

**INDEPENDENT AUDITOR'S REPORT**

To the Members of Shriram Automall India Limited

**Report on the Audit of the Standalone Financial Statements****Opinion**

We have audited the accompanying standalone financial statements of Shriram Automall India Limited ("the Company"), which comprise the Balance sheet as at 31 March 2023, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the standalone financial statements, including a summary of significant 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 standalone financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2023, its profit including other 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 standalone financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

**Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board of Director's report, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Responsibility of Management for the Standalone 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 standalone financial statements that give a true and fair view of the



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

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 the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

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

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



# *S.R. BATLIBOI & ASSOCIATES LLP*

Chartered Accountants

- e) Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - (e) On the basis of the written representations received from the directors as on 31 March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) With respect to the adequacy of the internal financial controls with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;
  - (g) According to the information and explanations given by the management, we report that remunerations of the Director for the year ended 31 March 2023 is in excess of the limits applicable under section 197 of the Act, read with Schedule thereto, by Rs 84.97 lacs, however the Company has obtained approval of the shareholders in the annual general meeting for the remuneration paid to the directors;
  - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:



# S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer Note 40 to the standalone financial statements;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the note 32 to the standalone 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 persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
b) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the note 32 to the standalone financial statements, no funds have been received by the Company from any persons or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and  
  
c) Based on such audit procedures performed 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 (a) and (b) contain any material misstatement.
- v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend.
- vi. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Company only w.e.f. April 1, 2023, reporting under this clause is not applicable.

**For S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

  
Sanjay Bachchani

Partner

Membership Number: 400419

UDIN: 23400419BGTGPX7336



Place of Signature: Gurugram, Haryana

Date: 25 April 2023

## Annexure 1 referred to in paragraph 1 of report on other legal and regulatory requirements

Re: Shriram Automall India Limited ('the Company')

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.
- (a)(B) The Company has maintained proper records showing full particulars of intangibles assets.
- (b) All Property, Plant and Equipment have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2023.
- (e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The Company's business does not require maintenance of inventories and, accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.
- (b) The Company has not been sanctioned working capital limits in excess of Rs.five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) (a) During the year the Company has provided loans, to companies, firms, or any other parties as follows:

Particulars	Loans (Amount in Lakhs)
Aggregate amount granted/ provided during the year	
- Subsidiaries	623.44
- Others (Employee Loans)	28.87



# S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

- Others (Enterprise having substantial Interest)	3,182.54
Balance outstanding as at balance sheet date in respect of above cases	
- Subsidiaries	445.18
- Others (Employee Loans)	27.85
- Others (Enterprise having substantial Interest))	Nil

(b) During the year the Company has not made investments, provided guarantees, provided security and granted advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(b) of the Order is not applicable to the Company. During the year the terms and conditions of the grant of loans to employees, subsidiaries and enterprise having substantial interest are not prejudicial to the Company's interest. However, in respect of a loan granted to subsidiaries and, enterprise having substantial interest, the loan is repayable on demand and repayment schedule for principal and interest has not been stipulated in the agreement.

(c) The Company has granted loans during the year to employees where the schedule of repayment of principal and payment of interest has been stipulated and the repayment or receipts are regular. However, in respect of a loan granted to subsidiaries and, enterprise having substantial interest, the loan is repayable on demand and repayment schedule for principal and interest has not been stipulated in the agreement.

(d) There are no amounts of loans granted to employees which are overdue for more than ninety days.

(e) There were no loans granted to employees which was fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

(f) As disclosed in note 8 to the financial statements, the Company has granted loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Of these following are the details of the aggregate amount of loans or advances in the nature of loans granted to promoters or related parties as defined in clause (76) of section 2 of the Companies Act, 2013:





# S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

	All Parties (Rs. In lacks)	Promoters (Rs. In lacks)	Related Parties (Rs. In lacks)
Aggregate amount of loans/ advances in nature of loans  - Repayable on demand	473.03	Nil	445.18
Percentage of loans/ advances in nature of loans to the total loans	100%	Nil	94.11%

- (iv) Loans, investments, guarantees and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable, have been complied with by the Company.
- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the services of the Company.
- (vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) The dues of goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, cess, and other statutory dues have not been deposited on account of any dispute, are as follows:

Name of Status	Nature of dues	Amount yet to paid (Rs. in Laacs)	Amount Paid (Rs. in Laacs)	Period to which the amount relates	Forum where dispute is pending
Finance Act, 1994	Service Tax	48.65	-	AY 2010-11 & AY 2011-12	Service Tax Appellate Tribunal



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

- (viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix) (a) The Company did not have any outstanding loans or borrowings or interest thereon due to any lender during the year. Accordingly, the requirement to report on clause ix(a) of the Order is not applicable to the Company.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.
- (d) The Company did not raise any funds during the year hence, the requirement to report on clause (ix)(d) of the Order is not applicable to the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, the requirement to report on clause (ix)(f) of the Order is not applicable to the Company.
- (x) (a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
- (b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) No fraud by the Company or no fraud on the Company has been noticed or reported during the year.
- (b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.
- (xiii) Transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.





# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

- (xiv) (a) The Company has implemented internal audit system on a voluntary basis which is commensurate with the size of the Company and nature of its business though it is not required to have an internal audit system under Section 138 of the Companies Act, 2013.
- (b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi) (a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.
- (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- (d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- (xvii) The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note 31 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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 that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) (a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act. This matter has been disclosed in note 36 to the financial statements.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

(b) All amounts that are unspent under section (5) of section 135 of Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance of with provisions of sub section (6) of section 135 of the said Act. This matter has been disclosed in note 36 to the financial statements.

**For S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Sanjay Bachchani

Partner

Membership Number: 400419

UDIN: 23400419BGTGPX7336



Place: Gurugram

Date: 25 April 2023

**ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF SHRIRAM AUTOMALL INDIA LIMITED**

**Report on the Internal Financial Controls 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 Standalone financial statements of Shriram Automall India Limited ("the Company") as of 31 March 2023 in conjunction with our audit of the standalone 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 based on the internal control over financial reporting 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 ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 these standalone financial statements 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") and the Standards on Auditing, as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by ICAI. 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 these standalone 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 these standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to these standalone 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 these standalone financial statements.

**Meaning of Internal Financial Controls With Reference to these Standalone Financial Statements**

A company's internal financial controls with reference to standalone 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 controls with reference to standalone financial



# S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

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 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 Standalone Financial Statements**

Because of the inherent limitations of internal financial controls with reference to standalone 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 standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone 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, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at 31 March 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

## **For S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

  
per Sanjay Bachchani

Partner

Membership Number: 400419

UDIN: 23400419BGTGPX7336



Place of Signature: Gurugram, Haryana

Date: 25 April 2023

Shriram Automall India Limited  
Balance Sheet as at 31 March 2023  
CIN: U50100TN2010PLC074572

	Notes	(₹ in Laacs)	
		As at 31 March 2023	31 March 2022
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3	5,296.27	5,229.60
Other intangible assets	4	35.07	55.73
Right-of-use assets	4	6,757.06	6,142.59
<b>Financial assets</b>			
- Investments	5	2,128.15	3,066.53
- Other financial assets	9	6,744.47	7,583.68
Deferred tax assets (net)	24	582.94	524.64
Non current tax assets (net)		125.37	491.27
Other non-current assets	10	113.83	144.05
<b>Total non-current assets</b>		<b>21,783.16</b>	<b>23,238.09</b>
<b>Current assets</b>			
<b>Financial assets</b>			
- Investments	5	2,583.81	416.78
- Trade receivables	6	1,104.32	1,688.16
- Cash and cash equivalents	7	1,220.64	990.34
- Loans	8	445.18	3,314.28
- Other financial assets	9	4,213.12	1,772.42
Other current assets	10	266.15	211.32
<b>Total current assets</b>		<b>9,833.22</b>	<b>8,393.30</b>
<b>Total assets</b>		<b>31,616.38</b>	<b>31,631.39</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	11	3,000.00	3,000.00
Other equity	12		
- Retained earnings		11,960.08	13,442.81
- Other reserves		999.22	1,211.64
<b>Total equity</b>		<b>15,959.30</b>	<b>17,654.45</b>
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
- Lease liabilities	28	6,510.46	5,864.68
Net employee defined benefit liabilities	15	91.14	19.43
<b>Total non-current liabilities</b>		<b>6,601.60</b>	<b>5,884.11</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
- Lease liabilities	28	1,133.15	857.34
- Trade payables	13		
Total outstanding dues of micro enterprises and small enterprises		93.55	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		1,023.56	987.74
- Other financial liabilities	14	6,104.92	5,510.50
Net employee defined benefit liabilities	15	276.33	195.38
Other current liabilities	16	423.97	541.87
<b>Total current liabilities</b>		<b>9,055.48</b>	<b>8,092.83</b>
<b>Total equity and liabilities</b>		<b>31,616.38</b>	<b>31,631.39</b>

Summary of significant accounting policies

2

The accompanying notes are an integral part of the financial statements  
As per our report of even date \*

For S.R. Batliboi & Associates LLP  
ICAI Firm Registration No. 101049  
Chartered Accountants

Dr. Anjay Bachchani  
Partner  
Membership No.: 400419



For and on behalf of the Board of Directors of  
Shriram Automall India Limited

S. Lakshminarayanan  
Chairman  
DIN: 02808698

Satish Kumar Garg  
Chief Financial Officer

Sameer Malhotra  
CEO & Whole Time Director  
DIN: 01029645

Reema Desai  
Company Secretary  
Membership no.: A27369

Place: Gurugram  
Date : 25 April 2023

Place: Delhi  
Date : 25 April 2023



Shriram Automall India Limited  
Statement of Profit and Loss for the year ended 31 March 2023  
CIN: US0100TN2010PLC074572

		(₹ in Laacs)	
	Notes	For the year ended	
		31 March 2023	31 March 2022
<b>Income</b>			
Revenue from contracts with customers	17	16,409.89	15,654.87
Other income	18	1,333.94	1,289.95
<b>Total Income</b>		<b>17,743.83</b>	<b>16,944.82</b>
<b>Expenses</b>			
Employee benefits expense	19	7,633.83	6,199.81
Depreciation and amortisation expense	20	1,575.00	1,275.48
Finance costs	21	690.98	566.67
Other expenses	22	6,137.18	5,115.48
<b>Total expenses</b>		<b>16,036.99</b>	<b>13,157.44</b>
<b>Profit before tax for the year</b>		<b>1,706.84</b>	<b>3,787.38</b>
<b>Tax expense:</b>			
Current tax	23	514.01	998.17
Income tax adjustment relating to earlier years		92.61	(99.02)
Deferred tax (credit) / charge		(58.30)	23.43
<b>Total tax expense</b>		<b>548.32</b>	<b>922.58</b>
<b>Profit for the year</b>		<b>1,158.52</b>	<b>2,864.80</b>
<b>Other comprehensive income</b>			
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:	25		
Re-measurement gains/ (losses) on defined benefit plans		(58.74)	2.14
Income tax effect		14.78	(0.54)
<b>Total other comprehensive income</b>		<b>(43.96)</b>	<b>1.60</b>
<b>Total comprehensive income for the year</b>		<b>1,114.56</b>	<b>2,866.40</b>
<b>Earnings per equity share attributable to equity holders of the parent (nominal value of share ₹10.00) (31st March 2022 ₹ 10.00)</b>			
Basic earning per share	26	3.86	9.55
Diluted earning per share		3.64	8.95

Summary of significant accounting policies

2

The accompanying notes are an integral part of the financial statements  
As per our report of even date

For S.R. Batliboi & Associates LLP  
ICAI Firm Registration No. 101049W / E300004  
Chartered Accountants

