflect, for example, changes in a general or specific price index.
- (iii) use carrying values of property, plant and equipment and intangible assets as on the date of transition to Ind AS (which are measured in accordance with previous GAAP and after making



Notes to the consolidated Ind AS financial statements

adjustments relating to decommissioning liabilities prescribed under Ind AS 101) if there has been no change in its functional currency on the date of transition.

This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets. As permitted by Ind AS 101, the Group has elected to measure all of its property, plant and equipment and investment property at their previous GAAP carrying value.

b) For financial instruments, wherein fair market values are not available (viz. interest free and below market rate security deposits or loans) the Group has elected to adopt fair value recognition prospectively to transactions entered after the date of transition.

2. Ind AS mandatory exceptions:

a) An entity estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates at 31 March 2021 are consistent with the estimates as at the same date made in conformity with previous GAAP apart from the following items where application of Indian GAAP did not require estimation:

- FVTOCI – unquoted equity shares, compulsorily convertible preference shares and debt securities.
- FVTPL – investment in mutual funds
- Determination of the discounted value for financial instruments carried at amortised cost.
- Impairment of financial assets based on expected credit loss model

The estimates used by the Group to present these amounts in accordance with Ind AS reflect conditions at 1 April 2021, the date of transition to Ind AS and as of 31 March 2022.

b) Impairment of financial assets

Ind AS 101 requires an entity to assess and determine the impairment allowance on financial assets as per Ind AS 109 using the reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial instruments which were initially recognised and compare that to the credit risk at the date of transition to Ind AS. The Group has applied this exception prospectively.

c) Classification of financial assets and liabilities

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of facts and circumstances that exist on the date of transition to Ind AS.

2.2 Basis of measurement

The Consolidated Financial Statements have been prepared on a historical cost basis, except for the following:



Notes to the consolidated Ind AS financial statements

- Certain financial assets and financial liabilities measured at fair value; and
- Defined Benefit plans – plan assets measured at fair value.
- Contingent consideration

The Consolidated Financial Statements are presented in Indian Rupees "INR" and all values are stated as INR Millions, except when otherwise indicated.

2.3 Basis of consolidation

The list of subsidiaries considered for consolidation together with the proportion of shareholding held by the Group is as follows:

Name of Company	Country of Incorporation	Date of Acquisition	% Voting Power held As on 31.03.2023	% Voting Power held As on 31.03.2022	% Voting Power held As on 31.03.2021
Subsidiary					
Platinum Global Additives Private Limited	India	12.04.2021	99.95%	99.95%	-
Platinum Oleo Chemicals Private Limited	India	29.08.2022	99.99%	-	-
M/s. Platinum Polymers & Additives (Partnership firm)	India	11.05.2022	60.00%	-	-
Platinum Stabilizers Egypt LLC	Egypt	20.07.2022	100.00%	-	-

Control is achieved when the group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the group controls an investee if and only if the group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the group has less than a majority of the voting or similar rights of an investee, the group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:



Notes to the consolidated Ind AS financial statements

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The group's voting rights and potential voting rights
- The size of the group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders

The group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the group obtains control over the subsidiary and ceases when the group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed off during the year are included in the consolidated Financial statements from the date the group gains control until the date the group ceases to control the subsidiary.

Consolidated Financial Statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that group member's financial statements in preparing the consolidated financial statements to ensure conformity with the group's accounting policies.

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent company, i.e., year ended on March 31st.

When the end of the reporting period of the parent is different from that of a subsidiary, the subsidiary prepares, for consolidation purposes, additional financial information as of the same date as the financial statements of the parent to enable the parent to consolidate the financial information of the subsidiary, unless it is impracticable to do so.

Consolidation procedure:

- a) Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.
- b) Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill, if any.
- c) Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and property, plant and equipment, are



Notes to the consolidated Ind AS financial statements

eliminated in full).

