

Deloitte Haskins & Sells

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To The Members of Saivana Garments Private Limited Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Saivana Garments Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year ended on that date, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

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

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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

- The Company's Board of Directors is responsible for the other information. The other information comprises the Director's report, but does not include the financial statements, and our auditor's report thereon. The Director's report is expected to be made available to us after the date of this auditor's report.
- Our opinion on the financial statements does not cover the other information and will not express any form of assurance conclusion thereon.
- In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- When we read the Director's report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to Other Information'.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management and Board of Director is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

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- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Other Matters

The financial statements of the Company for the period ended March 31, 2023 were audited by the predecessor auditor, Lodha & Co. who had issued an unmodified opinion on those financial statements vide their report dated September 05, 2023.

Report on Other Legal and Regulatory Requirements

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far it appears from our examination of those books except for not complying with the requirements of audit trail as stated in i(vi) below.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.
- f) The modification relating to the maintenance of accounts and other matters connected

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therewith, are as stated in paragraph (b) above.

- g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
- h) In our opinion and to the best of our information and according to the explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.
- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position. Refer Note 31(b) to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses. Refer Note 31 (a) to the financial statements.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company. Refer Note 42 to the financial statements.
 - iv. (a) The Management has represented that, to the best of it's knowledge and belief, as disclosed in the note 45.6 to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("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 ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (b) The Management has represented, that, to the best of it's knowledge and belief, as disclosed in the note 45.6 to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign Entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company 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 performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - v. The Company has not declared or paid any dividend during the year and has not

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proposed final dividend for the year.

- vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility for all relevant transactions recorded in the software except that audit trail feature did not operate from April 1, 2023 till August 5, 2023; the audit trail feature has operated throughout the remaining period for all relevant transactions recorded in the software. Further, during the course of our audit subject to above, we did not come across any instance of audit trail feature being tampered with, in respect of accounting software's for the period for which the audit trail feature was operating. (Refer note 47 to the financial statements)

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the year ended March 31, 2024.

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

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 015125N)

Rajesh Kumar
Agarwal

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Date: 2024.06.12
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Rajesh Kumar Agarwal
(Partner)

(Membership No. 105546)
UDIN: 24105546BKEPEF4860

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Place: Gurugram
Date: June 12, 2024

For **SAIVANA GARMENTS PVT. LTD.**



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ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to financial statements of Saivana Garments Private Limited ("the Company") as at March 31, 2024 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls with reference to financial statements based on "the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements of the Company 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 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 with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls with reference to financial statements

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements 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

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prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on, the criteria for internal financial control with reference to financial statements established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Deloitte Haskins & Sells
Chartered Accountants
(Firm's Registration No. 015125N)

Rajesh
Kumar
Agarwal

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Rajesh Kumar Agarwal
(Partner)

Membership No. 105546
UDIN: 24105546BKEPEF4860

Place: Gurugram
Date: June 12, 2024

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For SAIVANA GARMENTS PVT. LTD.


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ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, Capital work-in-progress and relevant details of right-of-use assets.

(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Property, Plant and Equipment and right-of-use assets were physically verified during the year by the Management which, in our opinion, provides for physical verification at reasonable intervals. No material discrepancies were noticed on such verification.
- (c) Based on our examination of the registered sale deed, provided to us, we report that, the title deeds of all the immovable properties, (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the company) disclosed in the financial statements included in property, plant and equipment are held in the name of the Company as at the balance sheet date.
- (d) The Company has not revalued any of its Property, Plant and Equipment (including Right of Use assets) and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account.
- (b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly returns or statements comprising (stock statements, and other stipulated financial information) filed by the Company with such banks or financial institutions are in agreement with the unaudited books of account of the Company of the respective quarters.
- (iii) (a) The Company has not provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year.

The Company has made investments during the year.

The Company has not granted loans or provided advances in the nature of loan hence reporting under clause (iii) (b) (c), (d), (e) and (f) is not applicable.

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- (iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of investments made, as applicable.

The Company has not granted any loans or provided guarantees or securities.

- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits. Hence reporting under clause (v) of the Order is not applicable.

- (vi) The maintenance of cost records has not been specified for the activities of the Company by the Central Government under section 148(1) of the Companies Act, 2013.

- (vii) In respect of statutory dues:

- (a) Undisputed statutory dues, including Goods and Service tax, Provident Fund, Employees' State Insurance, Income-tax, duty of Customs, cess and other material statutory dues applicable to the Company have been regularly deposited by it with the appropriate authorities in all cases during the year.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income-tax, duty of Customs, cess and other material statutory dues in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.

- (b) There are no statutory dues referred in sub-clause (a) above which have not been deposited on account of disputes as on March 31, 2024.

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

- (ix) (a) In our opinion, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

- (c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were, applied by the Company during the year for the purpose for which the loans were obtained.

- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

- (e) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix)(e) and (f) of the Order is not applicable.

- (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause (x)(a) of the Order is not applicable.

- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause (x)(b) of the Order is not applicable to the Company.

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- (xi) (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) In our opinion, the Company is in compliance with section 188 of the Companies Act for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards. The Company is a private company and hence the provisions of section 177 of the Companies Act, 2013 are not applicable to the Company.
- (xiv) (a) In our opinion the Company has adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered the internal audit reports where issued after the balance sheet date covering the period April 01, 2023 to March 31, 2024.
- (xv) In our opinion during the year the Company has not entered into any non-cash transactions with any of its directors or directors of its holding company, or persons connected with such directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi)(a), (b) and (c) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

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- (xx) The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there are no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause (xx) of the Order is not applicable for the year.

For **Deloitte Haskins & Sells**

Chartered Accountants

(Firm's Registration No. 015125N)

Rajesh
Kumar
Agarwal

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Date: 2024.06.12
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Rajesh Kumar Agarwal

(Partner)

(Membership No. 105546)

UDIN 24105546BKEPEF4860

Place: Gurugram
Date: June 12, 2024

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For SAIVANA GARMENTS PVT. LTD.



Authorised Signatory

Saivana Garments Private Limited
(CIN: U18209DL2022PTC393085)
Balance Sheet as at 31 March 2024
(All amounts are in Rs. Lakhs, unless otherwise stated)

Particulars	Notes	As at 31 March 2024	As at 31 March 2023
I. ASSETS			
A. Non-current assets			
Property, plant and equipment	3(a)	4,617.84	3,671.57
Right-of-use assets	3(b)	1,362.91	2,360.30
Capital-work-in progress	3(c)	-	113.00
Intangible assets	4(a)	25.89	37.19
Intangible assets under development	4(b)	10.81	10.81
Financial assets:			
(i) Other financial assets	6	172.13	461.29
Deferred tax assets (Net)	7(a)	67.94	60.59
Other non-current assets	8	85.57	-
Sub-total (A)		6,343.09	6,714.75
B. Current assets			
Inventories	9	2,132.85	1,941.76
Financial assets:			
(i) Investments	5	1,044.64	-
(ii) Trade receivables	10	5,203.13	4,631.26
(iii) Cash and cash equivalents	11(a)	3,720.33	1,061.49
(iv) Bank balances other than (iii) above	11(b)	7.05	-
(v) Other financial assets	6	531.61	0.40
Current tax assets (Net)	7	203.36	-
Other current assets	8	531.72	441.78
Sub-total (B)		13,374.69	8,076.69
Total Assets (A+B)		19,717.78	14,791.44
II. EQUITY AND LIABILITIES			
C. Equity			
Equity share capital	12	10.00	10.00
Other equity	13	12,096.65	6,163.18
Sub-total (C)		12,106.65	6,173.18
Liabilities			
D. Non-current liabilities			
Financial liabilities			
(i) Borrowings	14	4,365.31	3,897.60
(ii) Lease liabilities	15	1,410.59	2,199.07
Provisions	17	254.50	166.19
Sub-total (D)		6,030.40	6,262.86
E. Current liabilities			
Financial liabilities			
(i) Borrowings	14	-	700.00
(ii) Lease liabilities	15	58.65	196.28
(iii) Trade payables	19		
-Total outstanding dues of micro enterprises and small enterprises: and		224.14	291.92
-Total outstanding dues of creditors other than micro enterprises and small enterprises		855.64	700.14
(iv) Other financial liabilities	16	26.89	-
Other current liabilities	18	408.55	229.89
Provisions	17	6.86	2.20
Current tax liabilities (Net)	20	-	234.97
Sub-total (E)		1,580.73	2,355.40
Total equity and liabilities (C+D+E)		19,717.78	14,791.44

See accompanying notes forming part of the financial statements

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants
Firm's Registration No. 015125N

Rajesh Kumar
Agarwal
Rajesh Kumar Agarwal
Partner
Membership No. 105546

Place: Gurugram
Date: 12 June 2024

For and on behalf of the Board of Directors of
Saivana Garments Private Limited

VASANT SRIDHAR
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VASANT SRIDHAR
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Vasant Sridhar
Director
DIN: 07685035

Place: Gurugram
Date: 12 June 2024

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Arth Mahendrakumar Patel
Director
DIN: 07498219

Place: Gurugram
Date: 12 June 2024

CERTIFIED TRUE COPY For SAIVANA GARMENTS PVT. LTD.

Authorised Signatory

Saivana Garments Private Limited
(CIN: U18209DL2022PTC393085)
Statement of Profit and Loss for the year ended 31 March 2024
(All amounts are in Rs. Lakhs, unless otherwise stated)

Particulars	Notes	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
I. Revenue from operations	21	20,758.70	21,627.36
II. Other income	22	522.04	546.98
III. Total Income		21,280.74	22,174.34
IV. Expenses			
Cost of materials consumed	23	4,704.08	6,411.41
Changes in inventories of finished goods and work-in-progress	24	(31.37)	(595.19)
Employee benefits expense	25	4,622.48	4,342.08
Finance costs	26	674.05	532.39
Depreciation and amortisation expenses	27	426.19	361.73
Other expenses	28	2,940.21	2,888.43
Total expenses		13,335.64	13,940.85
V. Profit before tax (III-IV)		7,945.10	8,233.49
VI. Tax expense	29(a)		
Current tax		2,060.51	2,130.89
Deferred tax charge/ (credit)		(18.86)	(60.59)
Tax related to earlier year		4.25	-
Total tax expense		2,045.90	2,070.31
VII. Profit for the year (V- VI)		5,899.20	6,163.18
VIII. Other comprehensive income			
Items that will not be reclassified to profit or loss			
(i) Re-measurement of net defined benefit obligation		45.79	-
Income tax impact on above	29(b)	(11.52)	-
Other comprehensive income for the year		34.27	-
IX. Total comprehensive income for the year (VII+VIII)		5,933.47	6,163.18
X. Earnings per equity share (Face Value Rs. 10/- (previous period Rs. 10/-) per equity share)			
- Basic (in Rupees)	30	5,899.20	7,775.12
- Diluted (in Rupees)	30	5,899.20	7,775.12

See accompanying notes forming part of the financial statements

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants
Firm's Registration No. 015125N
Rajesh Kumar
Agarwal
Digitally signed by
Rajesh Kumar Agarwal
Date: 2024.06.12
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Rajesh Kumar Agarwal
Partner
Membership No. 105546

Place: Gurugram
Date: 12 June 2024

For and on behalf of the Board of Directors of
Saivana Garments Private Limited

VASANT
SRIDHAR
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VASANT SRIDHAR
Date: 2024.06.12
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Vasant Sridhar
Director
DIN: 07685035

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Date: 2024.06.12 20:22:15
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Arth Mahendrakumar Patel
Director
DIN: 07498219

Place: Gurugram
Date: 12 June 2024

Place: Gurugram
Date: 12 June 2024

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For SAIVANA GARMENTS PVT. LTD.