Anjay Bachchani  
Partner  
Membership No.: 400419



For and on behalf of the Board of Directors of  
Shriram Automall India Limited

S. Lakshminarayanan  
Chairman  
DIN: 02808698

Satish Kumar Garg  
Chief Financial Officer

Place: Delhi  
Date: 25 April 2023

Sameer Malhotra  
CEO & Whole Time Director  
DIN: 01029645

Reema Desai  
Company Secretary  
Membership no.: A27369

Place: Gurugram  
Date: 25 April 2023



Shriram Automall India Limited  
Cash Flow Statement for the year ended 31 March 2023  
CIN: U50100TN2010PLC074572

	(₹ in Laacs)	
	For the year ended	
	31 March 2023	31 March 2022
<b>A. Cash flow from operating activities</b>		
Profit before tax	1,706.84	3,787.38
<b>Adjustment to reconcile profit before tax to net cash flows</b>		
Depreciation of property, plant and equipment and right-of-use assets	1,553.96	1,256.60
Amortisation of intangible assets	21.04	18.88
Gain on termination of leases	(21.35)	(282.20)
Gain on disposal of property, plant and equipment	(2.51)	(0.02)
Finance income (including fair value change in financial instruments)	(996.32)	(876.96)
Finance costs (including fair value change in financial instruments)	690.98	566.67
Provision on value of investments	(1.91)	151.96
Impairment / (reversals) on financial instruments	(10.58)	18.46
Share-based payment expense (net of reversals)	(60.79)	80.47
<b>Operating profit before working capital changes</b>	<b>2,879.36</b>	<b>4,721.24</b>
<b>Movement in working capital:</b>		
(Increase) / Decrease in trade receivables	594.42	(105.09)
(Increase) / Decrease in financial assets	(406.77)	19.09
(Increase) / Decrease in other assets	(25.69)	10.32
Increase / (Decrease) in other financial liabilities	627.61	1,108.11
Increase / (Decrease) in other liabilities	(117.90)	(8.79)
Increase / (Decrease) in employee benefits	93.92	36.25
Increase / (Decrease) in trade payables	129.37	(130.30)
<b>Cash generated from operations</b>	<b>3,774.32</b>	<b>5,650.83</b>
Direct taxes paid (net of refunds)	(225.94)	(1,115.18)
<b>Cash generated from operations</b>	<b>(A)</b>	<b>3,548.38</b>
<b>B. Cash flows from investing activities</b>		
Purchase of fixed assets including capital advances, capital creditors and	(321.19)	(260.04)
Proceeds from sale of property, plant and equipment	2.51	0.02
Purchase of financial instruments	(5,218.00)	(6,340.46)
Proceeds from sale of financial instruments	3,404.16	1,431.31
Loans given to related parties	(3,805.98)	(11,107.73)
Loans repaid by related parties	6,675.08	13,218.74
Interest received (finance income)	388.70	458.36
<b>Net cash used in investing activities</b>	<b>(B)</b>	<b>1,125.28</b>
<b>C. Cash flows from financing activities</b>		
Payment of principal portion of lease liabilities	(970.27)	(847.86)
Payment of interest expenses	(690.98)	(566.67)
Buyback of employee stock options	(1,548.92)	-
Payment of Dividend	(1,200.00)	-
<b>Net cash used in financing activities</b>	<b>(C)</b>	<b>(4,410.17)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(A+B+C)</b>	<b>263.49</b>
Cash and cash equivalents at the beginning of the year	957.15	435.83
<b>Cash and cash equivalents at the end of the year</b>	<b>1,220.64</b>	<b>957.15</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	120.93	168.03
Cash in transit	74.36	117.29
Balances with banks:		
- on current accounts	1,025.35	705.02
- Book overdraft	-	(33.19)
<b>Total cash and cash equivalents (refer note 7)</b>	<b>1,220.64</b>	<b>957.15</b>

(This space has been intentionally left blank)




Notes:

Reconciliation of liabilities arising from financing activities

	Lease liability
As at 01 April 2021	4,969.93
Cash flows	(1,414.53)
Non cash changes	3,166.62
As at 31 March 2022	6,722.02
As at 01 April 2022	6,722.02
Cash flows	(1,661.25)
Non cash changes	2,582.84
As at 31 March 2023	7,643.61

The accompanying notes are an integral part of the financial statements  
As per our report of even date v

For S.R. Batliboi & Associates LLP  
ICAI Firm Registration No. 201049W / E300004  
Chartered Accountants

  
Anjanjay Bachchani  
Partner  
Membership No.: 400419



For and on behalf of the Board of Directors of  
Shriram Automall India Limited

  
S. Lakshminarayanan  
Chairman  
DIN: 02808698

  
Satish Kumar Garg  
Chief Financial Officer

Place: Delhi  
Date : 25 April 2023

  
Sameer Malhotra  
CEO & Whole Time Director  
DIN: 01029645

  
Reema Desai  
Company Secretary  
Membership no.: A27369

Place: Gurugram  
Date : 25 April 2023

A. Share capital:

Issued, subscribed and fully paid up	Equity share capital	
	No. of Shares	(₹ in Laacs)
Equity shares of ₹ 10.00 each issued, subscribed and fully paid		
As at 01 April 2021	3,00,00,000	3,000.00
Increase/(decrease) during the year	-	-
As at 31 March 2022	3,00,00,000	3,000.00
As at 01 April 2022	3,00,00,000	3,000.00
Increase/(decrease) during the year	-	-
As at 31 March 2023	3,00,00,000	3,000.00

B. Other equity

	Reserve & surplus		Total
	Retained earnings	Share based payment reserve	
As at 01 April 2021			
Profit for year ended	10,576.41	1,105.79	11,682.20
Other comprehensive income for the year ended	2,864.80	-	2,864.80
<b>Total Comprehensive Income for the year ended</b>	1.60	-	1.60
Share based payments	2,866.40	-	2,866.40
As at 31 March 2022	-	105.85	105.85
As at 01 April 2022	13,442.81	1,211.64	14,654.45
Profit for the year ended	13,442.81	1,211.64	14,654.45
Other comprehensive income for the year ended	1,158.52	-	1,158.52
<b>Total Comprehensive Income for the year ended</b>	(43.96)	-	(43.96)
Dividend Payout	1,114.56	-	1,114.56
Share based payments - buy back	(1,200.00)	-	(1,200.00)
Share based payments	(1,397.29)	(151.63)	(1,548.92)
As at 31 March 2023	-	(60.79)	(60.79)
	11,960.08	999.22	12,959.30

Summary of significant accounting policies

2

The accompanying notes are an integral part of the financial statements  
As per our report of even date

For S.R. Batliboi & Associates LLP  
ICAI Firm Registration No. 101049W / E300004  
Chartered Accountants

Pranay Bachchani  
Partner  
Membership No.: 400419



For and on behalf of the Board of Directors of  
Shriram Automall India Limited

S. Lakshminarayanan  
Chairman  
DIN: 02808698

Satish Kumar Garg  
Chief Financial Officer

Sameer Malhotra  
CEO & Whole Time Director  
DIN: 01029645

Reema Desai  
Company Secretary  
Membership no.: A27369

Place: Gurugram  
Date : 25 April 2023

Place: Delhi  
Date : 25 April 2023



**1. Corporate information**

Shriram Automall India Limited ("the Company") is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The registered office of the company is located at Sri Towers, Plot No: 14A, South Phase, Industrial Estate, Guindy, Chennai, Tamilnadu-600032.

The Company, an ISO 9001:2015 certified company which pioneers in serving the most organised bidding platforms to facilitate the buying & selling of pre-owned vehicles and equipment's. SAMIL has its vast horizons with exhaustive range of pre-owned commercial vehicles, construction equipment's, farm equipment's, 3 wheelers and 2 wheelers to create a unique experience for its customers, across India.

**2. Significant accounting policies**

**2.1 Basis of Preparation**

The financial statements of the Company has been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable.

This financial statement is presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lakhs, except when otherwise indicated.

The financial statements have been prepared on a historical cost basis, except for the following assets and liabilities which have been measured at fair value or revalued amount:

Items	Measurement basis
Certain financial assets and liabilities	Fair value or amortized cost
Net defined benefit (asset)/ liability	Fair value of plan assets less present value of defined benefit obligations
Equity settled employee share-based payment plan	Fair Value

**2.2 Business combinations and goodwill**

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

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

- a) Deferred tax assets or liabilities, and the liabilities or assets related to employee benefit arrangements are recognised and measured in accordance with Ind AS 12 Income Tax and Ind AS 19 Employee Benefits respectively.



- b) Potential tax effects of temporary differences and carry forwards of an acquiree that exist at the acquisition date or arise as a result of the acquisition are accounted in accordance with Ind AS 12.
- c) Liabilities or equity instruments related to share based payment arrangements of the acquiree or share – based payments arrangements of the Company entered into to replace share-based payment arrangements of the acquiree are measured in accordance with Ind AS 102 Share-based Payments at the acquisition date.
- d) Assets (or disposal groups) that are classified as held for sale in accordance with Ind AS 105 Non-current Assets Held for Sale and Discontinued Operations are measured in accordance with that Standard.
- e) Reacquired rights are measured at a value determined on the basis of the remaining contractual term of the related contract. Such valuation does not consider potential renewal of the reacquired right.
- f) When the Company acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

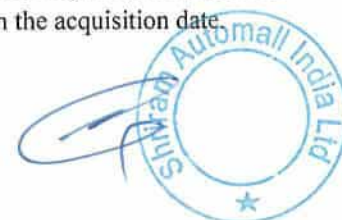
If the business combination is achieved in stages, any previously held equity interest is re-measured at its acquisition date fair value and any resulting gain or loss is recognised in profit or loss or OCI, as appropriate.

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

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

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

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Company reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted through goodwill during the measurement period, or additional assets or liabilities are recognised, to reflect new information obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognized at that date. These adjustments are called as measurement period adjustments. The measurement period does not exceed one year from the acquisition date.





### **2.3 Current versus non-current classification**

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

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

All other assets are classified as non-current.

A liability is current when:

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

The Company classifies all other liabilities as non-current.

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

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

### **2.4 Foreign currencies**

#### ***Functional and presentational currency***

The Company's financial statements are presented in INR, which is also the Company's functional currency. Functional currency is the currency of the primary economic environment in which an entity operates and is normally the currency in which the entity primarily generates and expends cash.

#### ***Transactions and balances***

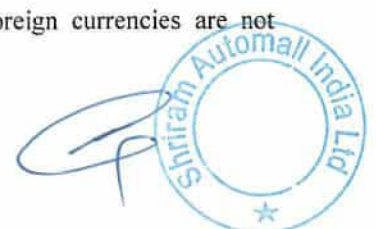
Transactions in foreign currencies are initially recorded by the Company at the functional currency spot rates at the date the transaction first qualifies for recognition.

Income and expenses in foreign currencies are recorded at exchange rates prevailing on the date of the transaction.

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

Exchange differences arising on settlement or translation of monetary items are recognised in Statement of profit or loss.

Non-monetary assets and liabilities that are measured in terms of historical cost in foreign currencies are not retranslated.





## **2.5 Fair value measurement**

The Company measures certain financial instruments and equity settled employee share based payment plan at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

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

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

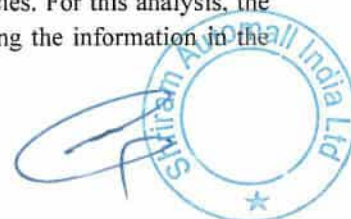
- a. Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- b. Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- c. Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company determines the policies and procedures for both recurring fair value measurement, such as unquoted financial assets measured at fair value.

External valuers are involved for valuation of significant assets, unquoted financial assets, and significant liabilities, such as valuation of unquoted investments and equity settled employee share based payment plan. Involvement of external valuers is decided upon annually by the Company's management. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained. The Company management decides with the Company's external valuers, which valuation techniques and inputs to use for each case.