Intragroup losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS 12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Put options held by non-controlling interests in the Group's subsidiaries entitle the non-controlling interest to sell its interest in the subsidiary to the Group at pre-determined values and on contracted dates. In such cases the Group consolidates the non-controlling interest's share of the equity in the subsidiary and recognises the fair value of the non-controlling interest's put option, being the present value of the estimated future purchase price, as a financial liability in the consolidated Financial statements. In raising this liability, the non-controlling interest is derecognised, and any excess or shortfall is charged or realised directly in retained earnings in the statement of changes in equity.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary
- Derecognises the carrying amount of any non—controlling interests
- Derecognises the cumulative translation differences recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss
- Reclassifies the parent's share of components previously recognised in OCI to profit or loss or retained earnings, as appropriate, as would be required if the group had directly disposed of the related assets or liabilities

2.4 Summary of significant accounting policies

a. Business combinations and goodwill

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred.



Notes to the consolidated Ind AS financial statements

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their acquisition date fair values. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable. However, the following assets and liabilities acquired in a business combination are measured at the basis indicated below:

- Deferred tax assets or liabilities, and the assets or liabilities related to employee benefit arrangements are recognised and measured in accordance with Ind AS 12 Income Tax and Ind AS 19 Employee Benefits respectively.
- Potential tax effects of temporary differences and carry forwards of an acquiree that exist at the acquisition date or arise as a result of the acquisition are accounted in accordance with Ind AS 12.
- Liabilities or equity instruments related to share based payment arrangements of the acquiree or share – based payments arrangements of the Group entered into to replace share-based payment arrangements of the acquiree are measured in accordance with Ind AS 102 Share-based Payments at the acquisition date.
- Assets (or disposal groups) that are classified as held for sale in accordance with Ind AS 105 Noncurrent Assets Held for Sale and Discontinued Operations are measured in accordance with that standard.
- Reacquired rights are measured at a value determined on the basis of the remaining contractual term of the related contract. Such valuation does not consider potential renewal of the reacquired right.

Business combinations under common control are accounted in accordance with Appendix C of IND AS 103 as per the pooling of interest method and the Ind AS Transition Facilitation Group Clarification Bulletin 9 (ITFG 9). ITFG 9 clarifies that, the carrying values of assets and liabilities as appearing in the standalone financial statements of the entities being combined shall be recognised by the combined entity.

As per Appendix C, Business Combinations of Entities under Common Control of Ind AS 103, Business Combinations, in case of common control business combinations, the assets and liabilities of the combining entities are reflected at their carrying amounts.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

If the business combination is achieved in stages, any previously held equity interest is re-measured at its acquisition date fair value and any resulting gain or loss is recognised in profit or loss or OCI, as appropriate.



Notes to the consolidated Ind AS financial statements

Any contingent consideration to be transferred by the acquirer is recognised at fair value at the acquisition date. Contingent consideration classified as an asset or liability that is a financial instrument and within the scope of Ind AS 109 Financial Instruments, is measured at fair value with changes in fair value recognised in profit or loss. If the contingent consideration is not within the scope of Ind AS 109, it is measured in accordance with the appropriate Ind AS. Contingent consideration that is classified as equity is not re-measured at subsequent reporting dates and its subsequent settlement is accounted for within equity.

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. If the reassessment still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognised in OCI and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the entity recognises the gain directly in equity as capital reserve, without routing the same through OCI.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

A cash generating unit to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Any impairment loss for goodwill is recognised in profit or loss. An impairment loss recognised for goodwill is not reversed in subsequent periods.

Where goodwill has been allocated to a cash-generating unit and part of the operation within that unit is disposed of, the goodwill associated with the disposed operation is included in the carrying amount of the operation when determining the gain or loss on disposal. Goodwill disposed in these circumstances is measured based on the relative values of the disposed operation and the portion of the cash-generating unit retained.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted through goodwill during the measurement period, or additional assets or liabilities are recognised to reflect new information.