Authorised Signatory

Saivana Garments Private Limited
(CIN: U18209DL2022PTC393085)
Statement of Cash Flows for the year ended 31 March 2024
(All amounts are in Rs. Lakhs, unless otherwise stated)

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
A. Cash flow from operating activities:		
Profit before tax	7,945.10	8,233.49
Adjustment for:		
Depreciation and amortisation expense	426.19	361.73
Finance cost	663.94	532.39
(Profit) / loss on sale of property, plant & equipment	13.27	-
Bad debts written off	8.56	-
Gain on termination of lease	(64.98)	-
Provision for credit loss and other receivables	1.20	-
Interest Income	(136.64)	(6.99)
Operating cash flow before working capital changes	8,856.64	9,120.62
Adjustments for working capital changes:		
(Increase) / Decrease in trade receivables	(577.26)	(4,631.26)
(Increase) / Decrease in other financial assets	(116.15)	(503.64)
(Increase) / Decrease in other current assets	(89.94)	346.08
(Increase) / Decrease in inventories	(191.09)	202.28
Increase / (Decrease) in trade payables	87.72	(246.99)
Increase / (Decrease) in other financial liabilities	26.89	383.12
Increase / (Decrease) in other current liabilities	178.66	(41.73)
Increase / (Decrease) in provisions	92.97	168.39
Cash generated from/(used in) operations	8,268.44	4,796.87
Income-tax paid (net)	(2,141.85)	(1,906.87)
Net cash flow from/(used in) operating activities (A)	6,126.59	2,890.00
Cash flow from investing activities:		
Consideration paid on business acquisition	-	(3,600.00)
Purchase of Property, Plant and Equipment (including capital work in progress)	(1,295.27)	(2,167.81)
Proceeds from sale of property, plant and equipment	12.00	-
Purchase of Intangible assets (Including intangible asset under development)	-	(37.24)
Investment in bank deposits	(112.01)	-
Investment in Non convertible debentures	(1,044.64)	-
Interest on Non convertible debentures	64.33	-
Interest received on deposits	48.94	6.99
Net cash flow from/(used in) investing activities (B)	(2,326.65)	(5,798.06)
Cash flow from financing activities:		
Proceeds of issue of share capital	-	10.00
Proceeds from long-term borrowings	467.71	3,897.60
Proceeds from short-term borrowings	-	701.10
Payment of lease liabilities	(243.70)	(254.00)
Repayment of short-term borrowings	(700.00)	(1.10)
Interest paid	(665.11)	(384.05)
Net cash generated from/(used in) financing activities (C)	(1,141.10)	3,969.55
Net increase/(decrease) in cash and cash equivalents (A+B+C)	2,658.84	1,061.49
Cash and cash equivalents at beginning of the year	1,061.49	-
Cash and cash equivalents at end of the year (refer note 10)	3,720.33	1,061.49

Notes to Statement of Cash Flows:

1. The above Cash flow statement has been prepared under the indirect method set out in Ind AS-7 as notified under section 133 of the Companies Act, 2013, as applicable.

2. Cash and Cash Equivalents

	As at 31.03.2024	As at 31.03.2023
(a) Balances with banks	919.23	1,059.51
- Current accounts	2,800.00	-
- FD with bank	1.10	1.97
(b) Cash on hand	3,720.33	1,061.49

3. Change in liabilities arising from financing activities

Particulars	As on 1 April 2023	Cash flow		Other Adjustment	As on 31 March 2024
		Inflow	Outflow		
Non-current borrowings	3,897.60	467.71	-	-	4,365.31
Current borrowings	700.00	-	(700.00)	-	-
Lease liabilities	2,395.35	-	(243.70)	(682.40)	1,469.25
Total liabilities arising from financing activities	6,992.95	467.71	(943.70)	(682.40)	5,834.56

Particulars	As on 1 Feb 2022	Cash flow		Other Adjustment	As on 31 March 2023
		Inflow	Outflow		
Non-current borrowings	-	3,897.60	-	-	3,897.60
Current borrowings	-	701.10	(1.10)	-	700.00
Lease liabilities	-	-	(254.00)	2,649.35	2,395.35
Total liabilities arising from financing activities	-	4,598.70	(255.10)	2,649.35	6,992.95

See accompanying notes forming part of the financial statements

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants
Firm's Registration No. 015125N
Rajesh Kumar
Agarwal
Rajesh Kumar Agarwal
Partner
Membership No. 105546

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For and on behalf of the Board of Directors of
Saivana Garments Private Limited

VASANT
SRIDHAR
Vasant Sridhar
Director
DIN: 07685035

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Date: 2024.06.12 20:22:38
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Arth Mahendrakumar Patel
Director
DIN: 07498219

Place: Gurugram
Date: 12 June 2024

For SAIVANA GARMENTS PVT. LTD.
Date: 12 June 2024

Place: Gurugram
Date: 12 June 2024

Authorised Signatory

Saivana Garments Private Limited
(CIN: U18209DL2022PTC393085)
Statement of Changes in Equity for the year ended 31 March 2024
(All amounts are in Rs. Lakhs, unless otherwise stated)

A. Equity share capital

Particulars	No. of Shares	Amount
As at 31 January 2022	-	-
Add: Issued during the period	100,000	10.00
As at 31 March 2023	100,000	10.00
Add: Issued during the year	-	-
As at 31 March 2024	100,000	10.00

* Refer note 12

B. Other equity

Particulars	Reserves and Surplus	Total
	Retained earnings	
As at 31 January 2022	-	-
Profit for the period	6,163.18	6,163.18
Other Comprehensive Income	-	-
- Remeasurement of the net defined benefit obligations, net of tax	-	-
Total comprehensive income for the period	6,163.18	6,163.18
As at 31 March 2023	6,163.18	6,163.18
Profit for the year	5,899.20	5,899.20
Other Comprehensive Income	34.27	34.27
- Remeasurement of the net defined benefit obligations, net of tax	5,933.47	5,933.47
Total comprehensive income for the year	12,096.65	12,096.65
As at 31 March 2024		

See accompanying notes forming part of the financial statements

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants
Firm's Registration No. 015125N
Digitally signed by
Rajesh Kumar Agarwal
Date: 2024.06.12
21:31:11 +05'30'
Rajesh Kumar Agarwal
Partner
Membership No. 105546

Place: Gurugram
Date: 12 June 2024

For and on behalf of the Board of Directors of
Saivana Garments Private Limited

VASANT SRIDHAR Digitally signed by VASANT SRIDHAR
Date: 2024.06.12
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Date: 2024.06.12 20:22:59
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Vasant Sridhar Arth Mahendrakumar Patel
Director Director
DIN: 07685035 DIN: 07498219

Place: Gurugram
Date: 12 June 2024

Place: Gurugram
Date: 12 June 2024

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For SAIvana GARMENTS PVT. LTD.


Authorised Signatory

Saivana Garments Private Limited

(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

1. Corporate Information

Saivana Garments Private Limited ('Company') was incorporated on January 31, 2022 as a private limited company under provisions of The Companies Act, 2013. The Company is having its registered office at G-22 (UGF) D-1 (K-84). Green park, South west delhi, New Delhi, Delhi, India, 110016. The Company is principally engaged in the business of manufacturing and trading of Garments for domestic and export purpose.

Significant and material accounting policies

1.1 Basis of preparation and presentation of Financial Statements

Statements of Compliance

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

Basis of Preparation

The financial statements have been prepared on accrual and going concern basis under the historical cost convention except for certain class of financial assets/ liabilities, share based payments and net liability for defined benefit plans that are measured at fair value. The accounting policies have been consistently applied by the Company unless otherwise stated.

Functional and Presentation Currency

The financial statements have been prepared and presented in Indian Rupees (Rs), which is also the Company's functional currency. All amounts in the financial statement and accompanying notes are presented in 'Lakhs' and have been rounded-off to two decimal places unless stated otherwise.

Current and non-current classification

Based on the time involved between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has identified twelve months as its operating cycle for determining current and non-current classification of assets and liabilities in the balance sheet.

Fair value measurement

The Company measures financial instruments at fair value at each reporting date.

The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

Certain accounting policies and disclosures of the Company require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has an established control framework with respect to the measurement of fair values.

For financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

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Saivana Garments Private Limited
(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

- Level 3 inputs are unobservable inputs for the asset or liability.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

1.2 Use of estimates

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of asset and liabilities, disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the period presented.

Estimates and underlying assumptions are continually evaluated and reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Critical accounting estimates and judgements

Information about significant areas of estimation and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are included in the following areas:

- **Income Tax and Deferred Tax**

Management's judgment is required for the calculation of provision for income taxes and deferred tax assets and liabilities. The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to significant adjustment to the amounts reported in the financial statements.

- **Property, Plant and Equipment**

Internal technical or user team assesses the remaining useful life of the Property, Plant and Equipment and Intangible assets. Management believes that assigned useful lives are reasonable.

1.3 Revenue recognition

Revenue from Contracts with customer are recognized, at transaction price as per terms of agreements with the customers, net of returns and other variable consideration on account of discounts, if any, on satisfaction of performance obligation by transfer of effective control of the promised goods/services to the customers, which generally coincides with dispatch/ delivery to customers, as applicable. Revenue from contracts with customers excludes goods and services tax. The Company recognizes revenue when the amount of revenue and its related cost can be reliably measured and it is probable that future economic benefits will flow to the entity.

Other operating revenue:

Export incentives under various schemes notified by government are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

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Saivana Garments Private Limited

(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

Other Income:

(a) Interest Income on fixed deposits

(b) Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, using effective interest rate (EIR) method.

1.4 Inventories

Inventories (including goods in transit) are valued at the lower of cost and net realisable value after providing for obsolescence and other losses, when considered necessary. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale. Cost of inventory comprises all cost of purchase and other cost incurred in bringing the inventories to the present location and condition. Costs of inventories are determined on weighted average basis.

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.

1.5 Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use.

Depreciation Methods, estimated useful lives and residual value

Depreciation commences when the assets are ready for their intended use. Depreciation on property, plant and equipment have been provided on the **Straight Line method** as per the useful life prescribed in Schedule II to the Companies Act, 2013. The life of the assets has been assessed as under:

Type of Asset	Life (in years)
Building	30
Plant and machinery	15
Furniture and fixtures	10
Vehicles	8
Electrical equipment	10
Office equipment	5
Computers	3

Depreciation is provided on a pro-rata basis i.e. from the date on which asset is ready for use. Leasehold improvements are depreciated over the lease term or useful life, whichever is lower.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

Amortisation of leased assets are over the lease period or useful life as above, whichever is lower.

Capital Work in Progress

Capital work-in-progress includes cost of Property, Plant and Equipment under installation/under development as at the Balance Sheet date. Advances paid towards the acquisition of Property, Plant and Equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of Property, Plant and Equipment not available for use before such date are

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For SAIVANA GARMENTS PVT. LTD.



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Saivana Garments Private Limited

(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

disclosed under 'Capital work-in-progress'.

Intangible assets including Intangible assets under development

An Intangible Assets is recognised when it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the cost of the asset can be measured reliably. All other expenditure is expensed as incurred.

Intangible assets acquired separately are measured on initial recognition at cost. Subsequent to initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

The cost of a separately acquired intangible asset comprises of its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates; and any directly attributable cost of preparing the asset for its intended use.

Software acquired by the Company are measured at cost less accumulated amortization and accumulated impairment losses, if any. Cost includes any directly attributable expenses necessary to make the asset ready for use. Amortization expense on intangible assets (technology related development, web design & development cost and software) is provided on straight line method based on management's estimated useful life of 5 years. Amortization expense is charged on pro-rata basis for assets purchased / sold during the year. The appropriateness of amortization period and the amortization method is reviewed at each financial year end.