At each reporting date, the Company's management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Company's accounting policies. For this analysis, the Company's management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.



The Company's management, in conjunction with the Company's external valuers, also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

The Company management present the valuation results to the Board of Directors and the Company's independent auditors. This includes a discussion of the major assumptions used in the valuations.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes

- g) Disclosures for valuation methods, significant estimates and assumptions (Note 2.21)
- h) Quantitative disclosures of fair value measurement hierarchy (Note 35)
- i) Investment in unquoted equity shares (Note 5A and 5B)
- j) Financial instruments (including those carried at amortised cost) (Note 33)
- k) Equity Settled employee share based payment plan (Note 30)

## **2.6 Revenue recognition**

Revenue from contracts with customers is recognised when services are delivered to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements because it typically when services are being delivered to the customer. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration, if any) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration, if any, on account of various discounts and schemes offered by the Company as part of the contract. Payment is generally received on successful completion of services

### ***Rendering of services***

**Facilitation fee:** The Company collects facilitation fees from buyers & sellers, both at pre-determined rates as per agreements for providing auction services. It includes ramping charges from sellers for display of their vehicles in auction process with some other incidental charges. The revenue is recognised upon rendering of service (point in time).

**Parking and registration income:** The Company collects parking charges and non-refundable event participation charges from customers. The revenue is recognised upon rendering of service (over time).

**Inspection and valuation income:** The company collects service income for inspection and valuation of automobiles. The revenue is recognised upon rendering of service (point in time).

**Cancellation income:** The Company charges Cancellation income from the successful bidder who does not made the payment within the pre-agreed time frame.

The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated. In determining the transaction price, the Company considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

The provision for anticipated returns is made primarily on the basis of historical return rates. The provision for turnover discount, cash discount & additional discount is made on estimated basis based on historical trends.





#### *Variable consideration*

If the consideration in a contract includes a variable amount, the Company estimates the amount of consideration to which it will be entitled in exchange for transferring the goods to the customer. The variable consideration is estimated at contract inception and constrained until it is highly probable that a significant revenue reversal in the amount of cumulative revenue recognised will not occur when the associated uncertainty with the variable consideration is subsequently resolved. Some of the contracts with customer provide a right to customer of cash rebate/discount if payment is cleared within specified due dates.

#### *Contract assets*

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

#### *Trade receivables*

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

#### *Contract liabilities*

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

Contract liabilities are recognised as revenue when the Company performs under the contract (i.e., transfers control of the related goods or services to the customer).

#### *Interest income*

Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable for all financial instruments measured at amortised cost and other interest-bearing financial assets, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included in other income in the statement of profit or loss.

#### *Dividends*

Dividend Income is recognised when the Company's right to receive the payment is established, and no significant uncertainty as to collectability exists.



## 2.7 Income taxes

### *Current income tax*

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. The Company shall reflect the effect of uncertainty for each uncertain tax treatment by using either most likely method or expected value method, depending on which method predicts better resolution of the treatment.

### *Deferred tax*

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

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

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

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

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

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date





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

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

## 2.8 Property, plant and equipment

Property, plant and equipment other than Freehold land are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of purchase price/cost of construction, including non-refundable taxes or levies and any expenses attributable to bring the assets to its working condition for its intended

use. Freehold land is stated at cost. When significant parts of property, plant and equipment are required to be replaced at intervals, the Company recognises such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the statement of profit or loss as incurred.

### Depreciation

Depreciation is charged on a pro-rata basis for Property, Plant and Equipment purchased and sold during the year. Depreciation on property, plant and equipment has been provided on the straight-line method as per the useful lives prescribed in Schedule II to the Companies Act, 2013.

Followings are the estimated useful lives of various category of assets used.

Category of assets	Useful life
Building	60 years
Building fences	5 years
Carpeted road	10 years
Plant and equipment	15 years
Computer – Server & Network	6 years
Computer – Laptops & Desktops	3 years
Furniture & fixture	10 years
Vehicle	10 years
Office Equipment	5 years

The Company, based on management estimate supported by internal technical expert, depreciates office equipment over estimated useful lives which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

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

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

Subsequent costs are included in the asset's carrying amount or recognised as separate assets, as appropriate, only when it is probable that the future economic benefits associated with expenditure will flow to the Company and the




cost of the item can be measured reliably. All other repairs and maintenance are charged to Statement of Profit and Loss at the time of incurrence.

## 2.9 Intangible assets

### *Recognition and measurement*

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

### *Amortisation and useful lives*

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight line basis over the estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on prospective basis.

An Intangible assets is derecognised on disposal or when no future economic benefits are expected from use of disposal.

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

A summary of the policies applied to the Company's intangible assets is as follows:

Intangible assets	Useful lives	Internally generated or acquired
Computer software	3 years	Acquired
Trademarks	10 years	Acquired
Leased Assets	Lease period	Internally generated as per requirement of IND AS 116

## 2.10 Borrowing costs

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 or sale 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.

## 2.11 Leases

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



*[Handwritten signature]*





*Company as a lessee*

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets

*Right-of-use assets*

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

*Lease Liabilities*

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

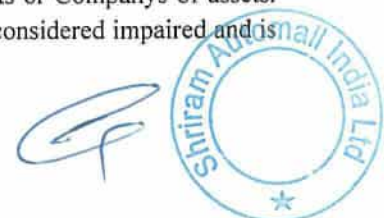
In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

**Short-term leases and leases of low-value assets**

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

**2.12 Impairment of non-financial assets**

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





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

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

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

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

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

Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired.

Impairment is determined for goodwill by assessing the recoverable amount of each CGU (or Company of CGUs) to which the goodwill relates. When the recoverable amount of the CGU is less than its carrying amount, an impairment loss is recognised. Impairment losses relating to goodwill cannot be reversed in future periods.

## **2.13 Financial instruments**

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

### ***Financial assets***

#### ***Initial recognition and measurement***

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset



*Subsequent measurement*

For purposes of subsequent measurement, financial assets are classified in four categories:

- a) Financial assets at amortised cost (debt instruments)
- b) Debt instruments at fair value through other comprehensive income (FVTOCI) with recycling of cumulative gains and losses
- c) Equity instruments at fair value through other comprehensive income (FVTOCI) with no recycling of cumulative gains and losses upon derecognition
- d) Financial assets at fair value through profit or loss (FVTPL)

*Financial assets at amortised cost*

A 'Financial instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

The Company's financial assets at amortised cost includes trade receivables, balances with banks, and other financial assets.

*Debt instrument at FVTOCI*

A debt instruments is classified as at the FVTOCI if both of the following criteria are met:

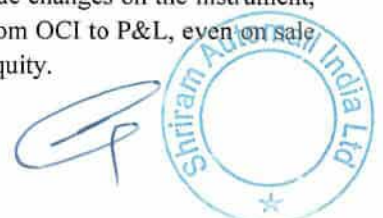
- a. The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- b. The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

*Equity instruments at FVTOCI*

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

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.





Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

#### *Financial assets at FVTPL*

FVTPL is a residual category for financial assets. Any financial assets, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the Company may elect to classify a financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

#### *De-recognition*

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

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

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

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

#### *Impairment of financial assets*

In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a. Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance
- b. Financial assets that are debt instruments and are measured as at FVTOCI
- c. Lease receivables under Ind-AS 17.
- d. Contract assets and trade receivables under Ind-AS 18.
- e. Loan commitments which are not measured as at FVTPL.
- f. Financial guarantee contracts which are not measured as at FVTPL

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- a. Trade receivables, and



- b. All lease receivables resulting from transactions within the scope of Ind AS 17.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events on a financial instrument that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- a. All contractual terms of the financial instrument (including prepayment extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.
- b. Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the statement of profit and loss (P&L). This amount is reflected under the head 'other expenses' in the P&L. The balance sheet presentation for various financial instruments is described below:

The balance sheet presentation for various financial instruments is described below:

- a. For financial assets measured as at amortised cost and lease receivables: ECL is presented as an allowance, i.e. as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.
- b. Loan commitments and financial guarantee contracts: ECL is presented as a provision in the balance sheet, i.e. as a liability.
- c. Debt instruments measured at FVTOCI: Since financial assets are already reflected at fair value, impairment allowance is not further reduced from its value. Rather, ECL amount is presented as 'accumulated impairment amount' in the OCI.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.





The Company does not have any purchased or originated credit-impaired (POCI) financial assets, i.e., financial assets which are credit impaired on purchase/ origination.

### *Financial liabilities*

#### *Initial recognition and measurement*

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables and loans and borrowings including bank overdrafts.

#### *Subsequent measurement*

The measurement of financial liabilities depends on their classification, as described below:

#### *Financial liabilities at fair value through profit or loss*

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the profit or loss.

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

#### *Loans and borrowings*

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.

#### *De-recognition*

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition 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 or loss





*Re-classification of Financial Assets*

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

*Offsetting of Financial Instruments*

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

**2.14 Retirement and other employee benefits**

*Short term employee benefits*

The undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered by employees is recognised during the period when the employee renders the service. These benefits include compensated absences such as paid annual leave and performance incentives payable within twelve months.

*Post-employment benefits*

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

The Company operates a defined benefit gratuity plan in India, which requires contributions to be made to a separately administered fund.

The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method.

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

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

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



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

- a. Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- b. Net interest expense or income.

#### ***Compensated absences***

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the balance sheet date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the reporting date. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. 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 twelve months after the reporting date.

## **2.15 Share based payments**

#### ***Equity settled transactions***

The cost of equity-settled transactions is determined by the fair value at the date when the grant is made using an appropriate valuation model.

The fair value determined at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognized in Statement of Profit and Loss such that the cumulative expenses reflects the revised estimate, with a corresponding adjustment to the Share Based Payments Reserve.

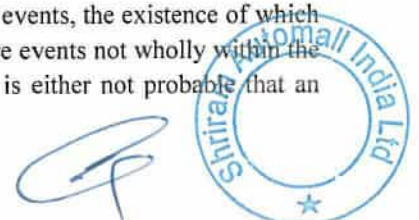
No expense is recognised for awards that do not ultimately vest because non-market performance and/or service conditions have not been met. Equity-settled share-based payment transactions with parties other than employees are measured at the fair value of the services received, except where that fair value cannot be estimated reliably, in which case they are measured at the fair value of the equity instruments granted, measured at the date the counter party renders the service.

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

## **2.16 Provisions**

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

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation arising from past events where it is either not probable that an





outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Contingent liabilities are disclosed in the notes.

Contingent assets are not recognised in the financial statements. A contingent asset is not recognized unless it becomes virtually certain that an inflow of economic benefits will arise. When an inflow of economic benefits is probable, contingent assets are disclosed in the Ind AS Financial Statement.

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

Provisions and contingent liabilities are reviewed at each balance sheet date.

## **2.17 Cash and cash equivalents**

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

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

## **2.18 Earnings Per Share (EPS)**

Basic Earnings Per Share is calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit for the year attributable to equity holders of the Company (after adjusting for interest on the convertible preference shares) and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

## **2.19 Cash dividend and non-cash distribution to equity holders of the Company**

The Company recognises a liability to make cash or non-cash distributions to equity holders of the Company when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

## **2.20 Security Deposit**

The Company at the time of buyer registration, collects refundable security deposits ("RSD") from prospective bidder, which entitles bidder to bid during auction. The RSD is towards ensuring performance of the contract. As per contractual terms, the RSD is refunded upon demand after adjustments of facilitation fee. The Company generally accounts for unclaimed RSD upon completion of limitation period of 3 years. Security deposits are forfeited and treated as other income, on the earlier of expiry of three years; or uncertainty over repayment.

## **2.21 Significant accounting judgement, estimates and assumptions**

In application of Company's accounting policies, which are described in Note 2, the directors of the company are required to make judgements, estimations and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.