Notes to the consolidated Ind AS financial statements

obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognized at that date. These adjustments are called as measurement period adjustments. The measurement period does not exceed one year from the acquisition date.

b. Current versus non-current classification

The Group presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle - Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Group classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Group has identified twelve months as its operating cycle.

c. Foreign currencies

Functional and presentation currency

The functional currency of the Company and its subsidiaries is determined on the basis of the primary economic environment in which it operates. The functional currency of the Company is Indian National Rupee (INR).

The Group's consolidated financial statements are presented in INR, which is also the parent company's functional currency.

Transactions and balances

Transactions in foreign currencies are initially recorded by the Group's entities at their respective functional currency spot rates at the date the transaction first qualifies for recognition. However, for



Notes to the consolidated Ind AS financial statements

practical reasons, the Group uses average rate if the average approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss with the exception of the following:

- Exchange differences arising on monetary items that forms part of a reporting entity's net investment in a foreign operation are recognised in profit or loss in the separate financial statements of the reporting entity or the individual financial statements of the foreign operation, as appropriate. In the financial statements that include the foreign operation and the reporting, such exchange differences are recognised initially in OCI. These exchange differences are reclassified from equity to profit or loss on disposal of the net investment.
- Exchange differences arising on monetary items that are designated as part of the hedge of the Group's net investment of a foreign operation. These are recognised in OCI until the net investment is disposed of, at which time, the cumulative amount is reclassified to profit or loss.
- Tax charges and credits attributable to exchange differences on those monetary items are also recorded in OCI.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

In determining the spot exchange rate to use on initial recognition of the related asset, expense or income (or part of it) on the derecognition of a non-monetary asset or non-monetary liability relating to advance consideration, the date of the transaction is the date on which the Group initially recognises the non-monetary asset or non-monetary liability arising from the advance consideration. If there are multiple payments or receipts in advance, the Group determines the transaction date for each payment or receipt of advance consideration.

On consolidation, the assets and liabilities of foreign operations are translated into INR at the rate of exchange prevailing at the reporting date and their statements of profit and loss are translated at exchange rates prevailing at the dates of the transactions. For practical reasons, the group uses an average rate to translate income and expense items, if the average rate approximates the exchange rates at the dates of the transactions. The exchange differences arising on translation for



Notes to the consolidated Ind AS financial statements

consolidation are recognised in OCI. On disposal of a foreign operation, the component of OCI relating to that particular foreign operation is recognised in profit and loss.

Any goodwill arising in the acquisition/ business combination of a foreign operation on or after 1 April 2016 and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition are treated as assets and liabilities of the foreign operation and translated at the spot rate of exchange at the reporting date.

Any goodwill or fair value adjustments arising in business combinations/ acquisitions, which occurred before the date of transition to Ind AS (1 April 2016), are treated as assets and liabilities of the entity rather than as assets and liabilities of the foreign operation. Therefore, those assets and liabilities are non-monetary items already expressed in the functional currency of the parent and no further translation differences occur.

Gain or loss on a subsequent disposal of any foreign operation excludes translation differences that arose before the date of transition but includes only translation differences arising after the transition date.

d. Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

- Financial assets include cash and cash equivalents, trade receivables, unbilled revenues, finance lease receivables, security deposits, investments in equity and debt securities;
- Financial liabilities include long-term and short-term loans and borrowings, lease liabilities, derivative financial liabilities, bank overdrafts and trade payables

Financial assets:

Initial recognition and measurement

Financial assets are classified, at initial recognition, and subsequently measured at amortised cost, fair value through OCI, or fair value through profit or loss.

Initially, a financial instrument is recognized at its fair value. Transaction costs directly attributable to the acquisition or issue of financial instruments are recognized in determining the carrying amount, if it is not classified as at fair value through profit or loss and transactions costs of financial assets carried at fair value through profit or loss are expensed in profit or loss. Subsequently, financial instruments are measured according to the category in which they are classified.

The Group's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified



Notes to the consolidated Ind AS financial statements

and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows while financial assets classified and measured at fair value through OCI are held within a business model with the objective of both holding to collect contractual cash flows and selling.