1.6 Leases

Where the Company is a lessee

For the lease contracts where the Company is a lessee, it recognizes right-of-use asset and lease liability.

Right-of-use assets:

At the commencement of lease, right-of-use asset is recognized at cost. Cost comprises of initial measurement of lease liability, lease payments made before commencement date less lease incentives, initial direct costs incurred by the Company and estimate of any dismantling cost.

Right-of-use assets are amortized over the lease term.

The right-of-use assets are subsequently measured at cost less accumulated depreciation and any accumulated impairment. Adjustment is made for any remeasurement of lease liability.

Lease liability:

At the commencement of lease the Company measures the lease liability at the present value of lease payments not paid at commencement date. The lease payments are discounted using the Company's incremental borrowing rate.

Lease liabilities are subsequently increased by interest on the lease liability and reduced by the lease payments. It is adjusted to reflect any reassessment or lease modifications.

Short term lease and low value leases:

The Company does not recognize right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low value assets. The Company recognises

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Saivana Garments Private Limited

(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

the lease payments associated with these leases as an expense on a straight line basis over the lease term.

1.7 Impairment of tangible assets and intangible assets

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. Therecoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. An impairment loss is charged to the Statement of Profit and Loss in the year in which the asset is identified as impaired. When there is indication that an impairment loss recognized for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss.

1.8 Employee Benefits

(a) Short term employee benefits

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related services are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

(b) Other long term employee benefits

These liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related services. They are therefore measured as the present value of expected future payments to be made in respect of services provided by the employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligations. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer the settlement for at least 12 months after the reporting period, regardless of when the actual settlement is expected to occur.

(c) Post-employment employee benefits

The Company operates the following post-employment schemes:

1. Defined contribution plans

The Company's contribution to provident fund is considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made at the determined rate as and when services are rendered by the employees. The Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

2. Defined benefit plans

The Company's Gratuity plan is a defined benefit plan. The present value of the obligation under defined benefit plans is determined based on actuarial valuation using the Projected Unit Credit Method.

The obligation is measured at the present value of the estimated future cash flows using a discount rate based on the market yield on government securities of a maturity period

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Saivana Garments Private Limited
(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

equivalent to the weighted average maturity profile of the defined benefit obligations at the Balance Sheet date.

Remeasurement, comprising actuarial gains and losses is recognised in other comprehensive income and is reflected in retained earnings and the same is not eligible to be reclassified to profit or loss.

Defined benefit costs comprising current service cost, past service cost and gains or losses on settlements are recognised in the Statement of Profit and Loss as employee benefit expenses. Interest cost implicit in defined benefit employee cost is recognised in the Statement of Profit and Loss under employee benefit expenses. Gains or losses on settlement of any defined benefit plan are recognised when the settlement occurs. Past service cost is recognised as expense at the earlier of the plan amendment or curtailment and when the Company recognises related restructuring costs or termination benefits.

1.9 Foreign Currency transactions

Foreign currency transactions are recorded at the rates of exchange prevailing on the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the re-measurement of monetary items denominated in foreign currency translated into rupees at year-end exchange rates are recognised in Statement of Profit and Loss.

Exchange differences arising on settlement / restatement of foreign currency monetary assets and liabilities are recognised as income or expense in the Statement of Profit and Loss.

Non-monetary items are not retranslated at year-end and are measured at historical cost (translated using the exchange rates at the transaction date), except for non-monetary items measured at fair value which are translated using the exchange rates at the date when fair value was determined.

1.10 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.

Initial recognition:

Financial assets (except trade receivables) and financial liabilities are initially measured at fair value. Trade receivables are measured at their transaction price unless it contains a significant financing component in accordance with Ind AS 115 for pricing adjustments embedded in the contract. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Statement of Profit and Loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and Loss.

Subsequent measurement:

(a) **Financial assets carried at amortised cost:** A financial asset is subsequently measured at amortised cost if the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

For SAIVANA GARMENTS PVT. LTD.
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Authorised Signatory

Saivana Garments Private Limited

(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

(b) Financial assets carried at fair value through profit or loss (FVTPL): All other financial assets are subsequently measured at fair value.

(c) Financial liabilities at amortised cost: Financial liabilities includes interest bearing loans and borrowings which are subsequently measured at amortized cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Derecognition of financial assets: The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party or the transfer qualified for derecognition under Ind AS 109.

Derecognition of financial liabilities: The Company derecognises a financial liability 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.

Impairment of financial assets: The Company recognises loss allowances using the Expected Credit Loss (ECL) for the financial assets which are not measured at fair value through profit or loss. In relation to loss allowance for financial assets (excluding trade receivables), ECL's are measured at an amount equal to 12- month ECL, unless there has been significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL.

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 115, the company always measures the loss allowance at an amount equal to lifetime ECL.

2.11 Government grant

Subsidies are measured at amounts receivable from the government which are non-refundable and are recognized as income when there is a reasonable assurance that the Company will comply with all necessary conditions attached to them. Income from subsidies and incentives is recognized on a systematic basis over the periods in which the related costs that are intended to be compensated by such subsidies are recognized. Income from subsidies and incentives are presented under Revenue from operations.

2.12 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

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

2.13 Cash and cash equivalents

Cash and cash equivalents includes cash on hand, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

1.1 Borrowing and Borrowing Costs

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction

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costs) and the redemption amount is recognised in Statement of profit and loss over the period of the borrowings using the effective interest method. Borrowings are derecognised from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a borrowings that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in Statement of profit and loss as other gains/(losses). Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

Ancillary costs incurred in connection with the arrangement of borrowings are adjusted with the proceeds of the borrowings.

2.14 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting done to the chief operating decision maker. The chief operating decision maker regularly monitors and reviews the operating result of the Company in a single operating segment and geographical segment.

2.15 Statement of Cash Flows

Cash Flows are reported using indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals and accruals of past or future operating cash receipts and payments and item of income and expenses associated with investing or financing cash flows. The cash flows from operating, investing, and financing activities of the company are segregated.

2.16 Taxation

Income tax expense represents the sum of current tax and deferred tax.

Current tax: The current tax expense or credit for the year is the tax payable on the current period taxable income based on the applicable enacted income tax rate in accordance with the Income Tax Act, 1961 adjusted by changes in deferred tax assets and liabilities attributable to temporary differences, items that are never taxable / deductible and unused tax losses / tax credits.

Current tax assets and tax liabilities are offset where the entity has a legal enforceable right to offset and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Deferred tax: Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their corresponding carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction (other than in a business combination) that effects neither accounting profit nor taxable profit. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted at the balance sheet date and are expected to apply when the

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related deferred income tax asset is realised, or the deferred tax liability is settled. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Current and deferred tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in Other Comprehensive Income (OCI) or directly in Equity, in which case, the tax is also recognised in OCI or Equity respectively.

2.17 Provisions and Contingent Liabilities

Provisions are recognised when there is a present obligation 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 there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligations at the balance sheet date and are not discounted to its present value. These are reviewed at each Balance Sheet date and adjusted to reflect the best current estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligations or a reliable estimate of the amount cannot be made.

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits. Contingent assets are not recognised. However, when inflow of economic benefits is probable, related asset is disclosed.

2.18 Business Combination:

A business combination involving entities or businesses under common control is a business combination in which all of the combining entities or businesses are ultimately controlled by the same party or parties both before and after the business combination and the control is not transitory. Business Combination involving entities or businesses under common control shall be accounted for using the pooling of interest method based on the predecessor values retrospectively for all periods presented.

The pooling of interest method is considered to involve the following:

- (i) The assets and liabilities of the combining entities are reflected at their carrying amounts.
- (ii) No adjustments are made to reflect fair values, or recognize any new assets or liabilities. The only adjustments that are made are to harmonize accounting policies.
- (iii) The components of other equity of the acquired companies are added to the same components within other equity except that any share capital and investments in the books of the acquiring entity is cancelled.
- (iv) The financial information in the financial statements in respect of prior periods should be restated as if the business combination had occurred from the beginning of the preceding period in the

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Notes to the financial statements for the year ended 31 March 2024

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financial statements, irrespective of the actual date of the combination. However, if business combination had occurred after that date, the prior period information shall be restated only from that date.

2.19 Adoption of new and revised Indian Accounting Standards (Ind As):

Ministry of corporate affairs (MCA) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. MCA has not notified any new standards or amendment to the existing standards applicable to the company as at March 31, 2024.

In the current year, the Company has applied the below amendments to Ind ASs that are effective for an annual period that begins on or after 1 April 2023.

(i) The Company has adopted the amendments to Ind AS 1 Presentation of Financial Statements for the first time in the current year. The amendments change the requirements in Ind AS 1 with regard to disclosure of accounting policies. The amendments replace all instances of the term 'significant accounting policies' with 'material accounting policy information'. Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements.

The supporting paragraphs in Ind AS 1 are also amended to clarify that accounting policy information that relates to immaterial transactions, other events or conditions is immaterial and need not be disclosed. Accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material.

(ii) The Company has adopted the amendments to Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates for the first time in the current year. The amendments replace the definition of a change in accounting estimates with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". The definition of a change in accounting estimates was deleted.

The above amendments had no impact on the Financial Statements.

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Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 3(a) - Property, plant and equipment

Description of Assets	Land	Building	Plant and machinery	Vehicles	Computer	Electric Equipments	Office Equipment	Furniture and Fixtures	Total
I. Gross carrying amount									
Balance as at 31 January 2022	-	-	-	-	-	-	-	-	-
Additions	779.19	459.05	570.48	-	19.31	93.45	60.52	81.55	2,063.55
Assets acquired under business acquisition (Note no. 46)	736.79	463.21	394.01	61.88	17.87	4.41	38.06	31.55	1,747.76
Balance as at 31 March 2023	1,515.98	922.26	964.49	61.88	37.18	97.86	98.58	113.10	3,811.31
Additions	-	297.00	408.67	2.33	51.76	119.61	148.05	182.28	1,209.70
Deletions/ Transfer	-	-	27.51	-	-	-	0.09	-	27.60
Balance as at 31 March 2024	1,515.98	1,219.26	1,345.65	64.21	88.94	217.47	246.54	295.38	4,993.41
II. Accumulated depreciation and amortisation									
Balance as at 31 January 2022	-	-	-	-	-	-	-	-	-
Depreciation expense for the period 31 January 2022 to 31 March 2023	-	28.74	55.08	15.53	10.38	3.39	17.34	9.27	139.74
Eliminated on disposal of assets	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2023	-	28.74	55.08	15.53	10.38	3.39	17.34	9.27	139.74
Depreciation expense for the year	-	51.17	72.55	14.93	18.52	17.60	38.25	25.07	238.09
Eliminated on disposal of assets	-	-	(2.18)	-	-	-	(0.08)	-	(2.26)
Balance as at 31 March 2024	-	79.91	125.45	30.46	28.90	20.99	55.51	34.34	375.57
III. Net carrying amount (I-II)									
As at 31 March 2024	1,515.98	1,139.35	1,220.19	33.74	60.03	196.48	191.03	261.04	4,617.84
As at 31 March 2023	1,515.98	893.52	909.40	46.34	26.79	94.47	81.24	103.83	3,671.57

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Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 3(b) - Right-of-use assets