The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision or future periods if the revision affects both current and future periods.

#### A. Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

##### *Operating lease commitments – Company as a lessee*

The Company has entered into lease agreements with lessor and has determined, based on an evaluation of the terms and conditions of the arrangements, such as the lease term not constituting a major part of the economic life of the commercial property and the fair value of the asset, that it does not retain the significant risks and rewards of ownership of these properties and accounts for the contracts as operating leases.

#### B. Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

##### *Taxes*

Deferred tax assets are recognised to the extent it is probable that taxable profits will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Provision for tax liabilities require judgements on the interpretation of tax legislation, developments in case law and the potential outcomes of tax audits and appeals which may be subject to significant uncertainty. Therefore, the actual results may vary from expectations resulting in adjustments to provisions, the valuation of deferred tax assets, cash tax settlements and therefore the tax charge in the Statement of Profit or Loss.

##### *Defined benefit plans (gratuity)*

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate, the management considers the interest rates of government bonds with term that correspond with the expected term of the defined benefit obligation.





The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for the respective countries.

Further details about gratuity obligations are given in Note 27.

#### ***Provision for trade receivable***

Trade receivables do not carry any interest and are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts. Estimated irrecoverable amounts are based on the ageing of the receivable balances and historical experience adjusted for forward-looking estimates. Individual trade receivables are written off when management deems them not to be collectible. For details of allowance for doubtful debts please refer Note 6.

#### ***Impairment of non-financial assets***

The carrying amounts of the Company's non-financial assets, other than deferred tax assets, are reviewed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of an asset or cash-generating unit ('CGU') is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU. For the purpose of impairment testing, assets that cannot be tested individually are accompanied together into the smallest Company of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or Company's of assets ('CGU').

Market related information and estimates are used to determine the recoverable amount. Key assumptions on which management has based its determination of recoverable amount include estimated long term growth rates, weighted average cost of capital and estimated operating margins. Cash flow projections take into account past experience and represent management's best estimate about future developments.

#### ***Property, plant and equipment and Intangible Assets***

Refer note 2.8-2.9 and note 3-4 for estimated useful life and carrying value of property, plant and equipment respectively. The charge in respect of periodic depreciation/amortization is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. Management at the time the asset is acquired/capitalized periodically, including at each financial period/year end, determines the useful lives and residual values of Company's assets. The lives are based on historical experience with similar assets as well as anticipation of future events, which may affect their life, such as changes in technology. The estimated useful life is reviewed at least annually.

#### ***Fair value of financial instruments***

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted price in active markets, their fair value is measured using valuation techniques including the present valuation technique. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could effect the reported fair value of financial instruments.



A handwritten signature in blue ink, consisting of a stylized 'S' and 'P'.



*Impairment of financial assets*

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgements in making these assumptions and selecting the inputs to the impairment calculations based on Company's history, existing market conditions as well as forward looking estimates at the end of each reporting period.

*Leases - Estimating the incremental borrowing rate*

The Company cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Company would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment

**Share-based payments**

For the measurement of the fair value of equity-settled transactions with employees at the grant date, the Company uses a most appropriate method (i.e., discounted cash flow approach, comparable companies method, etc.) for Employee Share option Plan. The assumptions and models used for estimating fair value for share-based payment transactions are dependent on the terms of the scheme. Such assumptions include weighted average share price, exercise price, volatility, expected life option, risk free interest rate, etc.

**2.22 New and amended standards**

**(a) Onerous Contracts – Costs of Fulfilling a Contract – Amendments to Ind AS 37**

The amendments to Ind AS 37 specify which costs an entity needs to include when assessing whether a contract is onerous or loss-making. The amendments apply a "directly related cost approach". The costs that relate directly to a contract to provide goods or services include both incremental costs for example direct labour and materials and an allocation of other costs directly related to contract activities for example an allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling that contract. General and administrative costs do not relate directly to a contract and are excluded unless they are explicitly chargeable to the counterparty under the contract.

The amendments are effective for annual reporting periods beginning on or after 1 April 2022. The Company is currently assessing the impact of the amendments to determine the impact they will have on the Company's accounting policy disclosures.

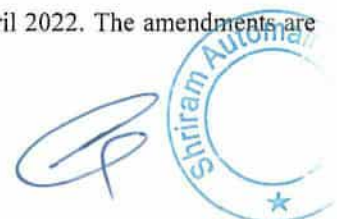
**(b) Reference to the Conceptual Framework – Amendments to Ind AS 103**

The amendments replaced the reference to the ICAI's "Framework for the Preparation and Presentation of Financial Statements under Indian Accounting Standards" with the reference to the "Conceptual Framework for Financial Reporting under Indian Accounting Standard" without significantly changing its requirements.

The amendments also added an exception to the recognition principle of Ind AS 103 Business Combinations to avoid the issue of potential 'day 2' gains or losses arising for liabilities and contingent liabilities that would be within the scope of Ind AS 37 Provisions, Contingent Liabilities and Contingent Assets or Appendix C, Levies, of Ind AS 37, if incurred separately.

It has also been clarified that the existing guidance in Ind AS 103 for contingent assets would not be affected by replacing the reference to the Framework for the Preparation and Presentation of Financial Statements under Indian Accounting Standards.

The amendments are effective for annual reporting periods beginning on or after 1 April 2022. The amendments are not expected to have a material impact on the Company's financial statements.





**(c) Property, Plant and Equipment: Proceeds before Intended Use – Amendments to Ind AS 16**

The amendments modified paragraph 17(e) of Ind AS 16 to clarify that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment.

The amendments are effective for annual reporting periods beginning on or after 1 April 2022. The amendments are not expected to have a material impact on the Company.

**(d) Ind AS 101 First-time Adoption of Indian Accounting Standards – Subsidiary as a first-time adopter**

The amendment permits a subsidiary that elects to apply the exemption in paragraph D16(a) of Ind AS 101 to measure cumulative translation differences for all foreign operations in its Ind-AS Financial Statements using the amounts reported by the parent, based on the parent's date of transition to Ind AS, if no adjustments were made for consolidation procedures and for the effects of the business combination in which the parent acquired the subsidiary. This amendment is also available to an associate or joint venture that uses exemption in paragraph D16(a) of Ind AS 101.

The amendments are effective for annual reporting periods beginning on or after 1 April 2022 but do not apply to the Company as it was first time adopter in an earlier year.

**(e) Ind AS 109 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities**

The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf.

The amendments are effective for annual reporting periods beginning on or after 1 April 2022. The amendments are not expected to have a material impact on the Company.

**(f) Ind AS 41 Agriculture – Taxation in fair value measurements**

The amendment removes the requirement in paragraph 22 of Ind AS 41 that entities exclude cash flows for taxation when measuring the fair value of assets within the scope of Ind AS 41.

The MCA has notified the Amendments to Ind AS consequential to Conceptual Framework under Ind AS vide notification dated March 23, 2022, applicable for annual periods beginning on or after April 1, 2022. Accordingly, the Conceptual Framework is applicable for preparers for accounting periods beginning on or after 1 April 2022.

These amendments had no impact on the financial statements of the Company.

**2.23 Standards issued but not yet effective**

The Ministry of Corporate Affairs (MCA) notifies new standard or amendments to the existing standards. There is no such notification which are applicable from 01 April 2023 or after and which may have any material impact on the financial statements of the Company.



3 Property, plant and equipment #

	Plant & equipment	Office equipment	Furniture & fixtures	Vehicles	Leasehold improvement	Freehold Land	Building	Total
<b>Gross block</b>								
As at 01 April 2021	751.77	257.16	162.63	3.64	350.81	4,344.47	373.04	6,243.52
Additions	191.61	46.14	20.83	-	-	-	-	258.58
Disposals	(0.78)	(0.72)	-	-	-	-	-	(1.50)
As at 31 March 2022	942.60	302.58	183.46	3.64	350.81	4,344.47	373.04	6,500.60
As at 01 April 2022	942.60	302.58	183.46	3.64	350.81	4,344.47	373.04	6,500.60
Additions	212.36	56.36	55.65	-	-	-	-	324.37
Disposals	(30.69)	(11.27)	(16.24)	-	-	-	-	(58.20)
As at 31 March 2023	1,124.27	347.67	222.87	3.64	350.81	4,344.47	373.04	6,766.77
<b>Accumulated depreciation</b>								
As at 01 April 2021	495.46	122.53	112.22	3.45	291.09	-	48.29	1,073.04
Charge for the year	127.25	49.83	10.34	-	14.60	-	6.12	199.14
Disposals	(0.74)	(0.44)	-	-	-	-	-	(1.18)
As at 31 March 2022	621.97	162.92	122.56	3.45	305.69	-	54.41	1,271.00
As at 01 April 2022	621.97	162.92	122.56	3.45	305.69	-	54.41	1,271.00
Charge for the year	169.29	52.26	13.07	-	14.60	-	6.00	255.22
Disposals	(29.27)	(10.55)	(15.90)	-	-	-	-	(55.72)
As at 31 March 2023	761.99	204.63	119.73	3.45	320.29	-	60.41	1,470.50
<b>Net book value</b>								
As at 31 March 2022	320.63	139.66	60.90	0.19	45.12	4,344.47	318.63	5,229.60
As at 31 March 2023	362.28	143.04	103.14	0.19	30.52	4,344.47	312.63	5,296.27

# The Company has neither revalued nor impaired its Property, Plant and Equipment during the year ended 31 March 2023 and 31 March 2022.

4 Intangible assets & Right of Use assets \* #

	Trade mark	Computer software	Total	Right of Use
<b>Gross Block</b>				
As at 01 April 2021	11.66	256.49	268.15	5,245.78
Additions	-	15.50	15.50	3,230.21
Disposals	-	-	-	(808.80)
As at 31 March 2022	11.66	271.99	283.65	7,667.22
As at 01 April 2022	11.66	271.99	283.65	7,667.22
Additions	-	0.41	0.41	1,996.76
Disposals	-	(0.59)	(0.59)	(129.37)
As at 31 March 2023	11.66	271.81	283.47	9,534.61
<b>Accumulated depreciation</b>				
As at 01 April 2021	5.64	203.40	209.04	927.88
Amortization / depreciation for the year	0.70	18.18	18.88	1,057.46
Disposals	-	-	-	(460.71)
As at 31 March 2022	6.34	221.58	227.92	1,524.63
As at 01 April 2022	6.34	221.58	227.92	1,524.63
Amortization / depreciation for the year	0.70	20.34	21.04	1,298.74
Disposals	-	(0.56)	(0.56)	(45.82)
As at 31 March 2023	7.04	241.36	248.40	2,777.55
<b>Net book value</b>				
As at 31 March 2022	5.32	50.41	55.73	6,142.59
As at 31 March 2023	4.62	30.45	35.07	6,757.06

\* Right to use assets includes office premises and yards.

# The Company has neither revalued nor impaired its Intangible assets and Right of use assets during the year ended 31 March 2023 and 31 March 2022.