Subsequent measurement

The subsequent measurement of financial assets depends on their classification as follows:

i) **Financial assets at amortised cost:**

A financial asset is classified as "financial asset at amortised cost" (amortised cost) under IND AS 109 Financial Instruments if it meets both the following criteria:

- (1) The asset is held within a business model whose objective is to hold the financial asset in order to collect contractual cash flows, and
- (2) The contractual terms of the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified date (the 'SPPI' contractual cash flow characteristics test).

This category is the most relevant to the Group. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in other income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade and other receivables.

ii) **Financial assets at fair value through other comprehensive income (FVTOCI):**

All equity investment in scope of IND AS 109 Financial Instruments are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which IND AS 103 Business Combinations applies are classified as fair value through profit or loss. For all other equity instruments, the Group may make irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Group makes such election on an instrument-to-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Group decides to classify an equity instrument through fair value through other comprehensive income (FVTOCI), then all fair value changes in the instruments excluding dividends, are recognised in OCI and is never recycled to statement of profit and loss, even on sale of the instrument.



Notes to the consolidated Ind AS financial statements

Dividends are recognised as other income in the statement of profit and loss when the right of payment has been established, except when the Group benefits from such proceeds as a recovery of part of the cost of the financial asset, in which case, such gains are recorded in OCI

iii) Financial assets at fair value through profit or loss (FVTPL)

Financial assets at fair value through profit or loss include financial assets held for trading, e.g., derivative instruments, financial assets designated upon initial recognition at fair value through profit or loss, e.g., debt or equity instruments, or financial assets mandatorily required to be measured at fair value, i.e., where they fail the SPPI test. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term. Financial assets with cash flows that do not pass the SPPI test are required to be classified and measured at fair value through profit or loss, irrespective of the business model. Notwithstanding the criteria for debt instruments to be classified at amortised cost or at fair value through OCI, as described above, debt instruments may be designated at fair value through profit or loss on initial recognition if doing so eliminates, or significantly reduces, an accounting mismatch.

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in profit or loss.

De-recognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Group's consolidated statement of financial position) when:

- The rights to receive cash flows from the asset have expired, or
- The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

When the Group has transferred its rights to receive cash flows from an asset or has entered into a passthrough arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of its continuing involvement. In that case, the Group also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.



Notes to the consolidated Ind AS financial statements

Financial liabilities and equity instruments:

a) Classification as debt or equity

Debt and equity instruments issued by a Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

b) Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Group are recognised at the proceeds received, net of direct issue costs.

c) Financial liabilities

Financial liabilities are classified as either financial liabilities at 'FVTPL' or 'other financial liabilities'.

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings or payables, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Subsequent measurement

The subsequent measurement of financial liabilities depends on their classification as follows:

i) Financial liabilities measured at amortized cost

After initial recognition, financial liabilities are subsequently measured at amortized cost using the effective interest method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

ii) Financial liabilities at fair value through profit or loss (FVTPL)

Financial liabilities at fair value through profit or loss include financial liabilities held for trading. Gains or losses on liabilities held for trading are recognized in statement of profit and loss.



Notes to the consolidated Ind AS financial statements

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ losses are not subsequently transferred to P&L. However, the group may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit and loss.

De-recognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset with the net amount reported in the balance sheet only if there is a current enforceable legal right to offset the recognised amounts and there is an intent to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

Impairment of financial assets

The group recognises an allowance for expected credit losses (ECLs) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

For trade receivables, deposits and contract assets, the group applies a simplified approach in calculating ECLs. Therefore, the group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The group has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

e. Revenue recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government. The Group has concluded that it is the principal in all of its revenue arrangements since it is the primary obligor in all the revenue arrangements as it has pricing latitude and is also exposed to inventory and credit risks.



Notes to the consolidated Ind AS financial statements

However, sales tax/ value added tax (VAT)/ Goods and Service (GST) is not received by the Group on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue.