Description of Assets	Buildings on lease	Total
I. Gross carrying amount		
Balance as at 31 January 2022	-	-
Additions	2,567.56	2,567.56
Deletions	-	-
Balance as at 31 March 2023	2,567.56	2,567.56
Additions	-	-
Deletions	1,009.95	1,009.95
Balance as at 31 March 2024	1,557.61	1,557.61
II. Accumulated depreciation		
Balance as at 31 January 2022	-	-
Depreciation expense for the year	207.27	207.27
Eliminated on disposal of assets	-	-
Balance as at 31 March 2023	207.27	207.27
Depreciation expense for the year	176.80	176.80
Eliminated on disposal of assets	189.37	189.37
Balance as at 31 March 2024	194.70	194.70
III. Net carrying amount (I-II)		
As at 31 March 2024	1,362.91	1,362.91
As at 31 March 2023	2,360.30	2,360.30

Also refer note 32 for disclosure required as per Ind AS 116 "Lease"

Note No. 3(c) - Capital-work-in progress

Description of Assets	As at 31 March 2024	As at 31 March 2023
Building under development*	-	113.00
Total Amount	-	113.00

*There is no CWIP overdue against original planned timelines or where estimated cost exceeded its original planned cost on 31 March 2024

Capital WIP ageing

As at 31 March 2024

Particulars	Amount in CWIP for the period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Building under development	-	-	-	-	-
Total	-	-	-	-	-

As at 31 March 2023

Particulars	Amount in CWIP for the period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Building under development	113.00	-	-	-	113.00
Total	113.00	-	-	-	113.00

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Note No. 4(a) - Intangible assets

Description of Assets	Software	Total
I. Gross carrying amount		
Balance as at 31 January 2022		
Additions	26.43	26.43
Assets acquired under business acquisition (Note no. 46)*	25.48	25.48
Deletions	-	-
Balance as at 31 March 2023	51.91	51.91
Additions	-	-
Deletions	-	-
Balance as at 31 March 2024	51.91	51.91
II. Accumulated amortisation		
Balance as at 31 January 2022		
Amortisation expense for the period 31 January 2022 to 31 March 2023	14.72	14.72
Deletions	-	-
Balance as at 31 March 2023	14.72	14.72
Additions	11.30	11.30
Deletions	-	-
Balance as at 31 March 2024	26.02	11.30
III. Net carrying amount (I-II)		
As at 31 March 2024	25.89	25.89
As at 31 March 2023	37.19	37.19

Note No. 4(b) - Intangible assets under development

Description of Assets	As at 31 March 2024	As at 31 March 2023
Software under development	10.81	10.81
Total Amount	10.81	10.81

(a) Intangible assets under development ageing schedule
As at 31 March 2024

Particulars	Amount in intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Software under development	-	10.81	-	-	10.81
Project temporarily suspended	-	-	-	-	-
Total	-	10.81	-	-	10.81

As at 31 March 2023

Particulars	Amount in intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Software under development	10.81	-	-	-	10.81
Project temporarily suspended	-	-	-	-	-
Total	10.81	-	-	-	10.81

(b) For intangible assets under development, whose completion is overdue

As at 31 March 2024

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Software under development	10.81	-	-	-	10.81
Project temporarily suspended	-	-	-	-	-
Total	10.81	-	-	-	10.81

There are no overdue projects as at March 31, 2023

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**Note No. 5 Investments carried at amortised cost
Investment in Bonds/ Debentures (quoted)**

	As at 31 March 2024			As at 31 March 2023		
	Nos of Units.	Current	Non - Current	Nos of Units.	Current	Non - Current
Akara Capital Advisors Private Limited	800	405.61	-	-	-	-
Keertana Finserv Private Limited	1,150	639.03	-	-	-	-
Total		1,044.64	-		-	-

(I) Carrying value and market value of quoted investments are as below: -

Particulars	As at 31 March 2024			As at 31 March 2023		
	Current	Non - Current		Current	Non - Current	
Aggregate carrying value of quoted investment - Bond	1,044.64	-		-	-	
Aggregate market value of investment - Bond	-	-		-	-	
- Quoted	-	-		-	-	
- Book value*	1,044.64	-		-	-	
Aggregate carrying value of unquoted investment	1,044.64	-		-	-	

*quoted value on stock exchange as of 31 March 2024 is not readily available

Note No. 6 Other financial assets

	As at 31 March 2024			As at 31 March 2023		
	Current	Non - Current		Current	Non - Current	
Unsecured, considered good						
Security Deposits at amortised cost	-	64.14		0.40	70.21	
Export incentive scripts	126.31	-		-	-	
Receivables from related party	387.40	-		-	391.08	
Bank deposits with original maturity more than 12 months	-	104.96		-	-	
Interest accrued	17.90	3.03		-	-	
Total	531.61	172.13		0.40	461.29	

* In respect of balance with scheduled banks in fixed deposit account, Rs. 104.96 lakhs as at 31 March 2024 (Rs. Nil as at 31 March 2023) is kept as Bank Guarantee with Custom authorities.

Note No. 7

Current tax assets (net)	As at 31 March 2024			As at 31 March 2023		
	Current	Non - Current		Current	Non - Current	
Advance Tax	2,263.87	-		-	-	
Less: Provision for Current Tax	(2,060.51)	-		-	-	
	203.36	-		-	-	

Note No. 7 (a) Deferred tax assets

	As at 31 March 2024			As at 31 March 2023		
Tax effect of items constituting deferred tax assets						
Right of use Assets		26.76			22.82	
Other current liabilities		42.90			28.35	
Provision for employee benefits		65.78			42.06	
		135.44			93.22	
Tax effect of items constituting deferred tax liabilities						
On the difference between book balance of property, plant and equipment and intangible assets		(67.50)			(32.63)	
		(67.50)			(32.63)	
Deferred tax assets (net)		67.94			60.59	

Note No. 8 Other assets

	As at 31 March 2024			As at 31 March 2023		
	Current	Non - Current		Current	Non - Current	
Unsecured, considered good						
Balances with government authorities		-		334.65	-	
-Goods and Service Tax	418.42	-		10.35	-	
-Duty Drawback Receivable	29.58	-		66.37	-	
Advance to suppliers (refer note below)	35.36	-		-	-	
Capital advances	-	85.57		4.23	-	
Advance to employees	4.66	-		26.18	-	
Prepaid expenses	43.70	-		-	-	
Total	531.72	85.57		441.78	-	

Note No. 9 Inventories

	As at 31 March 2024			As at 31 March 2023		
Raw materials		939.90			780.18	
Work-in-progress		898.01			831.52	
Finished goods (includes in transit)*		294.94			330.06	
Total Inventories (at lower of cost and net realisable value)		2,132.85			1,941.76	

* includes goods in transit of Rs. 137.96 lakhs (previous year Rs. NIL).

The cost of inventories recognised as an expense during the year was Rs. 4,672.71 lakhs (previous period Rs. 5,816.22 lakhs).

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Note No. 10 Trade receivables

	As at 31 March 2024		As at 31 March 2023	
	Current	Non - Current	Current	Non - Current
(a) Trade Receivables Considered good, Unsecured	5,203.13	-	4,631.26	-
(b) Trade Receivables which have significant increase in credit risk	1.20	-	-	-
Less: Loss allowance	(1.20)	-	-	-
Total	5,203.13	-	4,631.26	-

	As at 31 March 2024		As at 31 March 2023	
(I) Movement in expected credit loss:				
Balance at the beginning of the year	-	-	-	-
Provision recognised during the year	1.20	-	-	-
Provision reversed during the year	-	-	-	-
	1.20	-	-	-

Notes:

- 1) Credit period of the Company generally ranges between 0 - 60 days. The company has used the practical expedient of Ind AS 115 (para 63) and not adjusted the consideration for the effects of the financing component where the credit period is 1 year or less.
- 2) Trade Receivables ageing schedule:
- 3) There are two customers as at March 31, 2024, representing more than 10% of the total balance of trade receivables. In previous year, there were three customers as at March 31, 2023 representing more than 10% of the total balance of trade receivables.

i) As at 31 March 2024

Particulars	Outstanding for following period from due date of payment						Total
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	3,006.76	2,190.66	5.71	-	-	-	5,203.13
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	1.20	-	-	-	1.20
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
	3,006.76	2,190.66	6.91	-	-	-	5,204.33
Less: Provision for expected credit loss	-	-	(1.20)	-	-	-	(1.20)
Total Trade Receivable	3,006.76	2,190.66	5.71	-	-	-	5,203.13

j) As at 31 March 2023

Particulars	Outstanding for following period from due date of payment						Total
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	4,269.21	360.81	1.23	-	-	-	4,631.25
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
	4,269.21	360.81	1.23	-	-	-	4,631.25
Less: Provision for expected credit loss	-	-	-	-	-	-	-
Total Trade Receivable	4,269.21	360.81	1.23	-	-	-	4,631.25

Note No. 11 Cash and bank balances

(a) Cash and cash equivalents

- (a) Balance with Bank
- In current accounts
- In deposit accounts (with original maturity of 3 months or less)
- (b) Cash on hand

Total

	As at 31 March 2024	As at 31 March 2023
	919.23	1,059.51
	2,800.00	-
	1.10	1.97
Total	3,720.33	1,061.49

(b) Bank balances other than (a) above

- In deposit accounts (with original maturity of greater than 3 months but less than 12 months)*

Total

	As at 31 March 2024	As at 31 March 2023
	7.05	-
Total	7.05	-

* In respect of balance with scheduled banks in fixed deposit account, Rs. 7.05 lakhs as at 31 March 2024 (Rs. Nil as at 31 March 2023) is kept as Bank Guarantee with Customs authorities.

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Note No. 12 Equity

(a) Equity Share capital

	As at 31 March 2024		As at 31 March 2023	
	No. of Shares	Amount	No. of Shares	Amount
Authorised				
Equity Shares of Rs. 10/- each (Rs. 10 each for previous year)	100,000	10.00	100,000	10.00
	<u>100,000.00</u>	<u>10.00</u>	<u>100,000.00</u>	<u>10.00</u>
	As at 31 March 2024		As at 31 March 2023	
	No. of Shares	Amount	No. of Shares	Amount
Issued, subscribed and fully paid-up equity shares				
Equity Shares of Rs. 10/- each (Rs. 10 each for previous year)	100,000	10.00	100,000	10.00
	<u>100,000</u>	<u>10.00</u>	<u>100,000</u>	<u>10.00</u>

(b) Reconciliation of shares outstanding at the beginning and at the end of the year

	As at 31 March 2024		As at 31 March 2023	
	No. of Shares	Amount	No. of Shares	Amount
Equity Shares				
At the beginning of the year/period	100,000	10.00	-	-
Add: Shares issued during the year/period	-	-	100,000	10.00
At the end of the year	<u>100,000</u>	<u>10.00</u>	<u>100,000</u>	<u>10.00</u>

(c) Terms/rights attached to equity shares

Each holder of equity shares is entitled to one vote per share and ranks pari passu. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(e) Change in shareholding of the Company

The shareholders (Harish Wadhwa - 500 shares & Abhishek Mishra - 500 shares) of the Company have sold their shareholding (1,000 shares) to VR Sikka Consulting Private Limited on 14th March, 2022. Accordingly, VR Sikka Consulting Private Limited has acquired 100% shares of the Company and became holding Company w.e.f 14th March, 2022. The Company has issued and allotted 99,000/- shares on right basis to VR Sikka Consulting Private Limited for consideration of Rs. 9.90 lakhs. The proceeds have been utilised for the purpose for which it has been obtained. During the period ended 31 March 2023, the shareholders of the Company have entered into the share purchase agreement (SPA) dated 10th June 2022 with OFG Manufacturing Businesses Private Limited. Accordingly, OFG Manufacturing Businesses Private Limited has acquired 70% shares (70,000 shares) and became holding Company w.e.f 30th June 2022. Accordingly, VR Sikka Consulting Private Limited has ceased to be holding company w.e.f 29th June, 2022. OFG Manufacturing Businesses Private Limited has right to purchase in terms of SPA balance 30% from VR Sikka on certain terms and conditions as stated in the Share Holder's Agreement.