(This space has been intentionally left blank)





5 Investments

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
<b>Quoted Investments</b>				
<b>A. Investment in non-convertible debentures at fair value through profit or loss</b>				
<b>Investment in enterprise having substantial interest*</b>				
Shriram Finance Limited (Formerly know as Shriram Transport Finance Company Limited) 1,56,557 units (31 March 2022: 1,67,597 units) having face value of ₹1,000.00 each	904.55	792.25	121.47	1,713.45
<b>B. Investment in mutual funds at fair value through profit and loss</b>				
<b>Investment in other</b>				
Axis Overnight Fund Direct Growth Nil units (31 March 2022: 26,187 units)	-	-	295.31	-
Kotak Liquid Direct Growth 36,920 units (31 March 2022: Nil units)	1,679.26	-	-	-
<b>Unquoted Investments</b>				
<b>Investment in subsidiaries</b>				
Adroit Inspection Services Private Limited 2,17,020 (31 March 2022: 2,17,020) Equity shares of ₹ 599.02 each fully paid up	-	1,320.79	-	1,324.14
CarTradeExchange Solutions Private Limited 45,000 (31 March 2022: 45,000) Equity shares of ₹ 10.00 each fully paid up	-	15.11	-	28.94
Augeo Asset Management Private Limited 11,07,300 (31 March 2022: 6,07,300) Equity shares of ₹ 24.70 each fully paid up	-	150.05	-	151.96
Less: Provision on value of investments **	-	(150.05)	-	(151.96)
<b>Investments carried at FVTPL (A)</b>	<b>2,583.81</b>	<b>792.25</b>	<b>416.78</b>	<b>1,713.45</b>
<b>Investments carried at amortised cost (B)</b>	<b>-</b>	<b>1,335.90</b>	<b>-</b>	<b>1,353.08</b>
<b>Total Quoted/ Unquoted Investments (A+B)</b>	<b>2,583.81</b>	<b>2,128.15</b>	<b>416.78</b>	<b>3,066.53</b>
Aggregate book value of quoted investments	2,583.81	792.25	416.78	1,713.45
Aggregate market value of quoted investments	2,583.81	792.25	416.78	1,713.45
Aggregate value of unquoted investments	-	1,335.90	-	1,353.08
Aggregate value of impairment in value of investments **	-	150.05	-	151.96

\* The Company has 1,56,557 units (31 March 2022: 1,67,597 units) of Non convertible Debentures of Shriram Finance Limited (Formerly know as Shriram Transport Finance Company Limited) having face value of ₹ 1,000.00 each; interest rate varies from 8.74% to 9.70% p.a.

\*\* During the year ended 31 March 2022, the management has carried out an assessment in respect of the recoverability of investment in subsidiaries. Accordingly, the management has made a provision for the carrying value of investment in respect of its subsidiary "Augeo Asset Management private limited" amounting to ₹ 151.96 lacs.

Note: Investment in Subsidiaries include deemed investments of ₹ 31.44 lacs (31 March 2022 ₹ 50.53 lacs) due to ESOP granted to employees of subsidiary companies.

**Category-wise Investments**

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
<b>Financial assets carried at amortised cost</b>				
Investment in subsidiaries	-	1,335.90	-	1,353.08
<b>Financial assets carried at FVTPL</b>				
Mutual funds	1,679.26	-	295.31	-
Non Convertible Debentures	904.55	792.25	121.47	1,713.45
<b>Total</b>	<b>2,583.81</b>	<b>2,128.15</b>	<b>416.78</b>	<b>3,066.53</b>

(This space has been intentionally left blank)





6 Trade receivables

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
Trade receivables	1,087.43	-	1,667.01	-
Receivables from related parties (refer note 29)	16.89	-	21.15	-
<b>Total trade receivables</b>	<b>1,104.32</b>	<b>-</b>	<b>1,688.16</b>	<b>-</b>
<b>Break-up:</b>				
Secured, considered good	-	-	-	-
Unsecured, considered good	1,104.32	-	1,688.16	-
Trade receivable which have significant increase in credit risk	267.82	-	278.40	-
Trade receivable credit impaired	-	-	-	-
	<b>1,372.14</b>	<b>-</b>	<b>1,966.56</b>	<b>-</b>
<b>Impairment Allowance (allowance for bad and doubtful debts)</b>				
Secured, considered good	-	-	-	-
Unsecured, considered good	-	-	-	-
Trade receivable which have significant increase in credit risk	(267.82)	-	(278.40)	-
Trade receivable credit impaired	-	-	-	-
	<b>(267.82)</b>	<b>-</b>	<b>(278.40)</b>	<b>-</b>
<b>Total</b>	<b>1,104.32</b>	<b>-</b>	<b>1,688.16</b>	<b>-</b>

Trade receivables ageing schedule  
31 March 2023

Particulars	Current but not due	Outstanding for following periods from due date of payment <sup>a</sup>					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed contract assets considered good	-	665.99	71.37	195.41	82.77	88.78	1,104.32
Undisputed contract assets - which have significant increase-in credit risk	-	-	43.62	65.03	74.54	84.63	267.82
Undisputed contract assets - credit Impaired	-	-	-	-	-	-	-
Disputed contract assets - credit Impaired	-	-	-	-	-	-	-
Disputed contract assets - which have significant increase-in credit risk	-	-	-	-	-	-	-
Disputed contract assets - credit Impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>665.99</b>	<b>114.99</b>	<b>260.44</b>	<b>157.31</b>	<b>173.41</b>	<b>1,372.14</b>

31 March 2022

Particulars	Current but not due	Outstanding for following periods from due date of payment <sup>a</sup>					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed contract assets considered good	-	1,248.59	193.40	138.10	102.00	6.07	1,688.16
Undisputed contract assets - which have significant increase-in credit risk	-	-	80.84	118.21	47.91	31.44	278.40
Undisputed contract assets - credit Impaired	-	-	-	-	-	-	-
Disputed contract assets - credit Impaired	-	-	-	-	-	-	-
Disputed contract assets - which have significant increase-in credit risk	-	-	-	-	-	-	-
Disputed contract assets - credit Impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>1,248.59</b>	<b>274.24</b>	<b>256.31</b>	<b>149.91</b>	<b>37.51</b>	<b>1,966.56</b>

<sup>a</sup> Due date has been considered from invoice date.

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member. For terms and conditions relating to related party receivables and trade receivables, refer note 17.

The movement in impairment allowance of trade receivables as follow:

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
Opening balance	278.40	-	259.94	-
Additions / (Reversals)	(10.58)	-	18.46	-
Write-off (net of recovery)	-	-	-	-
<b>Closing balance</b>	<b>267.82</b>	<b>-</b>	<b>278.40</b>	<b>-</b>

(This space has been intentionally left blank)



7 Cash and cash equivalents

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
Balances with banks:				
On current accounts*	1,025.35	-	705.02	-
Cash on hand	120.93	-	168.03	-
Cash in transit	74.36	-	117.29	-
<b>Total</b>	<b>1,220.64</b>	<b>-</b>	<b>990.34</b>	<b>-</b>

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
Balances with banks:				
On current accounts	1,025.35	-	705.02	-
Cash on hand	120.93	-	168.03	-
Cash in transit	74.36	-	117.29	-
Bank overdraft (refer note 14)	-	-	(33.19)	-
<b>Total</b>	<b>1,220.64</b>	<b>-</b>	<b>957.15</b>	<b>-</b>

\* Includes ₹ 43.11 laacs (31 March 2022 ₹ 67.40 laacs) towards corporate social responsibility unspent account. Refer note 36.

Short term deposits are made for varying periods between one day and three months depending on the immediate cash requirements of the company and earn interest at the respective short term deposit rates.

8 Loans

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
Loans to related parties (refer note 29)	445.18	-	3,314.28	-
<b>Total</b>	<b>445.18</b>	<b>-</b>	<b>3,314.28</b>	<b>-</b>

Break-up:

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
Secured, considered good	-	-	-	-
Unsecured, considered good	445.18	-	3,314.28	-
Recoverable which have significant increase in credit risk	-	-	-	-
Receivables - credit impaired	-	-	-	-
<b>Total</b>	<b>445.18</b>	<b>-</b>	<b>3,314.28</b>	<b>-</b>

Impairment Allowance

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
Secured, considered good	-	-	-	-
Unsecured, considered good	-	-	-	-
Recoverable which have significant increase in credit risk	-	-	-	-
Receivables - credit impaired	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Total

Secured

Unsecured

Details of loans & advances being given to promoters, directors, KMPs and related parties which are repayable on demand:

Type of Borrower	31 March 2023		31 March 2022	
	Amount of loan or advance in the nature of loan outstanding	% of total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding	% of total Loans and Advances in the nature of loans
Loan to Promoters	-	-	-	-
Loan to Directors	-	-	-	-
Loan to KMPs	-	-	-	-
Loan to Related parties (subsidiaries)	445.18	100%	569.28	17.18%
Loan to Related parties (enterprise having substantial interest)	-	-	2,745.00	82.82%

(This space has been intentionally left blank)



*(Handwritten signature)*



9 Other financial assets

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
<b>Security deposits</b>				
Secured, considered good	-	-	-	-
Unsecured, considered good	41.48	277.61	32.97	224.33
Recoverable which have significant increase in credit risk	-	-	-	-
Receivables - credit impaired	-	-	-	-
	41.48	277.61	32.97	224.33
Less: Impairment Allowance (allowance for bad and doubtful security deposits)	-	-	-	-
<b>Total (A)</b>	<b>41.48</b>	<b>277.61</b>	<b>32.97</b>	<b>224.33</b>
<b>Contract assets #</b>				
Secured, considered good	-	-	-	-
Unsecured, considered good*	1,521.89	-	1,189.62	-
Recoverable which have significant increase in credit risk	-	-	-	-
Receivables - credit impaired	-	-	-	-
	1,521.89	-	1,189.62	-
Less: Impairment Allowance (allowance for bad and doubtful contract assets)	-	-	-	-
<b>Total (B)</b>	<b>1,521.89</b>	<b>-</b>	<b>1,189.62</b>	<b>-</b>
<b>Loan to employees</b>				
Secured, considered good	-	-	-	-
Unsecured, considered good	22.57	5.28	10.21	4.95
Recoverable which have significant increase in credit risk	-	-	-	-
Receivables - credit impaired	-	-	-	-
	22.57	5.28	10.21	4.95
Less: Impairment Allowance (allowance for bad and doubtful loan to employees)	-	-	-	-
<b>Total (C)</b>	<b>22.57</b>	<b>5.28</b>	<b>10.21</b>	<b>4.95</b>
Interest receivable on non convertible debentures (refer note 29)	61.88	13.22	7.38	53.36
Interest receivable from related party (refer note 29)	22.86	-	9.69	-
Interest accrued on bank deposits	333.90	632.07	19.66	395.80
Deposits with original maturity of more than twelve months (refer note 29)	2,200.00	5,816.29	-	6,905.24
Deposits with original maturity of more than three months and less than 12 months**	8.54	-	502.89	-
<b>Total (D)</b>	<b>2,627.18</b>	<b>6,461.58</b>	<b>539.62</b>	<b>7,354.40</b>
<b>Total (A+B+C+D)</b>	<b>4,213.12</b>	<b>6,744.47</b>	<b>1,772.42</b>	<b>7,583.68</b>

\* Includes ₹ 8.24 laacs (31 March 2022 ₹ 14.36 laacs) from related party, refer note 29.

\*\* Deposits with original maturity of less than three months includes deposits of ₹ 0.42 laacs (31 March 2022 ₹ 0.71 laacs) pledged with VAT authorities.