No element of financing is deemed present as the majority of sales are on cash basis and credit sales are made with normal credit period consistent with market practice.

Income from trading sales

Revenue from sale of goods is recognised when the goods are delivered to customers, all significant contractual obligations have been satisfied and the collection of the resulting receivable is reasonably expected. Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of customer returns, trade allowance, rebates, goods and services tax and amount collected on behalf of third parties.

Income from sale of service

Revenue from sale of services is recognized in accordance with the terms of the relevant agreements and is net of goods and service tax (GST), where applicable as accepted and agreed with the customers.

Interest income

Interest income on financial assets at amortised cost is recognised using the effective interest method. Effective interest is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset. Interest income is included in other income in the statement of profit and loss.

Dividend income

Dividend income is recognised when the Group's right to receive the payment is established by the reporting date.

Contract balances-

Trade receivables

A receivable is recognised if an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in point (d) above.

Contract liabilities

A contract liability is recognised if a payment is received or a payment is due (whichever is earlier) from a customer before the group transfers the related goods or services. Contract liabilities are recognised as revenue when the group performs under the contract (i.e., transfers control of the related goods or services to the customer).



Notes to the consolidated Ind AS financial statements

f. Taxes

Tax expense comprises of current tax and deferred tax.

Current income tax

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961. The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of reporting period in India where the Company operates and generates taxable income.

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). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of taxable temporary differences associated with investments in subsidiaries, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of deductible temporary differences associated with investments in subsidiaries, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised



Notes to the consolidated Ind AS financial statements

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 profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. 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 deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

g. Property, plant and equipment

Recognition and measurement

All items of property, plant and equipment except Freehold Land are initially measured at cost and subsequently it is measured at cost less accumulated depreciation and impairment losses, if any. Freehold Land Cost is carried at cost, net of accumulated impairment loss, if any. comprises of purchase price and all costs incurred to bring the assets to their current location and condition for its intended use. When significant parts of property, plant and equipment are required to be replaced at intervals, the Group recognises such parts as individual assets with specific useful lives and depreciates them accordingly Any subsequent cost incurred is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in statement of profit and loss as incurred.

Capital work in progress comprises cost of property, plant and equipment (including related expenses), that are not yet ready for their intended use at the reporting date and it is carried at cost less accumulated impairment losses

Gains or losses arising from de-recognition of property, plant and equipment are measured as the difference between the net disposal proceeds and carrying amount of the assets and are recognised in the statement of profit and loss when the asset is derecognised.

On transition to IND AS, the group has elected to continue with the carrying value of all its property, plant and equipment measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.



Notes to the consolidated Ind AS financial statements

Depreciation on Property, plant and equipment

Depreciation is calculated on the straight line basis over the estimated useful lives of the assets. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. The Group has used the following life to provide depreciation on its property, plant and equipment.

The rates of depreciation are equal to the corresponding rates prescribed in Schedule II to the Companies Act, 2013. Depreciation on addition / disposals during the year has been provided on pro rata.

An item of property, plant and equipment and any significant part 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 (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

h. Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite.

On transition to IND AS, the group has elected to continue with the carrying value of all its Intangible Assets measured as per the previous GAAP and use that carrying value as the deemed cost of the Intangible Assets.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in



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Notes to the consolidated Ind AS financial statements

accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

An intangible asset is derecognised upon disposal (i.e., at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

Amortisation of intangible assets

Amortisation is calculated on the straight-line basis over the estimated useful lives of the assets. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

There are no intangible assets with indefinite useful lives.

i. Leases

The group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group as a lessee

The Group's lease asset classes primarily consist of leases for buildings, Plant and Equipment and Computers. The group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets.

Right-of-use assets

The group recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows:

Leasehold land - Over the shorter of the lease term and the estimated useful lives of the assets



Notes to the consolidated Ind AS financial statements

Lease Liabilities

At the commencement date of the lease, the group recognises lease liabilities measured at the present value of the future lease payments. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

The right-of-use assets are also subject to impairment. Refer to the accounting policies in Note k Impairment of non-financial assets.