(f) Details of shares held by ultimate holding company / holding company and / or their subsidiaries

	As at 31 March 2024		As at 31 March 2023	
	No. of Shares	Amount	No. of Shares	Amount
Holding Company				
OFG Manufacturing Businesses Private Limited	70,000	70.00%	70,000	70.00%

(g) Details of shareholders holding more than 5% shares in the Company

	As at 31 March 2024			As at 31 March 2023		
	No. of shares	% holding		No. of shares	% holding	
OFG Manufacturing Businesses Private Limited	70,000	70.00%		70,000	70.00%	
VR Sikka Consulting Private Limited (VR Sikka)	30,000	30.00%		30,000	30.00%	

(h) Change in promoters shareholding in the company

	As at 31 March 2024			As at 31 March 2023		
	No. of Shares	% of total shares	% change during the year	No. of Shares	% of total shares	% change during the period
Promoter Name						
OFG Manufacturing Businesses Private Limited	70,000	70.00%	-	70,000	70.00%	100%
VR Sikka Consulting Private Limited	30,000	30.00%	-	30,000	30.00%	100%

Note No. 13 Other equity

Details of Reserves and Surplus

	As at 31 March 2024		As at 31 March 2023	
Opening balance		6,163.18		-
Add: Profit for the year/period		5,899.20		6,163.18
Add: Other comprehensive income (net of tax)		34.27		-
Closing balance		<u>12,096.65</u>		<u>6,163.18</u>
Total Reserve and Surplus		<u>12,096.65</u>		<u>6,163.18</u>

Nature and purpose of reserves and surplus:

Surplus/ (Deficit) in statement of profit and loss:-

Surplus in statement of profit and loss are the accumulated profits earned by the Company till date.

Note No. 14 Financial Liabilities - Borrowings

	As at 31 March 2024		As at 31 March 2023	
	Current	Non - Current	Current	Non - Current
Unsecured				
- Loans from related parties (refer note 37)	-	4,365.31	-	3,897.60
- Cash credit from related parties (refer note no 37)	-	-	700.00	-
Total unsecured borrowings	-	<u>4,365.31</u>	<u>700.00</u>	<u>3,897.60</u>
Less: Current maturities of Non - Current borrowings	-	-	-	-
Total	-	<u>4,365.31</u>	<u>700.00</u>	<u>3,897.60</u>

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Note No. 15 Financial liabilities

	As at 31 March 2024		As at 31 March 2023	
	Current	Non - Current	Current	Non - Current
Measured at Amortised Cost				
Lease liabilities	58.65	1,410.59	196.28	2,199.07
Total	58.65	1,410.59	196.28	2,199.07

Note No. 16 Other financial liabilities

	As at 31 March 2024		As at 31 March 2023	
	Current	Non - Current	Current	Non - Current
Measured at Amortised Cost				
Creditors for capital supplies/services	26.89	-	-	-
Total	26.89	-	-	-

Note No. 17 Provisions

	As at 31 March 2024		As at 31 March 2023	
	Current	Non - Current	Current	Non - Current
Provisions for employee benefits				
Gratuity (refer note no 35)	2.40	190.45	0.98	127.90
Compensated absences	4.46	64.05	1.22	38.29
Total	6.86	254.50	2.20	166.19

Note No. 18 Other liabilities

	As at 31 March 2024		As at 31 March 2023	
	Current	Non - Current	Current	Non - Current
Advance received from customers	108.99	-	17.75	-
Statutory dues payable	299.56	-	212.14	-
Total	408.55	-	229.89	-

Note No. 19 Trade payables

	As at 31 March 2024		As at 31 March 2023	
	Current	Non - Current	Current	Non - Current
Total outstanding dues of micro enterprises and small enterprises (Refer note 36)	224.14	-	291.92	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	855.64	-	700.14	-
Total	1,079.78	-	992.06	-

Trade Payable ageing schedule:

i) As at 31 March 2024

Particulars	Outstanding for following period from due date of payment				
	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years
(i) MSME	224.14	-	-	-	-
(ii) Others	808.85	42.24	4.55	-	-
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	1,032.99	42.24	4.55	-	-

ii) As at 31 March 2023

Particulars	Outstanding for following period from due date of payment				
	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years
(i) MSME	267.54	24.39	-	-	-
(ii) Others	691.18	8.95	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	958.72	33.34	-	-	-

Note No. 20 Current tax liabilities

	As at 31 March 2024		As at 31 March 2023	
	Current	Non - Current	Current	Non - Current
Provision for Current Tax	-	-	2,141.84	-
Less : Advance tax (including TDS and self assessment tax)	-	-	(1,906.87)	-
	-	-	234.97	-

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Saivana Garments Private Limited

(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 14 Borrowings (continued)

i) Cash Credit Facility from related party (Unsecured)

Particulars	As at 31 March 2024	As at 31 March 2023	Rate of interest	Repayment terms
-OFB Tech Private Limited	-	700.00	Interest @12% p.a	Repayable on demand
	-	<u>700.00</u>		

ii) Term loans from related party (Unsecured)

Particulars	As at 31 March 2024	As at 31 March 2023	Rate of interest	Repayment terms
-OFB Tech Private Limited	4,365.31	3,897.60	Interest @12% p.a	<p>The Principal amount of the loan amount shall be repayable only after successful payout of the Agreed Additional Bonus (AAB) to V.R Sikka Consulting Private Limited (VSCPL) as per clause 8.2 (iv) of the shareholders' agreement, or payout of the alternate to AAB as per clause 8.2(iv) of the shareholder's agreement, whichever is earlier. In the event, neither the Agreed Additional bonus nor the alternate to AAB is paid to VSCPL, the loan shall be deemed to be irrevocably grant by the OFB Tech Private Limited to the Company, and shall not be subject to either interest payment or repayment, and shall be treated as fund owned and belonging to the Company. Notwithstanding, anything contained herein, the loan shall not be repayable on demand of the OFB Tech Private Limited.</p> <p>As per the Share holder agreement (SHA) dated 10 June 2022, OFG Manufacturing Businesses Private Limited (Holding Company) shall make a one -time agreed additional bonus or Agreed Additional bonus (AAB) payment to V.R Sikka Consulting Private Limited (VSCPL) at any time after the expiry of 6 months from effective date i.e 10 June 2022 but not later than the end of the 36 months from the effective date.</p> <p>Repayment of interest by cash neutral basis i.e amount equivalent to the interest amount for the year shall be disbursed as top up to the loan amount, at least 1 day prior to the date of the payment of the annual interest at the end of each financial year.</p> <p>(Also refer note 48)</p>
	<u>4,365.31</u>	<u>3,897.60</u>		

There are no defaults as on reporting date in repayment of principal and interest.

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Saivana Garments Private Limited
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Notes to the financial statements for the year ended 31 March 2024
(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 21 Revenue from operations

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
(a) Revenue from sale of products and services	20,133.44	21,246.32
(b) Other operating revenue	625.26	381.04
Total	20,758.70	21,627.36
A) Break-up of revenue from operations:		
I) Disaggregation of revenue based on major products and services:		
(a) Revenue from sale of products and services		
Sale of products and Services		
- Readymade garments	20,133.44	21,246.32
	20,133.44	21,246.32
Note: There are three customer representing more than 10% of the total company's revenue for the financial year 2023-24 and 2022-23		
(c) Other operating revenue		
Duty Drawback	188.45	171.21
Sale of export incentive licenses	436.81	209.83
	625.26	381.04
(d) Revenue from contract with customers disaggregated based on geography (Revenue is recognised at a point of time)		
Domestic	715.62	590.33
Export	20,043.08	21,037.03
	20,758.70	21,627.36
B) Timing of revenue recognition:		
Products transferred at a point in time	20,758.70	21,627.36
	20,758.70	21,627.36
C) Reconciliation of the amount of revenue recognised in the Statement of Profit and Loss with the contracted price:		
Revenue as per contracted price	20,758.70	21,747.49
Less: Adjustments -	-	-
Rebates, discounts and price reduction	-	(120.13)
	20,758.70	21,627.36

Note No. 22 Other income

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Interest income from financial assets		
- Security deposit	2.44	6.99
- Bank deposit	69.87	-
- Investment in debentures	64.33	-
Net gain or loss on foreign currency transaction and translation	319.57	504.52
Gain on termination of lease	64.98	-
Profit on sale of property, plant and equipment	0.06	-
Miscellaneous income	0.79	35.47
Total	522.04	546.98

Note No. 23 Cost of materials consumed

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Raw materials consumed		
Opening Stock	780.18	-
Add: Purchases during the year	4,863.80	6,608.31
Add: On account of acquisition of Business through slump purchase (Refer Note no. 46)	-	583.28
Less: Closing Stock	939.90	780.18
Total	4,704.08	6,411.41

Note No. 23 Changes in inventories for finished goods and work in progress

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Inventories at the end of the year:		
Work-in-progress	898.01	831.52
Finished goods	294.94	330.06
	1,192.95	1,161.57
Inventories at the beginning of the year:		
Work-in-progress	831.52	-
Finished goods	330.06	-
	1,161.58	-
On account of acquisition of Business through slump purchase (refer note 46)		
Work-in-progress	-	63.71
Finished goods	-	502.67
	-	566.38
Net decrease/(increase) in inventories	(31.37)	(595.19)

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Saivana Garments Private Limited
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Notes to the financial statements for the year ended 31 March 2024
(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 24 Employee benefits expense

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Salaries and wages, including bonus	4,240.90	3,895.84
Contribution to provident and other funds	238.90	252.04
Staff welfare expenses	32.62	65.32
Gratuity expenses (refer note 35)	110.06	128.88
Total	4,622.48	4,342.08

Note No. 26 Finance costs

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Interest expense on financial liabilities carried at amortised cost:		
- borrowings	476.16	383.74
- lease liabilities	187.78	137.41
Interest expense on delayed payment of statutory dues	10.11	11.09
Total	674.05	532.39

Note No. 27 Depreciation and amortisation expenses

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Depreciation on property, plant and equipment	238.09	139.74
Depreciation on right of use assets	176.80	207.27
Amortisation of intangible assets	11.30	14.72
Total	426.19	361.73

Note No. 28 Other expenses

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Dyeing and printing expenses	432.97	289.53
Embroidery charges	561.16	714.16
Designing expenses	8.99	7.98
Job work charges	428.68	429.61
Power, fuel and water	213.53	237.71
Tour, travelling and conveyance expenses	196.93	393.27
Legal and professional fees	111.37	47.68
Office expenses	14.06	42.43
Support charges	193.47	87.62
Printing and stationery expenses	33.42	29.59
Security expenses	49.24	72.60
Telephone and fax expenses	15.30	19.27
Rates and taxes	6.43	16.07
Insurance expenses	21.04	14.47
Freight and cartage	92.31	74.11
Testing and certification charges	20.12	23.34
Repairs and maintenance - Machinery	72.41	64.64
Repairs and maintenance - Building	6.81	58.61
Repairs and maintenance - Others	38.35	17.29
Business promotion expenses	27.57	27.92
Commission expenses	89.24	115.26
Auditors remuneration		
- As statutory auditor	11.50	7.00
- As tax auditor	1.00	1.00
Expenditure on corporate social responsibility (refer note 43)	165.00	-
Bank charges	40.67	41.71
Loss on sale of property, plant and equipment	13.33	-
Provision for doubtful advances	1.20	-
Bad debts written off	8.56	5.42
Vehicle running and maintenance	11.93	14.39
Postage and courier charges	3.85	3.46
Fee and subscription	5.67	9.77
Software expenses	28.58	11.73
Miscellaneous expenses	15.52	10.79
Total	2,940.21	2,888.43