(This space has been intentionally left blank)



GP





# Contract assets Ageing Schedule  
31 March 2023

Particulars	Current but not due	Outstanding for following periods				Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	
Undisputed contract assets considered good	-	1,521.89	-	-	-	1,521.89
Undisputed contract assets - which have significant increase-in credit risk	-	-	-	-	-	-
Undisputed contract assets - credit Impaired	-	-	-	-	-	-
Disputed contract assets - credit Impaired	-	-	-	-	-	-
Disputed contract assets - which have significant increase-in credit risk	-	-	-	-	-	-
Disputed contract assets - credit Impaired	-	-	-	-	-	-
<b>Total</b>	-	<b>1,521.89</b>	-	-	-	<b>1,521.89</b>

31 March 2022

Particulars	Current but not due	Outstanding for following periods				Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	
Undisputed contract assets considered good	-	1,189.62	-	-	-	1,189.62
Undisputed contract assets - which have significant increase-in credit risk	-	-	-	-	-	-
Undisputed contract assets - credit Impaired	-	-	-	-	-	-
Disputed contract assets - credit Impaired	-	-	-	-	-	-
Disputed contract assets - which have significant increase-in credit risk	-	-	-	-	-	-
Disputed contract assets - credit Impaired	-	-	-	-	-	-
<b>Total</b>	-	<b>1,189.62</b>	-	-	-	<b>1,189.62</b>

10 Other assets

	31 March 2023		31 March 2022	
	Current	Non-current	Current	Non-current
<b>Unsecured, considered good</b>				
Capital advances	-	4.34	-	5.42
Vendor advances	113.56	-	110.35	-
Employee advances	18.27	-	13.83	-
Prepaid expenses	134.32	108.92	87.14	104.35
Balance with statutory authorities	-	0.57	-	34.28
<b>Total</b>	<b>266.15</b>	<b>113.83</b>	<b>211.32</b>	<b>144.05</b>

(This space has been intentionally left blank)



*(Handwritten signature)*



11 Share capital

	As at	
	31 March 2023	31 March 2022
<b>Authorised</b>		
100,000,000 (31 March 2022: 100,000,000) equity shares of ₹ 10.00 each	10,000.00	10,000.00
<b>Issued, subscribed and fully paid equity capital</b>		
30,000,000 (31 March 2022: 30,000,000) equity shares of ₹ 10.00 each	3,000.00	3,000.00
	<u>3,000.00</u>	<u>3,000.00</u>

a. Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting year

Authorised share capital	No. of Shares	₹ in Laacs
As at 01 April 2021	10,00,00,000	10,000.00
Changes during the year	-	-
As at 31 March 2022	10,00,00,000	10,000.00
Changes during the year	-	-
As at 31 March 2023	10,00,00,000	10,000.00
<b>Issued equity capital</b>	<b>No. of Shares</b>	<b>₹ in Laacs</b>
Equity share of ₹ 10.00 each issued, subscribed and fully paid		
As at 01 April 2021	3,00,00,000	3,000.00
Changes during the year	-	-
As at 31 March 2022	3,00,00,000	3,000.00
Changes during the year	-	-
As at 31 March 2023	3,00,00,000	3,000.00

b. Terms/ rights attached to equity shares

The Company has only one class of equity shares having par value of ₹ 10.00 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Shares reserved for issue under options

For details of shares reserved for issue under the employee stock options (ESOPs) plan of the company, please refer note 30.

d. Shares held by holding company and their subsidiaries/ associates

Out of equity shares issued by the Company, shares held by its holding company and their subsidiaries are as follow:

	As at	
	31 March 2023	31 March 2022
CarTrade Tech Limited (Formerly known as MXC Solutions India Private Limited), Holding company	55.44%	55.44%
Shriram Finance Limited (Formerly known as Shriram Transport Finance Company Limited), Enterprise having substantial interest	44.56%	44.56%

e. Details of shareholders holding more than 5% shares in the Company

	As at 31 March 2023		As at 31 March 2022	
	No. of shares	% of holding	No. of shares	% of holding
CarTrade Tech Limited (Formerly known as MXC Solutions India Private Limited)	1,66,30,435	55.44%	1,66,30,435	55.44%
Shriram Finance Limited (Formerly known as Shriram Transport Finance Company Limited) and its nominees	1,33,69,565	44.56%	1,33,69,565	44.56%

As per records of the Company, including its register of shareholder/ member and other declarations received from shareholder regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

f. Details of shareholding of promoters

The Company is professionally managed and have no promoters.

(This space has been intentionally left blank)



*(Handwritten signature)*



12 Other equity

	As at	
	31 March 2023	31 March 2022
<b>Retained earnings</b>		
Balance as the beginning of reporting year	13,442.81	10,576.41
Add/Less: Profit/(Loss) for the year	1,158.52	2,864.80
Add/Less: Other comprehensive income/ (loss) for the year	(43.96)	1.60
<b>Amount available for appropriation</b>	<b>14,557.37</b>	<b>13,442.81</b>
Less: Appropriations		
Dividend on equity shares	(1,200.00)	-
Share based payments - buy back	(1,397.29)	-
<b>Balance as the end of reporting year</b>	<b>11,960.08</b>	<b>13,442.81</b>
<b>Shared based payment reserves</b>		
Balance as the beginning of reporting year	1,211.64	1,105.79
Add: Addition during the year (net of reversals)	(60.79)	105.85
Less: Share based payments - buy back	(151.63)	-
<b>Balance as the end of reporting year</b>	<b>999.22</b>	<b>1,211.64</b>

**Nature and purpose of reserves**

**Retained earnings**

Retained earnings represents company's accumulated undistributed earnings.

**Share based payment reserve**

The share options-based payment reserve is used to recognise the grant date fair value of options issued to employees under Employee stock option plan.

(This space has been intentionally left blank)



*(Handwritten signature)*





13 Trade payables

	As at 31 March 2023		As at 31 March 2022	
	Current	Non-current	Current	Non-current
Trade payables of micro enterprises and small enterprises	93.55	-	-	-
Trade payables other than micro enterprises and small enterprises	1,023.56	-	987.74	-
<b>Total</b>	<b>1,117.11</b>	<b>-</b>	<b>987.74</b>	<b>-</b>
Trade payables	1,017.81	-	828.50	-
Trade payables to related parties (refer note 29)	99.30	-	159.24	-
<b>Total</b>	<b>1,117.11</b>	<b>-</b>	<b>987.74</b>	<b>-</b>

Trade payables ageing schedule  
31 March 2023

Particulars	Not Due	Outstanding for following periods from due date of payment <sup>a</sup>				Total
		Less than 1 year	1-2 years	2-3 year	more than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	93.55	-	-	-	93.55
Total outstanding dues of creditors other than micro enterprises and small enterprises	548.34	403.60	67.99	1.15	2.48	1,023.56
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
<b>Total</b>	<b>548.34</b>	<b>497.15</b>	<b>67.99</b>	<b>1.15</b>	<b>2.48</b>	<b>1,117.11</b>

31 March 2022

Particulars	Not Due	Outstanding for following periods from due date of payment <sup>a</sup>				Total
		Less than 1 year	1-2 years	2-3 year	more than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	834.14	144.27	2.91	3.85	2.57	987.74
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
<b>Total</b>	<b>834.14</b>	<b>144.27</b>	<b>2.91</b>	<b>3.85</b>	<b>2.57</b>	<b>987.74</b>

Terms and conditions of the trade payables:

Trade payables are non-interest bearing and are normally settled on 30-day terms.

<sup>a</sup> Due date has been considered from invoice date.

The amount due to Micro, Small and Medium Enterprises as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" ("MSMED") has been determined to the extent such parties have been identified on the basis of information available with the company.

14 Other financial liabilities

	As at 31 March 2023		As at 31 March 2022	
	Current	Non-current	Current	Non-current
<b>Other financial liabilities at amortised cost</b>				
Employee related liabilities	796.68	-	811.38	-
Other-Buyer security deposits	5,308.24	-	4,665.93	-
Bank overdraft	-	-	33.19	-
<b>Total</b>	<b>6,104.92</b>	<b>-</b>	<b>5,510.50</b>	<b>-</b>

15 Net employee defined benefit obligations

	As at 31 March 2023		As at 31 March 2022	
	Current	Non-current	Current	Non-current
Provision for gratuity (refer note 27)	-	91.14	-	19.43
Provision for compensated absences	276.33	-	195.38	-
<b>Total</b>	<b>276.33</b>	<b>91.14</b>	<b>195.38</b>	<b>19.43</b>

16 Other liabilities

	As at 31 March 2023		As at 31 March 2022	
	Current	Non-current	Current	Non-current
Statutory dues payable	176.29	-	360.54	-
Deferred revenue	244.27	-	180.16	-
Capital creditors	3.41	-	1.17	-
<b>Total</b>	<b>423.97</b>	<b>-</b>	<b>541.87</b>	<b>-</b>

(This space has been intentionally left blank)



*(Handwritten signature)*



17 Revenue from contract with customers

	For the year ended	
	31 March 2023	31 March 2022
<b>Operating revenue</b>		
Facilitation fee	11,342.40	11,023.83
Parking charges	4,290.94	3,820.87
Valuation income	15.57	50.30
Registration charges	674.33	664.11
Other business income	86.65	95.76
<b>Total</b>	<b>16,409.89</b>	<b>15,654.87</b>
India	16,409.89	15,654.87
Outside India	-	-
<b>Total</b>	<b>16,409.89</b>	<b>15,654.87</b>
<b>Timing of revenue recognition</b>		
Services transferred at a point in time	-	-
Services transferred over time	16,409.89	15,654.87
<b>Total</b>	<b>16,409.89</b>	<b>15,654.87</b>

Performance Obligations: for the details pertaining to performance obligation refer note 26.

The company collects Goods and Service Tax (GST) on behalf of the Government and hence, GST is not included in Revenue from operations.

**Contract balances**

	As at	
	31 March 2023	31 March 2022
Trade receivables	1,104.32	1,688.16
Contract assets	1,521.89	1,189.62
Contract liabilities	5,552.51	4,846.09

Trade receivables are non-interest bearing and are generally on terms of 60-90 days. During 31 March 2023 ₹ 267.82 lacs (31 March 2022 ₹ 278.40) recognised as provision for expected credit losses on trade receivables.

**Contract assets consists of unbilled revenue:**

The company has rendered services and recognised the revenue of ₹ 1,521.89 lacs during 31 March 2023 (31 March 2022 ₹ 1,189.62 lacs) in the unbilled revenue. It expects similarly to recognise revenue in subsequent period.

**Contract liabilities consists of deferred revenue:**

The company has rendered services and recognised the revenue of ₹ 329.56 lacs in 31 March 2023 and ₹ 425.49 lacs in 31 March 2022 during the year from the contract liability balance at the beginning of the year. It expects similarly to recognise revenue in subsequent year from the closing balance of contract liability as at 31 March 2023.

	For the year ended	
	31 March 2023	31 March 2022
Revenue recognised that was included in the contract liability balance at the beginning of the year	329.56	425.49
Increases due to cash received, excluding amounts recognised as revenue during the year	244.27	180.16
Transfers from contract assets recognised at the beginning of the year to receivable	1,189.62	1,170.39

**Service Income**

Revenue from services are recognized over the contract period based on the output method i.e. pro-rata over the period of the contract as and when the Company satisfies performance obligation by transferring the promised services to its customers.