Short-term leases and leases of low-value assets

The group applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as an operating expense in the statement of profit and loss.

j. Inventories

Basis of valuation

Inventories other than scrap materials are valued at lower of cost and net realizable value. The comparison of cost and net realizable value is made on an item-by-item basis.

Method of valuation

Cost of raw materials, packing materials and traded goods are determined by using weighted average method and comprises all costs of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventories to their present location and condition.



Notes to the consolidated Ind AS financial statements

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

k. Impairment of Non-financial assets

The Group assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

The Group bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Group's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year. To estimate cash flow projections beyond periods covered by the most recent budgets/forecasts, the Group extrapolates cash flow projections in the budget using a steady or declining growth rate for subsequent years, unless an increasing rate can be justified. In any case, this growth rate does not exceed the long-term average growth rate for the products, industries, or country or countries in which the entity operates, or for the market in which the asset is used.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the statement of profit and loss.

For assets excluding goodwill, an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Group estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is



Notes to the consolidated Ind AS financial statements

recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

I. Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount of the obligation can be estimated reliably.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

m. Retirement and other employee benefits

Defined benefit plan

In accordance with applicable laws in India, the Group provides for gratuity, a defined benefit retirement plan ("the Gratuity Plan") for every employee who has completed 5 years or more of service on departure at 15 days salary (last drawn salary) for each completed year of service. The Gratuity Plan provides for a lump sum payment to eligible employees at retirement, death, incapacitation or termination of employment based on last drawn salary and tenure of employment with the Group.

Liabilities with regard to the Gratuity Plan are determined by actuarial valuation on the reporting date using projected unit credit method.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the group recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The group recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and



Notes to the consolidated Ind AS financial statements

- Net interest expense or income

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Defined contribution plan

The Group makes contributions to the Provident Fund scheme, a defined contribution benefit scheme. These contributions are deposited with Government administered fund and recognised as an expense in the period in which the related service is performed. There is no further obligation on the Group on this defined contribution plan.

Compensated absences

Accumulated leave, is expected to be utilized within the next 12 months, and are treated as short-term employee benefit. The Company treats the entire leave as current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date. It is measured on the basis of an actuarial valuation done by an independent actuary on the projected unit credit method at the end of each financial year.

n. Share-based payments

Employees (including senior executives) of the Group receive remuneration in the form of share-based payments, whereby employees render services as consideration for equity instruments (equity-settled transactions).

Equity-settled transactions

The cost of equity-settled transactions is determined by the fair value at the date when the grant is made using an appropriate valuation model. That cost is recognised in employee benefit expenses, together with a corresponding increase in retained earnings in equity, over the period in which the service conditions and, where applicable, the performance conditions are fulfilled (the vesting period). The cumulative expense recognised for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Group's best estimate of the number of equity instruments that will ultimately vest. The expense or credit in the statement of profit or loss for a period represents the movement in cumulative expense recognised as at the beginning and end of that period



Notes to the consolidated Ind AS financial statements

Service and non-market performance conditions are not taken into account when determining the grant date fair value of awards, but the likelihood of the conditions being met is assessed as part of the Group's best estimate of the number of equity instruments that will ultimately vest. Market performance conditions are reflected within the grant date fair value. Any other conditions attached to an award, but without an associated service requirement, are considered to be non-vesting conditions. Non-vesting conditions are reflected in the fair value of an award and lead to an immediate expensing of an award unless there are also service and/or performance conditions. No expense is recognised for awards that do not ultimately vest because non-market performance and/or service conditions have not been met. Where awards include a market or non-vesting condition, the transactions are treated as vested irrespective of whether the market or non-vesting condition is satisfied, provided that all other performance and/or service conditions are satisfied.