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Notes to the financial statements for the year ended 31 March 2024
(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 29 Taxes

(a) Income tax recognised in profit and loss

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
(a) Current tax	2,064.76	2,130.89
(b) Deferred tax charge/ (credit)	(18.86)	(60.59)
Total	2,045.90	2,070.31

(b) Income tax recognised in other comprehensive income (OCI)

Particulars	For the year ended 31st March 2024	For the period 31 January 2022 to 31 March 2023
Deferred tax charge/ (credit) on remeasurement of defined benefit obligation	(11.52)	-
Total	(11.52)	-

(c) Tax reconciliation

Particulars	For the year ended 31st March 2024	For the period 31 January 2022 to 31 March 2023
Profit before tax	7,945.10	8,233.49
Applicable tax rate	25.17%	25.17%
Income tax expenses calculated at above rate	1,999.62	2,072.20
Tax effect of:		
- Expenses incurred non deductible	46.23	-
- Others	0.05	(1.91)
Total	2,045.90	2,070.29

(d) Deferred Tax Movement for the year 2023-24

Particulars	Deferred Tax Assets / (Liability) as at 01 April 2023	(Charged) / credited to:			Deferred Tax Assets / (Liability) as at 31 March 2024
		Profit or loss	Other comprehensive income	Equity	
On the difference between book balance and tax balance of property, plant and equipment, and intangible assets	(32.63)	(34.87)	-	-	(67.50)
On the difference between book balance and tax balance of other intangible assets	(32.63)	31.60	-	-	(1.03)
Provision for employee benefits	42.06	35.24	(11.52)	-	65.78
Right of use asset	22.82	3.94	-	-	26.76
On the difference between book balance and tax balance of Bonus payments	28.35	14.55	-	-	42.90
Total	60.59	18.86	(11.52)	-	67.94

(e) Deferred Tax Movement for the period 31st January, 2022 to 31st March 2023

Particulars	Deferred Tax Assets / (Liability) as at 01 April 2022	(Charged) / credited to:			Deferred Tax Assets / (Liability) as at 31 March 2023
		Profit or loss	Other comprehensive income	Equity	
On the difference between book balance and tax balance of property, plant and equipment, and intangible assets	-	(32.63)	-	-	(32.63)
Provision for employee benefits	-	42.06	-	-	42.06
Right of use	-	22.82	-	-	22.82
On the difference between book balance and tax balance of Bonus payments	-	28.35	-	-	28.35
Total	-	60.59	-	-	60.59

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(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 30 Earnings Per Share (EPS)

Basic and diluted earnings per share

The calculation of basic earnings per share for the year ended 31 March 2024 was based on the earnings attributable to equity shareholders of Rs 5,899.57 Lakhs (previous period Rs 6,163.18 Lakh) and weighted average number of equity shares outstanding of 100,000 (previous period 100,000)

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Net profit attributable to equity shareholders (Rs. in lakhs)	5,899.20	6,163.18
Calculation of weighted average number of equity shares -		
Number of equity shares at the beginning of the year	100,000	-
Number of equity shares outstanding as at the end of the year	100,000	100,000
Weighted average number of equity shares outstanding during the year for calculation of basic EPS	100,000	79,268
Weighted average number of equity shares outstanding for the year for calculation of diluted earnings per share	100,000	79,268
Nominal value of equity shares (Rs.) Absolute value	10	10
Basic earnings per equity shares(Rs.)	5,899.20	7,775.12
Diluted earnings per equity shares (Rs.)	5,899.20	7,775.12

Note No. 31 Contingencies and Commitments

(i) Contingencies:

- (a) The Company does not have any long term contracts including derivative contracts for which there will be any material foreseeable losses.
- (b) The Company does not have any pending litigations which would impact its financial position.

(ii) Commitments:

Particulars	As at 31 March 2024	As at 31 March 2023
Estimated amount of contracts remaining to be executed on capital account and not provided for	49.27	29.55
Total	49.27	29.55

Note No. 32 Disclosures as required under Ind AS 116 Leases

The Company has entered into various lease agreements for acquiring space to do its day to day operations. Such lease contracts include monthly fixed payments for rentals. The lease contracts are generally cancellable at the option of lessee during the lease tenure after the completion of non cancellable period. There are no significant restrictions imposed under the lease contracts.

A. Below are the summary of financial information related to the above lease contracts for factory and office space:

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Depreciation expense on Right-of-use (ROU) assets recognized during the year	176.80	207.27
Interest expense on lease liabilities	187.78	137.41
Carrying amount of ROU assets as on the reporting date	1,362.91	2,360.30
Income from sub-leasing ROU assets	-	-
Payment of lease liabilities	243.70	254.00
Lease liability as on the reporting date	1,469.24	2,395.35

B. Movement in lease liabilities during the year/period

Particulars	Amount
Balance as at 31st January 2022	-
Additions	2,511.94
Finance cost accrued during the period	137.41
Deletions	-
Payment of lease liabilities	(254.00)
Balance as at 31st March 2023	2,395.35
Additions	-
Finance cost accrued during the year	187.78
Deletions	(870.19)
Payment of lease liabilities	(243.70)
Balance as at 31st March 2024	1,469.24

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

Particulars	As at 31 March 2024	As at 31 March 2023
Non-current lease liabilities	1,410.59	2,199.07
Current lease liabilities	58.65	196.28
Total	1,469.24	2,395.35

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

Particulars	As at 31 March 2024	As at 31 March 2023
Less than one year	58.65	196.28
One to five years	464.76	1,253.24
More than five years	945.83	945.83
Total	1,469.24	2,395.35

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E. Below is the amount recognised by the Company in the statement of cash flows:

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Lease payment recognised during the year	243.70	254.00

There are no contingent lease/license fees payments.

F. Other disclosures

a) The Company has derecognized Rs.1,009.95 lakhs towards right-of-use asset during the FY 2023-24, on account of termination of lease agreements. During the year, depreciation includes Rs.176.80 lakhs as depreciation charge on right-of-use assets.

b) The Company has derecognized Rs.870.19 Lakhs as lease liabilities on 31 March 2024, on account of termination of lease agreements. During the year ended 31 March 2024, finance cost includes Rs.187.78 Lakhs as interest on lease liabilities.

c) The incremental borrowing rates as at each reporting date is as below:

Particulars	As at 31 March 2024	As at 31 March 2023
Weighted-average incremental borrowing rate	12%	12%

d) As at 31 March 2024, the Company does not have any material related party leases as a lessee. The Company does not have any sale-leaseback arrangements as lessee and typically does not enter into leveraged leases.

Note No. 33 Contract balances

Particulars	As at 31 March 2024	As at 31 March 2023
Trade receivables (current and non-current) (refer note 9)	5,203.13	4,631.26
Contract liabilities	-	-
Advance received from customers (refer note 17)	108.99	17.75

Revenue is recognised at point of time on successful completion of performance obligations as per contract. Once the performance obligation is fulfilled for invoicing is done, contract assets are classified to trade receivables.

Advance received from customers are on account of the upfront revenue received from customer for which performance obligation has not yet been completed.

Movement of contract balances

(i) Advances received from customers

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Balance as at the beginning of the year	17.75	-
Amount received during the year	108.99	17.75
Performance obligations satisfied in current year	17.75	-
Balance as at the end of the year	108.99	17.75

Note No. 34 Operating segments

Disclosure 1 -

The Company is primarily in the business of garments. The Company's segments are reviewed by the Chief Operating Decision Maker does not result in to identification of different ways sources in to which they see the performance of the Company. Therefore, there is no reportable segment. Hence the disclosure requirements in terms of IND AS 108 "Operating Segments" are not applicable.

Information about geographic areas:

Revenue from operations	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Domestic	715.62	590.33
Export	20,043.08	21,037.03
Total	20,758.70	21,627.36
Total Assets	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Domestic	13,374.69	8,076.69
Export	-	-
Total	13,374.69	8,076.69

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Note No. 35 Employee Benefits

A. Post employment benefit plans

i) Defined contribution plans

The Company makes contributions, determined as specified percentage of employee salaries in respect of qualifying employees towards provident fund, employees state insurance and labour welfare fund, which are defined contribution plans. The Company has no obligation other than to make the specified contributions. The contributions are charged to statement of profit and loss as they accrue. The amount recognised as expense towards contribution to provident fund, state insurance and labour welfare fund aggregated to Rs. 238.90 lakhs (Previous period Rs. 252.04 lakhs)

ii) Defined benefit plans

The Gratuity amount has been computed based on respective employee's salary and the years of employment with the Company. Gratuity has been accrued based on actuarial valuation as at the balance sheet date, carried by an independent actuary.

The following table sets forth the status of the gratuity plan of the Company and the amounts recognised in the Balance Sheet and the Statement of Profit and Loss.

I. Net liability recognised in the Balance Sheet

Particulars	As at 31 March 2024	As at 31 March 2023
Present value of defined benefit obligation	192.85	128.88
Net Liability recognised in Balance Sheet	192.85	128.88

II. Expense recognised in the Statement of Profit and Loss

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Current Service Cost	100.44	98.40
Past Service Cost	-	30.47
Interest cost on the net defined benefit liability/ (asset)	9.62	-
Expense recognised in the Statement of Profit and Loss	110.06	128.88

III. Remeasurement recognised in the Other Comprehensive Income

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Actuarial (gains)/ losses	-	-
- Change in demographic assumptions	(30.09)	-
- Change in financial assumptions	35.00	-
- Experience adjustments (i.e. actual experience vs assumptions)	(50.70)	-
Remeasurement recognised in the Other Comprehensive Income	(45.79)	-

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IV. Movement in the present value of defined benefit obligation

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Present value of defined benefit obligation at the beginning of the year	128.88	-
Current service cost	100.44	98.40
Past Service Cost	-	30.47
Interest cost	9.62	-
Re-measurement (or Actuarial) (gain) / loss arising from:		
- Change in demographic assumptions	(30.09)	-
- Change in financial assumptions	35.00	-
- experience variance (i.e. Actual experience vs assumptions)	(50.70)	-
Benefits paid	(0.30)	-
Present value of defined benefit obligation as at end of the year	192.85	128.88

V. Bifurcation of present value of obligation at the end of the year

Particulars	As at 31 March 2024	As at 31 March 2023
Current liability (Short term)	2.40	0.98
Non-current liability (Long term)	190.45	127.90

VI. Principal actuarial assumptions

Particulars	As at 31 March 2024	As at 31 March 2023
Discount rate	7.15%	7.45%
Salary escalation rate (per annum)	9.00%	8.00%
Retirement age (in years)	58.00	58.00
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14
Withdrawal rate (per annum)		
Upto 30 years	7.00%	3.00%
-31 to 44 years	6.00%	2.00%
-Above 44 years	4.00%	1.00%

The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. Assumptions regarding mortality are based on published statistics and mortality tables. The calculation of the defined benefit obligation is sensitive to the mortality assumptions.

VII. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

Particulars	Increase	Decrease
As at 31 March 2024		
Discount rate (1% movement)	(173.15)	216.18
Salary escalation rate (1% movement)	214.65	(175.14)
Attrition Rate (50 % movement)	(175.16)	214.16
Mortality Rate (10 % movement)	192.81	192.89
As at 31 March 2023		
Discount rate (1% movement)	(113.51)	147.55
Salary escalation rate (1% movement)	146.15	(114.53)
Attrition Rate (50 % movement)	(125.12)	132.83
Mortality Rate (10 % movement)	128.89	128.87

VIII. Risk exposure

Interest Rate risk: The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).