(This space has been intentionally left blank)



*[Handwritten signature]*



18 Other incomes

	For the year ended	
	31 March 2023	31 March 2022
<b>Interest income on</b>		
Deposits with bank/NBFC	646.44	434.49
Financial assets (ICD) carried at amortised cost	102.08	180.08
Income tax refund	30.80	-
Financial assets (Investment) carried at fair value through profit & loss	161.05	193.97
Loans to employees	3.51	1.41
<b>Total (A)</b>	<b>943.88</b>	<b>809.95</b>
<b>Net gain on investments carried at fair value through profit &amp; loss</b>		
Gain on fair value of investment in non-convertible debentures	3.34	7.86
Gain on fair value of investment in mutual funds	5.02	2.48
Gain on sale of investment in mutual funds	21.24	2.73
<b>Total (B)</b>	<b>29.60</b>	<b>13.07</b>
<b>Other income</b>		
Cross charge	47.62	33.58
Profit on sale of fixed assets (net)	0.03	0.02
Service business income	56.44	49.94
Gain on termination of leases	21.35	282.20
Employees stock option plan reversal (refer note 30)	160.11	-
Others	74.91	101.19
<b>Total (C)</b>	<b>360.46</b>	<b>466.93</b>
<b>Grand Total (A+B+C)</b>	<b>1,333.94</b>	<b>1,289.95</b>

19 Employee benefits expense

	For the year ended	
	31 March 2023	31 March 2022
Salaries, bonus and allowances	6,912.72	5,634.07
Contribution to provident and other funds (refer note 27)	311.58	267.94
Gratuity expense (refer note 27)	57.97	47.27
Employee stock option expenses (refer note 30)	112.49	80.47
Staff welfare expenses	239.07	170.06
<b>Total</b>	<b>7,633.83</b>	<b>6,199.81</b>

20 Depreciation and amortisation expense

	For the year ended	
	31 March 2023	31 March 2022
Depreciation on property, plant and equipment (refer note 3)	255.22	199.14
Amortisation on intangible assets (refer note 4)	21.04	18.88
Depreciation on right to use (refer note 28)	1,298.74	1,057.46
<b>Total</b>	<b>1,575.00</b>	<b>1,275.48</b>

21 Finance cost

	For the year ended	
	31 March 2023	31 March 2022
Interest expense		
On lease liability (refer note 28)	690.98	566.67
<b>Total</b>	<b>690.98</b>	<b>566.67</b>

(This space has been intentionally left blank)





22 Other expenses

	For the year ended	
	31 March 2023	31 March 2022
Auction expense	545.28	457.64
Bank charges	91.64	61.65
Business promotion	292.26	123.08
Communication	99.26	84.23
Provision on value of investments (refer note 5)	(1.91)	151.96
Corporate social responsibility expenses (refer note 36)	70.12	67.14
Director's sitting fees	11.05	11.95
Electricity	156.11	120.93
Allowances for expected credit loss / doubtful debts	(10.58)	18.46
Inspection and valuation charges	87.97	50.57
Insurance	60.87	68.44
Legal and professional	1,267.21	1,094.71
Fair value loss on financial instruments at fair value through profit or loss	28.41	-
Payment to auditors (refer details below)	33.65	23.46
Rates and taxes	75.15	35.39
Rent	580.46	476.53
Repairs and maintenance		
Plant and machinery	55.94	26.21
Building	-	-
Others	102.03	55.98
Royalty	77.06	169.45
Security charges	1,916.55	1,612.65
Travelling and conveyance	288.79	170.42
Miscellaneous expenses	309.86	234.63
<b>Total</b>	<b>6,137.18</b>	<b>5,115.48</b>

Payment to auditors:

	For the year ended	
	31 March 2023	31 March 2022
<b>As Auditors:</b>		
Audit fee	19.00	10.50
Tax audit fee	1.00	2.00
Limited review	11.50	10.50
<b>In other capacity</b>		
Others	-	-
Reimbursement of expenses	2.15	0.46
	<b>33.65</b>	<b>23.46</b>

(This space has been intentionally left blank)



23 Income tax

The major components of income tax expense for the year ended:

Profit or loss

	For the year ended	
	31 March 2023	31 March 2022
<b>Current income tax:</b>		
Current income tax charge	514.01	998.17
Adjustments in respect of current income tax of previous year	92.61	(99.02)
<b>Deferred tax:</b>		
Relating to origination and reversal of temporary differences	(58.30)	23.43
<b>Income tax expense reported in the statement of profit or loss</b>	<b>548.32</b>	<b>922.58</b>

Other Comprehensive Income

Income tax related to items recognised in OCI during the year:

	For the year ended	
	31 March 2023	31 March 2022
Income tax effect	14.78	(0.54)
<b>Total</b>	<b>14.78</b>	<b>(0.54)</b>

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for the year:

	For the year ended	
	31 March 2023	31 March 2022
<b>Accounting profit before tax</b>	<b>1,706.84</b>	<b>3,787.38</b>
At India's statutory income tax rate of 31 March 2023: 25.168% (31 March 2022: 25.168%)	429.58	953.21
Non deductible expenses (Income)	26.13	68.39
Tax expense relating to earlier years	92.61	(99.02)
<b>Income tax expense reported in the statement of profit and loss</b>	<b>548.32</b>	<b>922.58</b>

24 Deferred taxes

	As at	
	31 March 2023	31 March 2022
<b>Items leading to creation of deferred tax assets</b>		
<b>tax assets</b>		
Provision for doubtful debts and advances	67.41	70.07
Disallowances on provision for expenses	42.19	76.08
Employee benefits	92.49	54.07
Lease assets as per Ind AS 116	223.13	145.83
Property, plant and equipment	12.81	19.88
Disallowances u/s 43B	170.74	186.19
<b>Total deferred tax assets</b>	<b>608.77</b>	<b>552.12</b>
<b>Items leading to creation of deferred tax liabilities</b>		
Fair valuation of financial instruments	25.83	27.47
<b>Total deferred tax liabilities</b>	<b>25.83</b>	<b>27.47</b>
<b>Net deferred tax assets</b>	<b>582.94</b>	<b>524.64</b>

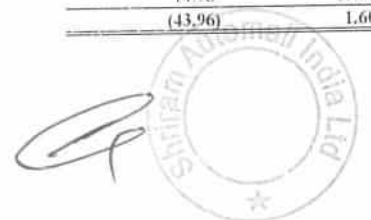
- The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority. In addition, the Company has an intention to settle on a net basis, to realise the deferred tax assets and settle the deferred tax liabilities simultaneously.
- In assessing the realizability of deferred tax assets, management considers whether it is probable, that some portion, or all, of the deferred tax assets will be realised. The ultimate realisation of deferred tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible. Management considers the projected future taxable income and tax planning strategies in making this assessment. Based on the level of historical taxable income and projections for future taxable incomes over the periods in which the deferred tax assets are deductible, management believes that it is probable that the Company will be able to realise the benefits of those deductible differences in future.

25 Components of Other Comprehensive Income (OCI)

The disaggregation of changes in other comprehensive income by each type of equity is shown below:

Retained earnings

	For the year ended	
	31 March 2023	31 March 2022
Actuarial gains / (losses) on change in actuarial assumptions	(66.45)	8.03
Return on plan assets	7.71	(5.80)
<b>Remeasurement of net defined benefit plans</b>	<b>(58.74)</b>	<b>2.14</b>
Income tax charged to other comprehensive income	14.78	(0.54)
<b>Total</b>	<b>(43.96)</b>	<b>1.60</b>



**26 Earnings per share**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Company, by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Company, by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all dilutive potential equity shares into equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

	For the year ended	
	31 March 2023	31 March 2022
<b>Profit / (loss) attributable to equity shareholders of the Company</b>	<b>1,158.52</b>	<b>2,864.80</b>
Weighted average number of equity shares used for computing Earning per Share (Basic)	3,00,00,000	3,00,00,000
Weighted average number of equity shares used for computing Earning per Share (Diluted)	3,18,35,776	3,20,03,873
<b>Basic EPS (Nominal value: INR 10 per share)</b>	<b>3.86</b>	<b>9.55</b>
<b>Diluted EPS (Nominal value: INR 10 per share)</b>	<b>3.64</b>	<b>8.95</b>
<b>Reconciliation of shares considered for basic EPS and diluted EPS:</b>		
Weighted average number of Equity Shares for Basic EPS	3,00,00,000	3,00,00,000
Effect of Dilution:		
Share options	18,35,776	20,03,873
<b>Weighted average number of equity shares adjusted for the effect of dilution</b>	<b>3,18,35,776</b>	<b>3,20,03,873</b>

- Earnings per share (EPS) calculation is in accordance with Ind-AS 33 - Earning Per Share
- Weighted average number of shares is the number of equity shares outstanding at the beginning of the year adjusted by the number of equity shares issued during year, multiplied by the time weighting factor. The time weighting factor is the number of days for which the specific shares are outstanding as a proportion of total number of days during the year.
- The management has opted to make a disclosure of Anti-dilutive Earnings per share (EPS).

(This space has been intentionally left blank)



*[Handwritten signature]*





27 Gratuity and other post-employment benefits plan

(a) Defined contribution plan

The Company makes contributions to Defined Contribution Plans for qualifying employees. Provident Fund, labour welfare fund Benefits are unfunded in nature and Leave Encashment is unfunded in nature. Under the Provident Fund, Leave Encashment Schemes and labour welfare fund, employees are entitled to receive lump sum benefits. The Company also contributes to Employees' State insurance.

The provident fund and the state defined contribution plan are operated by the Regional Provident Fund Commissioner. Under the schemes, the Company is required to contribute a specified percentage of payroll cost to the retirement benefit / schemes to fund the benefits.

The Company has recognised the following amounts as expense in the financial statements for the year:

	For the year ended	
	31 March 2023	31 March 2022
Contribution to Provident Fund	297.45	250.84
Contribution to Employees State Insurance	13.63	16.75
Labour Welfare Fund	0.50	0.35
<b>Total</b>	<b>311.58</b>	<b>267.94</b>

(b) Defined benefits plan

The Company has a defined benefit gratuity plan. The Company's defined benefit gratuity plan is a final salary plan for India employees, which requires contributions to be made to a separately administered fund. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. The fund has the form of a trust and it is governed by the Board of Trustees, which consists of an equal number of employer and employee representatives. The Board of Trustees is responsible for the administration of the plan assets and for the definition of the investment strategy.

Statement of profit & loss account

Net employee benefit expense recognised in employee cost:

	For the year ended	
	31 March 2023	31 March 2022
Current service cost	56.64	47.21
Interest cost on defined obligation	24.00	19.42
Expected return on plan assets	(22.67)	(19.36)
	<b>57.97</b>	<b>47.27</b>

Amount recognised in Other Comprehensive Income:

	For the year ended	
	31 March 2023	31 March 2022
Actuarial gains/ (losses) on change in financial assumptions	12.99	21.46
Actuarial gains/ (losses) on experience variance	(78.21)	(13.57)
Actuarial gains/ (losses) on arising from Demographic Assumption	(1.23)	0.14
<b>Actuarial gains/ (losses) on change in assumptions</b>	<b>(66.45)</b>	<b>8.03</b>
Return on plan assets	7.71	(5.89)
	<b>(58.74)</b>	<b>2.14</b>

Balance sheet

Changes in the present value of the defined benefit obligation are as follows:

	As at	
	31 March 2023	31 March 2022
Opening defined benefit obligation	350.88	314.78
Current service cost	56.64	47.21
Interest Cost / (Income) on the Defined Benefit Liability / (Asset)	24.00	19.42
Benefits paid from plan assets	(48.79)	(20.83)
Acquisition adjustment out	-	(1.67)
Actuarial (gains) / losses on change in assumptions	66.45	(8.03)
<b>Closing defined benefit obligation (A)</b>	<b>449.18</b>	<b>350.88</b>

Changes in the fair value of plan assets are as follows:

	As at	
	31 March 2023	31 March 2022
Opening fair value of plan assets	331.45	313.81
Expected return	22.67	19.36
Benefits paid	(48.79)	(20.83)
Actuarial gain/(loss)	7.71	(5.89)
Employer contribution	45.00	25.00
<b>Closing fair value of plan assets (B)</b>	<b>358.04</b>	<b>331.45</b>
<b>Net Defined benefit obligation (A-B)</b>	<b>91.14</b>	<b>19.43</b>
Current Portion	-	-
Non - Current Portion	91.14	19.43



**The Expected contribution to the defined benefit plan in future years:**

	As at	
	31 March 2023	31 March 2022
Within the next 12 months (next annual reporting period)	40.66	25.45
Between 2 and 5 years	169.47	130.46
Between 5 and 10 years	170.12	155.73
Beyond 10 years	260.10	195.81
	<b>640.35</b>	<b>507.45</b>

**The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:**

	As at	
	31 March 2023	31 March 2022
Investments with insurer	100%	100%

**The economic and demographic assumptions used in determining gratuity obligations for the Company's plans are shown below:**

	As at	
	31 March 2023	31 March 2022
Discount rate	7.22%	6.84%
Expected rate of return on assets	7.22%	6.84%
Expected rate of salary increase	5.00%	5.00%
Retirement Age (in years)	58	58
Employee turnover -		
- For Service upto 5 years	20.00%	15.00%
- For Service more than 5 years	7.00%	6.00%
Weighted average duration (in years)	6.41	7.65
Mortality Rate	100% of IALM 2012-14	100% of IALM 2012-14

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

The impact of sensitivity analysis due to changes in the significant actuarial assumptions on the defined benefit obligations is given in below table.