When an award is modified, at minimum the cost of the original award is recognised as if it had not been modified (i.e. at the original grant date fair value, spread over the original vesting period, and subject to the original vesting conditions). This applies unless the award does not vest because of failure to satisfy a vesting condition (other than a market condition) that was specified at grant date. When the terms of an equity-settled award are modified, the minimum expense recognised is the grant date fair value of the unmodified award, provided the original vesting terms of the award are met. An additional expense, measured as at the date of modification, is recognised for any modification that increases the total fair value of the share-based payment transaction, or is otherwise beneficial to the employee. Where a modification is made after the original vesting period has expired, and is subject to no further vesting conditions, any incremental fair value is recognised immediately.

If the modification decreases the fair value of the equity instruments granted (e.g. by increasing the exercise price or reducing the exercise period), the decrease in value is effectively ignored and the entity continues to recognise a cost for services as if the awards had not been modified. Where an award is cancelled by the entity or by the counterparty, any remaining element of the fair value of the award is expensed immediately through profit or loss.

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.

Cash-settled transactions

A liability is recognised for the fair value of cash-settled transactions. The fair value is measured initially and at each reporting date up to and including the settlement date, with changes in fair value recognised in employee benefit expenses (see Note 32). The fair value is expensed over the period until the vesting date with recognition of a corresponding liability. The fair value is determined using a binomial model, further details of which are given in Note 40. The approach used to account for vesting conditions when measuring equity-settled transactions also applies to cash-settled transactions.

o. Cash and cash equivalents



Notes to the consolidated Ind AS financial statements

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Group's cash management.

p. Contingencies

A contingent liability is:

A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group; or a present obligation that arises from past events but is not recognised because:

- (i) It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- (ii) The amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are recognised when virtually certain on the balance sheet of the Group, except for contingent liabilities assumed in a business combination that are present obligations arising from past events and which the fair values can be reliably determined.

Contingent liabilities recognised in a business combination

A contingent liability recognised in a business combination is initially measured at its fair value. Subsequently, it is measured at the higher of the amount that would be recognised in accordance with the requirements for provisions or the amount initially recognised less, when appropriate, cumulative amortisation recognised in accordance with the requirements for revenue recognition.

q. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders of the parent by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit/(loss) attributable to ordinary equity holders of the parent using the weighted-average number of equity shares considered for deriving basic earnings per share and weighted average number of dilutive equivalent shares outstanding during the period, except where the results would be anti-dilutive. Dilutive potential shares are deemed converted at the beginning of the period, unless issued at later date.

Ordinary shares that will be issued upon the conversion of mandatorily convertible instruments are included in the calculation of basic earnings per share from the date the contract is entered into.

r. Fair value measurement



Notes to the consolidated Ind AS financial statements

The fair value of the financial instruments is included at the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Management of the Group have assessed that the fair values of cash and cash equivalents, restricted cash, trade receivables (not subject to provisional pricing), trade payables, bank overdrafts and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

There have been no transfers between fair value levels during the reporting period.

s. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker being Chief Financial Officer. The Managing Director assesses the financial performance and position of the Group as a whole, and makes strategic decisions.

t. Cash Flow

Ind AS 7 requires to exclude non-cash transaction relating to investing and financing activities from the statement of cash flow. However, such transactions should be disclosed elsewhere in the financial statements.

Cash and cash equivalents consist of cash on hand and balances with banks which are unrestricted for withdrawal and usage.

u. Exceptional Items

Exceptional items are those items that management considers, by virtue of their size or incidence (including but not limited to impairment charges and acquisition and restructuring related costs), should be disclosed separately to ensure that the financial information allows an understanding of the underlying performance of the business in the year, so as to facilitate comparison with prior periods. Such items are material by nature or amount to the year's result and require separate



Notes to the consolidated Ind AS financial statements

disclosure in accordance with Ind AS.

Recent pronouncements

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 March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below

Ind AS 1 – Presentation of Financial Statements

The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general purpose financial statements. The Company does not expect this amendment to have any significant impact in its financial statements.

Ind AS 12 – Income Taxes

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The Company is evaluating the impact, if any, in its financial statements.

Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The Company does not expect this amendment to have any significant impact in its financial statements.