Liquidity Risk: This is the risk that the Company is not able to meet the short-term gratuity payouts. This may arise due to non availability of enough cash/cash equivalent to meet the liabilities or holding of liquid assets not being sold in time.

Salary Escalation Risk: The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

Demographic Risk: The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

Regulatory Risk: Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act, 1972 (as amended from time to time) There is a risk of change in regulations requiring higher gratuity payouts (e.g. Increase in the maximum limit on gratuity of Rs. 20 Lakhs).

IX. Expected maturity analysis of the defined benefit plans in future years

Particulars	As at 31 March 2024	As at 31 March 2023
Upto 1 year	2.40	0.98
Between 2 to 5 years	65.02	45.18
Between 6 to 10 years	79.95	36.57
More than 10 years	369.49	361.77
Total	516.86	444.51

The weighted average duration of the defined benefit plan obligation as at 31 March 2024 is 11 years.
The weighted average duration of the defined benefit plan obligation as at 31 March 2023 is 14 years.

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B. Long term Employee Benefits (Compensated Absences)

I. Expected maturity analysis of the defined benefit plans in future years

Particulars	As at 31 March 2024	As at 31 March 2023
Upto 1 year	4.45	1.22
Between 2 to 5 years	27.68	10.77
Between 6 to 10 years	24.54	11.87
More than 10 years	111.17	113.23
Total	167.84	137.09

The weighted average duration of the defined benefit plan obligation as at 31 March 2024 is 11 years.
The weighted average duration of the defined benefit plan obligation as at 31 March 2023 is 14 years.

Note No. 36 Details of dues to micro and small enterprises as defined under the MSMED Act, 2006

Particulars	As at 31 March 2024	As at 31 March 2023
(i) the principal amount and interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year	224.14	291.93
(ii) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of payment made to the supplier beyond the appointed day during each accounting year,	-	-
(iii) the amount of interest due and payable for the period of delay in making payment (which has been paid put beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(iv) the amount of interest accrued and remaining unpaid at the end of each accounting year, and	-	0.15
(v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-

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

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Note No. 37 Related Party Disclosures

(a) Names of related parties and related party relationships

Ultimate Holding Company	OFB Tech Private Limited (with effect from 30 June 2022)
Holding Company	OFB Manufacturing Businesses Private Limited (with effect from 30 June 2022) (VR Sikka Consulting Private Limited (w.e.f 14 March 2022 & ceased w.e.f 29 June 2022))
Enterprises which owns more than 20% of equity shares	VR Sikka Consulting Private Limited (ceased w.e.f 29 June 2022)
Key managerial personnel	<p>Vandana sikka Director (Appointed w.e.f 14.03.2022)</p> <p>Rajat Sikka Director (Appointed w.e.f 14.03.2022)</p> <p>Amod Tripathi Director (Appointed w.e.f 30.06.2022)</p> <p>Arth Mahendrakumar Patel Director (Appointed w.e.f 30.06.2022)</p> <p>Vasant Sridhar Director (Appointed w.e.f 30.06.2022)</p> <p>Abhishek Mishra Director (Resigned w.e.f 31.03.2022)</p> <p>Harish Wadhwa Director (Resigned w.e.f 30.06.2022)</p> <p>Rajesh Kumar Company Secretary (Resigned w.e.f 27.10.2022)</p>

Enterprises under which KMP has significant influence Saivana Export Private Limited

Fellow Subsidiary Candor Foods Private Limited

(b) Transactions with related parties

Name of Related Party	Nature of Transaction	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
Vandana Sikka	Remuneration*	100.00	83.33
Rajat Sikka	Remuneration*	100.00	83.33
Abhishek Mishra	Loan Taken	-	1.00
Harish Wadhwa	Loan Taken	-	0.05
Abhishek Mishra	Issue of Shares	-	0.05
Harish Wadhwa	Issue of Shares	-	0.05
VR Sikka Consulting Private Limited	Issue of Shares	-	9.90
Amod Tripathi	Reimbursement of travelling expense	3.99	0.94
OFB Tech Pvt Ltd	Loan Taken - Cash Credit	-	1,200.00
	Interest Expenses - Cash Credit	8.28	86.14
	Loan Repaid - Cash Credit	700.00	500.00
	Loan Taken	467.71	3,897.60
	Interest Expenses	467.71	297.60
	Miscellaneous Expenses	1.35	-
	Other support services - Income	2.41	4.22
	Other support services - Expenses	214.44	85.24
	Business Auxiliary Services	14.03	6.93
	Purchase of property plant and equipment	-	432.36
Saivana Exports Pvt Ltd#	Service Expense	-	165.45
	Support Service Income	-	31.18
	Purchase of material	-	456.57
	Sale of goods	-	33.13
Candor Foods Private Limited	Reimbursement of expenses paid	95.31	467.38
	Purchase of consumables goods	-	1.14

(c) Outstanding balances

Name of Related Party	Nature of Transaction	As at 31 March 2024	As at 31 March 2023
OFB Tech Private Limited	Loan Payable	4,365.31	4,597.60
	Trade Payable	225.90	89.03
	Interest payable	-	10.00
Saivana Exports Pvt Ltd	Other Receivables	387.40	391.08

* Excludes provision of gratuity and compensated absences, since these are based on actuarial valuation carried out for the company as a whole.
Above is excluding Rs. 59.51 Lakhs collected and paid in terms of Business Transfer Agreement on behalf of the Company during the FY 2022-23.

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(d) Terms and conditions of transactions with related parties

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year end are unsecured and settlement occurs in cash. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

Note No. 38 Financial risk management objectives and policies

The Company's principal financial liabilities comprises of borrowings, trade payables, lease liabilities, other financial liabilities and financial assets includes investments, trade receivables, cash and cash equivalents that derive directly from its operations. The Company's financial risk management is an integral part of business plan and execution of business strategies. The Company is exposed to market risk, credit risk and liquidity risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarized below.

A. Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of foreign currency risk and interest rate risk. Financial instruments affected by market risk include loans, borrowings, and deposits.

B. Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company is exposed to foreign currency risk on certain transactions that are denominated in a currency other than company's functional currency, hence exposure to exchange rate fluctuations arises. The risk is that the functional currency value of cash flows will vary as a result of movements in exchange rates.

The carrying amounts of the Company's net foreign currency exposure denominated monetary assets and monetary liabilities at the end of the reporting period as follows:

Particulars	As at 31 March 2024		
	USD	GBP	Euro
Trade payables	(0.25)	-	-
Trade receivables*	57.24	0.25	4.48
Net exposure (Foreign exchange)	56.99	0.25	4.48
Net exposure (INR)	4,751.26	26.32	404.14

Particulars	As at 31 March 2023		
	USD	GBP	Euro
Trade payables	(0.35)	-	-
Trade receivables*	46.34	-	9.17
Net exposure (Foreign exchange)	45.99	-	9.17
Net exposure (INR)	3,780.97	-	821.53

Sensitivity analysis

A strengthening of the Indian Rupee, as indicated below, against USD, GBP and Euro would have increased(decreased) profit or loss (before tax) by the amounts shown below. This analysis is based on foreign currency exchange rate variances that the company considered to be reasonably possible at the end of the reporting year. The analysis assumes that all other variables, in particular interest rates, remain constant.

Particulars	As at 31 March 2024		As at 31 March 2023	
	Strengthening	Weakening	Strengthening	Weakening
5% movement				
INR/USD	237.56	(237.56)	189.05	(189.05)
INR/GBP	1.32	(1.32)	-	-
INR/EUR	20.21	(20.21)	41.08	(41.08)
Total	259.09	(259.09)	230.12	(230.12)

ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's borrowings with floating interest rates.

The exposure of the Company's borrowings to interest rate changes at the end of the reporting period are as follows:

Particulars	As at 31 March 2024	As at 31 March 2023
Variable rate borrowings	-	-
Fixed rate borrowings	4,365.31	3,897.60
Total	4,365.31	3,897.60

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B. Credit risk

Credit risk arises from the possibility that the counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities (primarily trade receivables). The carrying amount of all financial assets represents the maximum credit exposure.

(i) Trade receivables

The Company periodically assesses the financial reliability of customers, taking into account the financial conditions, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. The Company considers the probability of default upon initial recognition of assets and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period. The Company does not hold collateral as security.

The Company has not experienced any significant impairment losses in respect of trade receivables in the past years.

Financial assets to which loss allowance is measured using lifetime /12 months Expected Credit Loss (ECL) as on 31 March 2024.

Exposure to credit risk:

Particulars	Gross Carrying Amount	Expected credit loss provision	Carrying amount net of provision
As at 31 March 2024	5,204.33	1.20	5,203.13

Exposure to credit risk:

Particulars	Gross Carrying Amount	Expected credit loss provision	Carrying amount net of provision
As at 31 March 2023	4,631.26	-	4,631.26

(ii) Cash and bank balances

The Company held cash and bank balances of Rs. 1061.49 lakhs. These cash and bank balances are held with high rated banks/institutions and therefore does not carry any significant credit risk.

(iii) Others

Other than receivables reported above, the Company has no other material financial assets which carries any significant credit risk.

C. Liquidity risk

Liquidity risk is defined as the risk that Company will not be able to settle or meet its obligation on time or at a reasonable price. The Company's objective is to all time maintain optimum level of equity to meet its cash and liquidity requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. In addition, processes and policies related to such risk are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecast on the basis of expected cash flows.

As at 31 March 2024	Less than 3 months	3-6 months	6-12 months	More than 12 months	Total
Borrowings	-	-	-	4,365.31	4,365.31
Lease liabilities	13.32	13.73	31.60	1,410.59	1,469.24
Trade payables	1,079.78	-	-	-	1,079.78
Other financial liabilities	26.89	-	-	-	26.89
Total	1,119.99	13.73	31.60	5,775.90	6,941.22

As at 31 March 2023	Less than 3 months	3-6 months	6-12 months	More than 12 months	Total
Borrowings	700.00	-	-	3,897.60	4,597.60
Lease liabilities	44.72	48.13	103.43	2,199.07	2,395.35
Trade payables	992.06	-	-	-	992.06
Other financial liabilities	-	-	-	-	-
Total	1,736.78	48.13	103.43	6,096.67	7,985.01

Note No. 39 Intangible assets under development

Particulars	31 March 2024	31 March 2023
Opening Intangible assets under development	10.81	-
Add: Intangible assets under development	-	10.81
Less: Intangible Assets capitalised	-	-
Closing Intangible assets under development	10.81	10.81

Note No. 40 Capital management

For the purpose of Company's capital management, capital includes equity capital and all other equity reserves attributable to equity shareholders. The primary objective of Company's capital management is to ensure that it maintains an effective capital structure and maximize shareholder's value. The Company manages its capital structure and makes adjustments in light of change in economic conditions.

The Company monitors capital on the basis of following gearing ratio, which is net debt divided by total capital.

The gearing ratio at end of the reporting period was as follows.

Particulars	As at 31 March 2024	As at 31 March 2023
Debts*	4,365.31	4,597.60
Less: Cash and bank balances	3,720.33	1,061.49
Net Debts	644.98	3,536.11
Total Equity	12,106.65	6,173.18
Net Gearing ratio	0.05	0.57

*Includes current and non-current borrowings.

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Note No. 41 Financial instruments by category

A. The classification of financial assets and financial liabilities by accounting categorisation are as follows:

Particulars	As at 31 March 2024		As at 31 March 2023	
	Amortised cost	Fair value through profit and loss	Amortised cost	Fair value through profit and loss
Non-current				
Trade receivables	-	-	-	-
Other financial assets	172.13	-	461.29	-
Current				
Investment	1,044.64	-	-	-
Trade receivables	5,203.13	-	4,631.26	-
Cash and cash equivalents	3,720.33	-	1,061.49	-
Other bank balances	7.05	-	-	-
Other financial assets	531.61	-	0.40	-
Total financial assets	10,678.89	-	6,154.44	-
Non-current				
Borrowings	4,365.31	-	3,897.60	-
Lease liabilities	1,410.59	-	2,199.07	-
Current				
Borrowings	-	-	700.00	-
Lease liabilities	58.65	-	196.28	-
Trade payables	1,079.78	-	992.06	-
Other financial liabilities	26.89	-	-	-
Total financial liabilities	6,941.22	-	7,985.01	-

The Company considers that the carrying amounts of amortised cost of financial assets and financial liabilities recognised in the financial statements are approximate to their fair values.

(ii) Fair value hierarchy

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Measurement of fair values

The different levels of fair value have been defined below:

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and traded bonds that have quoted price.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. The fair value of financial assets and liabilities included in Level 3 is determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions and dealer quotes of similar instruments.

Fair value of the Company's financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

The management considers that the carrying amounts of financial assets and financial liabilities recognised in the financial statements approximate their fair values.

Particulars	Level	As at 31 March 2024		As at 31 March 2023	
		Carrying amount	Fair value	Carrying amount	Fair value
Non-current					
Other financial assets	3	172.13	172.13	461.29	461.29
Current					
Investment	1	1,044.64	1,044.64	-	-
Trade receivables	3	5,203.13	5,203.13	4,631.26	4,631.26
Cash and cash equivalents	3	3,720.33	3,720.33	1,061.49	1,061.49
Other bank balance	3	7.05	7.05	-	-
Other financial assets	3	531.61	531.61	0.40	0.40
TOTAL		10,678.89	10,678.89	6,154.44	6,154.44
Non-current					
Borrowings	3	4,365.31	4,365.31	3,897.60	3,897.60
Lease liabilities	3	1,410.59	1,410.59	2,199.07	2,199.07
Current					
Borrowings	3	-	-	700.00	700.00
Lease liabilities	3	58.65	-	196.28	-
Trade payables	3	1,079.78	1,079.78	992.06	992.06
Other financial liabilities	3	-	-	-	-
TOTAL		6,914.33	6,855.68	7,985.01	7,788.73

Cash and cash equivalents, other bank balances, trade receivable, other current financial assets, current borrowings, trade payables and other current financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

Note No. 42 There were no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company during the year.

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Note No. 43 Corporate social responsibility (CSR)

As per Section 135 of the Companies Act, 2013, a Company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. A CSR committee has been formed by the Company as per the Act. The funds were primarily utilized through the year on these activities which are specified in Schedule VII of the Companies Act, 2013:

Particulars	For the year ended 31 March 2024	For the period 31 January 2022 to 31 March 2023
(a) Amount of CSR required to be spent as per the limits of Section 135 of companies Act, 2013	164.67	-
(b) Amount spent during the year	165.00	-
(c) Shortfall at the end of the year	-	-
(d) Total of Previous Year Shortfall	-	-
(e) Reason for shortfall	NA	NA
(f) Nature of CSR activity	*	NA
(g) Details of Related party transaction	NIL	NIL
(h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movement in the provision during the year	NA	NA

The Company believes in a meaningful contribution for CSR and in furtherance of its commitment to CSR and for effectively discharging its CSR obligation and to create long-term impact on society. Company has Rs. Nil (Previous year Nil) unspent amount.

* Promoting education including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.

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Note No. 44 Financial Ratios

Particulars	Numerator	Denominator	31 March 24	31 March 23	Variance (in %)	Reason for variance*
(a) Current Ratio (in times)	Current assets	Current liabilities	8.46	3.43	147%	Increase is mainly due to increase in current assets on account of increase in investments, cash and bank balances, and reduction in current liabilities for repayment of short term borrowings during the year.
(b) Debt - Equity Ratio (in times)	Total Debt : Total borrowings + current & non-current lease obligation	Shareholders' equity	0.48	1.13	-57%	Decrease is mainly due to repayment of borrowings and termination of lease contracts.
(c) Debt Service Coverage Ratio (in times)	Earning : Profit after tax + depreciation and amortisation + finance cost +/- net gain/ (loss) on sale of current investment	Debt service : finance cost + lease payments + principal repayments	5.62	14.28	-61%	Decrease is mainly due to decrease in profits and increase in the finance cost.
(d) Return on Equity (in %)	Net profits after taxes	Average shareholder's equity	0.65	1.00	-35%	Decrease is mainly due to decrease in profits during the year.
(e) Inventory Turnover Ratio (in times)	Cost of goods sold & consumed	Average inventory	2.29	3.00	-23%	Not Applicable
(f) Trade receivables turnover ratio (in times)	Net sales	Average trade receivable	4.22	4.67	-10%	Not Applicable
(g) Trade payables turnover ratio (in times)	Net purchases	Average trade payables	4.54	6.46	-30%	Decrease is mainly due to decrease in purchases during the current year.
(h) Net capital turnover ratio (in times)	Net sales	Working capital	1.76	3.78	-53%	Decrease is mainly due to decrease in sales during the current year.
(i) Net Profit Ratio (in %)	Net profits	Net sales	28.42%	28.50%	0%	Not Applicable
(j) Return on capital employed (in %)	Earning before interest and taxes	Capital employed : Net worth + Total Debt + Deferred Tax Liability	0.52	0.81	-36%	Decrease mainly due to increase in the total debt and net worth and decrease in earning before interest and taxes.
(k) Return on Investment (Quoted) (in %)	Net gain/ (loss) generated from investment	Average investment fund	6%	0.00%	100%	No investments in last period.

* Reason for variance in case of +25% from previous year

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Note No. 45 Additional disclosures required by Schedule III (Division II) of the Act

45.1 Details of Benami properties

The Company does not have any Benami Property where any proceedings has been initiated or pending against the Company for holding any Benami Property.

45.2 Relationship with struck off companies

The Company does not have any transactions with companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956.

45.3 Registration of charges or satisfaction with Registrar of Companies (ROC)

The Company does not have any charges or satisfaction which is yet to be registered with RoC beyond the statutory period.

45.4 Details of crypto / virtual currency

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

45.5 Undisclosed income

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

45.6 Utilization of funds

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

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

- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

45.7 Wilful defaulter

The Company is not declared wilful defaulter by any bank or financial Institution or government or any government authority.

45.8 The Code on Social Security, 2020 (Code) relating to employee benefits during employment and post employment benefits received presidential assent in September 2020. The Code has been published in Gazette of India. However, the date on which the Code will come in to effect has not been notified. The Company will assess the impact of the Code when it comes in to effect and will record any related impact in the period the Code becomes effective.

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For SAIVANA GARMENTS PVT. LTD.



Authorised Signatory

Saivana Garments Private Limited

(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No.46, Business Combination

The Company has entered into Business Transfer Agreement (BTA) with Saivana Export Private Limited (the "Transferor Company" or SEPL) dated 31 May 2022 with effective date as 31 March 2022, to acquire apparel and merchandise manufacture and export business undertaking (Garments undertaking business or GBA) from SEPL for total purchase consideration of Rs 3,600 lakhs with subject to closing date adjustments.

(i) The Company acquired Garments undertaking on slump sale basis from the Transferor Company and has accounted the impact of the above acquisition in the books w.e.f. effective date i.e. 31 March 2022 by applying Pooling of Interest method as laid down in Appendix C of the Indian Accounting Standard (Ind AS) 103 "Business Combinations" relating to accounting for common control business combinations.

(ii) All business activities of the Garment undertaking, carried on by the Transferor Company during the period 31 March, 2022 to 31 May, 2022 are in the ordinary course of business and deemed to have been carried on for and on behalf of the Company and consequently all profits and related taxes paid were deemed to be the profits and taxes of the Company, as the case may be. Details of assets and liabilities acquired are :

A. Particulars	As on 31st March 2022 Amount (in Lakhs)
Assets	
Property, plant and equipment	1,747.76
Capital work in progress	8.74
Intangible assets	25.48
Inventories (Including Work in progress & Finished Goods)	2,144.04
Other financial assets	13.67
Other current assets	787.86
Total Assets (A)	4,727.55
Liabilities	
Trade payables	812.30
Other current liabilities	271.62
Other financial liabilities	43.63
Total Liabilities (B)	1,127.55
Total net identifiable assets acquired (C=A-B)	3,600.00
Less : Purchase Consideration (D)	3,600.00

The Company has accounted for acquisition as per Ind AS 103 (Appendix C), as per Business combination of entities and businesses under common control.

Statement of Profit and Loss

Particulars	31 March, 2022 to 31 May, 2022
INCOME	
Revenue from operations	5,289.66
Other income	108.94
Total Income	5,398.60
EXPENSES	
Cost of materials consumed	2,829.99
(Increase)/ decrease in inventories	(1,236.82)
Employee benefits expense	696.06
Depreciation and amortization expense	22.60
Other expenses	611.36
Total Expenses	2,923.19
Profit/ (Loss) before tax	2,475.41
Tax Expense:	
Current tax	623.06
Profit for the period	1,852.35

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For SAIVANA GARMENTS PVT. LTD.


Authorised Signatory

Saivana Garments Private Limited
(CIN: U18209DL2022PTC393085)

Notes to the financial statements for the year ended 31 March 2024
(All amounts are in Rs. Lakhs, unless otherwise stated)

Note No. 47. The Company has used an accounting software for maintaining its books of account which require audit trail (edit log) feature as per the requirements of proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014. The Company evaluated and noted that accounting software has a feature of recording audit trail (edit log) facility for all relevant transactions recorded in the softwares except that audit trail feature did not operate from April 1, 2023 till August 5, 2023; the audit trail feature has operated throughout the remaining period for all relevant transactions recorded in the software and the same has not been tampered with, during the period for which audit trail feature was operating.

Note No. 48. Subsequent Events

Subsequent to the year end on May 29, 2024, there is change in shareholding of the Company as OFB Tech Private Limited ("Ultimate Holding company") has acquired 30000 equity shares from the Company's existing shareholder VR Sikka Consulting Private Limited. Further, as mutually agreed with the shareholders, the shareholders agreement dated June 10, 2022 executed between OFG Manufacturing Businesses Private Limited, VR Sikka Consulting Private Limited, Rajat Sikka, Vandana Sikka and the Company has been terminated.

Note No. 49. The financial statements of the Company for the year ended March 31, 2023, were audited by predecessor auditor who issued an unmodified opinion on September 05, 2023.

Note No. 50. The corresponding previous period figures are for the period from January 31, 2022 to March 31, 2023 and are therefore, not directly comparable with those of current year.

Note No.51. The financial statements were approved for issue by the Board of Directors on 12 June 2024.

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For SAIVANA GARMENTS PVT. LTD.

Authorised Signatory

For and on behalf of the Board of Directors of
Saivana Garments Private Limited

VASANT
SRIDHAR

Digitally signed by
VASANT SRIDHAR
Date: 2024.06.12
20:50:51 +05'30'

Vasant Sridhar
Director
DIN: 07685035

Place: Gurugram
Date: 12 June 2024

ARTH
MAHENDRAKUMAR
PATEL

Digitally signed by ARTH
MAHENDRAKUMAR PATEL
Date: 2024.06.12 20:21:28
+05'30'

Arth Mahendrakumar Patel
Director
DIN: 07498219

Place: Gurugram
Date: 12 June 2024