	Change in assumptions	As at	
		31 March 2023	31 March 2022
Discount rate	+1% change	(30.21)	(13.58)
	-1% change	32.08	14.51
Expected rate of salary increase	+1% change	32.15	14.41
	-1% change	(30.51)	(13.60)
Expected rate of employee turnover	+1% change	(1.55)	(1.20)
	-1% change	1.62	1.28

The sensitivity analyses above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

(This space has been intentionally left blank)



*(Handwritten signature)*



28 Leases

The Company has adopted Ind AS 116 "Leases" from 01 April 2019, which resulted in changes in accounting policies in the financial statements.

The weighted average incremental borrowing rate applied to lease liabilities is 9.40% with maturity between 2021-2026. Following are the changes in the carrying value of right of use assets for the year ended 31 March 2023 and year ended 31 March 2022:

	As at	
	31 March 2023	31 March 2022
Opening balance	6,142.59	4,317.90
Additions (refer note 4)	1,996.76	3,230.24
Deletions (refer note 4)	(83.55)	(348.09)
Depreciation expense (refer note 20)	(1,298.74)	(1,057.46)
Closing balance	6,757.06	6,142.59

Set out below are the carrying amounts of lease liabilities (included under interest-bearing loans and borrowings) and the movements during the year:

	As at	
	31 March 2023	31 March 2022
Opening balance	6,722.02	4,969.93
Additions	1,996.76	3,230.24
Deletions	(104.90)	(630.29)
Accretion of interest (refer note 21)	690.98	566.67
Payments	(1,661.25)	(1,414.53)
Closing balance	7,643.61	6,722.02
Current	1,133.15	857.34
Non-current	6,510.46	5,864.68

The following are the amounts recognised in Profit or Loss:

	For the year ended	
	31 March 2023	31 March 2022
Depreciation expense of right-of-use assets (refer note 20)	1,298.74	1,057.46
Interest expense on lease liabilities (refer note 21)	690.98	566.67
Expense relating to Long-term leases (included in other expenses)	(1,661.25)	(1,414.53)
(Gain) / loss on termination of lease (refer note 18)	(21.35)	(282.20)
Total amount recognised in Profit or Loss	307.12	(72.60)

The Company has several lease contracts that include extension and termination options. These options are negotiated by management to provide flexibility in managing the leased-asset portfolio and align with the Company business needs. Management exercises significant judgement in determining whether these extension and termination options are reasonably certain to be exercised. Set out below are the undiscounted potential future rental payments relating to periods following the exercise date of extension and termination options that are not included in the lease term:

	For the year ended	
	31 March 2023	31 March 2022
Extension options expected not to be exercised		
Within five years	7,342.97	6,287.58
More than five years	3,191.80	3,131.30
Termination options expected to be exercised		
Within five years	-	-
More than five years	-	-
Total	10,534.77	9,418.88

The company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due. Rental expense recorded for short-term leases 31 March 2023 ₹ 2.06 laacs (31 March 2022 ₹ Nil). The aggregate depreciation on ROU assets has been included under depreciation and amortisation expense in the Standalone Statement of Profit and Loss.

The Company has applied practical expedient in Indian Accounting Standard (Ind AS 116) notified vide Companies (Indian Accounting Standards) Amendment Rules, 2020 by Ministry on 24 July 2020 to all rent concessions received as a direct consequence of COVID-19 pandemic. Accordingly, the Company has recognized an amount of ₹ Nil (31 March 2022 ₹ 17.03 laacs) for the year ended 31 March 2023 in Income Statement.

Statement of cash flows

	For the year ended	
	31 March 2023	31 March 2022
Impact on profit and loss	(307.12)	72.60
Depreciation on right-of-use assets	1,298.74	1,057.46
Interest Cost	690.98	566.67
Gain / (loss) on termination of lease	(21.35)	(282.20)
Cash generated from/(used in) operations (A)	1,661.25	1,414.53
Payment towards Lease liabilities	(970.27)	(847.86)
Interest on lease liabilities	(690.98)	(566.67)
Net cash flows from financing activities (B)	(1,661.25)	(1,414.53)
Net increase in cash and cash equivalents during the year (A+B)		

There is no material impact on other comprehensive income or the basic and diluted





29 Related party disclosure

A. Names of related parties and related party relationship

Related parties where control exists

Holding company	CarTrade Tech Limited (Formerly known as MXC Solutions India Private Limited)
Subsidiary company	Adroit Inspection Services Private Limited CarTradeExchange Solutions Private Limited Augeo Asset Management Private Limited (w.e.f. 08 Jan 2020)
Enterprise having substantial interest	Shriram Finance Limited (Formerly known as Shriram Transport Finance Company Limited)
Key Management Personnel (KMP) & Directors	Mr. Sameer Malhotra, Whole Time Director Mr. Umesh Govind Revankar, Director Mr. Vinay Vinod Sanghi, Director Mrs. Kishori Jayendra Udeshti, Independent Director Mr. Lakshminarayanan Subramanian, Independent Director Mrs. Aneesha Menon, Director Mr. Akshay Shankar, Director Mr. Vikram Amamath Alva, Director Mr. Satish Kumar Garg, Chief Financial Officer Mr. Nitin Lokhande, Company Secretary (till 31 January 2022) Ms. Reema Desai, Company Secretary (From 01 February 2022)

B. Related parties with whom transactions have taken place during the quarter

Holding company	CarTrade Tech Limited (Formerly known as MXC Solutions India Private Limited)
Subsidiary Company	Adroit Inspection Services Private Limited CarTradeExchange Solutions Private Limited Augeo Asset Management Private Limited
Enterprise having substantial interest	Shriram Finance Limited (Formerly known as Shriram Transport Finance Company Limited)
Key Managerial Personnel (KMP)	Mr. Sameer Malhotra, Whole Time Director Mr. Satish Kumar Garg, Chief Financial Officer Mr. Nitin Lokhande, Company Secretary (till 31 January 2022) Ms. Reema Desai, Company Secretary (From 01 February 2022)

(This space has been intentionally left blank)



*GP*



C. Related party Transactions for the year ended

	Cartrade Tech Limited (Formerly known as MNC Solutions India Private Limited)		Shriram Finance Limited (Formerly known as Shriram Transport Finance Company Limited)		Adroit Inspection Services Private Limited		CarTradeExchange Solutions Private Limited		Augeo Asset Management Private Limited		Key Managerial Personnel	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022
<b>Income</b>												
Revenue from contracts with customers	24.00	-	2,524.38	2,235.95	0.96	0.96	0.60	0.60	0.43	-	-	-
<b>Other income</b>												
Cross charge income	1.63	-	40.20	33.58	-	-	-	-	-	-	-	-
Service business income	-	-	-	-	49.94	56.44	-	-	-	-	-	-
Interest on loan	-	-	55.20	127.94	27.15	22.75	0.53	3.78	23.66	19.76	-	-
Interest on sub-debt & NCD	-	-	161.10	193.97	-	-	-	-	-	-	-	-
Interest on fixed deposit	-	-	645.85	434.48	-	-	-	-	-	-	-	-
<b>Expenses</b>												
Managerial Remuneration*	-	-	-	-	-	-	-	-	-	-	1,165.15	265.68
Other expenses	57.39	51.07	446.48	518.25	275.31	355.82	-	-	69.07	48.71	-	-
<b>Other Transactions</b>												
<b>Loan given</b>												
Loan / ICD given	-	-	3,182.54	9,775.00	761.72	399.49	223.75	403.74	0.20	167.27	-	-
Loan / ICD repaid	-	-	5,927.54	11,960.00	855.00	473.57	223.75	403.74	50.22	-	-	-
Investment in Fixed deposits	-	-	1,116.29	5,400.00	-	-	-	-	-	-	-	-
Fixed deposit matured	-	-	500.00	-	-	-	-	-	-	-	-	-
Investment in Subsidiary	-	-	-	-	-	-	-	-	0.05	-	-	-
Dividend paid	665.22	-	534.78	-	-	-	-	-	-	-	-	-

\*Note 1: Total employee stock compensation expense for the year ended 31 March 2023 and 31 March 2022, includes a charge of ₹ (127.47) lacs (net of reversals) and ₹ 67.41 lacs respectively also, payment towards Employee Stock Option buy back during the year ended 31 March 2023 and 31 March 2022 of ₹ 1,068.69 lacs and ₹ Nil respectively.

\*Note 2: Does not include post-employment benefit based on actuarial valuation as this is done for the Company as a whole.

D. Balance as at end of the period

	CarTrade Tech Limited (Formerly known as MNC Solutions India Private Limited)		Shriram Finance Limited (Formerly known as Shriram Transport Finance Company Limited)		Adroit Inspection Services Private Limited		CarTradeExchange Solutions Private Limited		Augeo Asset Management Private Limited		Key Managerial Personnel	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022
<b>Receivable</b>												
Loan to related party	-	-	-	2,745.00	292.01	217.93	-	-	227.25	277.27	-	-
Investment in NCD**	-	-	1,696.80	1,834.92	-	-	-	-	-	-	-	-
Investment in fixed deposit	-	-	8,016.29	7,400.00	-	-	-	-	-	-	-	-
Interest Receivable	-	-	75.10	60.74	2.34	1.22	0.35	-	21.29	7.35	-	-
Interest receivable on fixed deposit	-	-	965.76	414.74	-	-	-	-	-	-	-	-
Trade receivable	1.77	-	15.06	15.50	5.65	-	-	-	0.06	-	-	-
Other receivable	-	-	-	-	-	-	-	-	-	-	-	-
Contract assets	0.13	-	-	-	14.36	8.11	-	-	-	-	-	-
<b>Payable</b>												
Trade payables	14.04	19.15	-	-	111.30	16.66	-	-	68.60	28.79	-	-
Other payable	-	-	-	-	-	-	-	-	-	1.77	-	-

\*\* fair value

(This space has been unentionally left blank)



30 Employee stock option plans

The Company provides share-based payment schemes to its employees. During the year ended 31 March 2023 an employee stock option plan (ESOP) was in existence. The relevant details of the scheme and the grant are as below.

On 27 April 2018, the extra general meeting of shareholders & NRC (Nomination and Remuneration committee) granted option aggregating to 6,75,000 options at an exercise price of ₹ 50.00 per share to the employees of the Company (other than CEO and Whole-time Director) and the employee of the subsidiary companies under SAMIL ESOP Plan-I. Also, On 16 August 2020, the board of directors approved 7,82,609 options & 5,21,740 options at exercise price of ₹ 10.00 per share under SAMIL ESOP Plan-II & SAMIL ESOP Plan-III respectively. On 02 June 2021 board of directors approved 65,000 grants to the employees of the Company and its subsidiary under SAMIL ESOP Plan-I. The options are subject to satisfaction of the prescribed vesting conditions, viz., continuing employment with the Company. The other relevant terms of the grant are as below:

	ESOP PLAN-I	ESOP PLAN-IA	ESOP PLAN-IB	ESOP PLAN-IC	ESOP PLAN-II	ESOP PLAN-III
Date of Grant	27-Apr-18	02-Jun-21	02-Jun-21	23-Jan-22	16-Aug-18	16-Aug-18
Date of Board/Committee Approval	20-Apr-18	02-Jun-21	02-Jun-21	23-Jan-22	14-Aug-18	14-Aug-18
Date of Shareholder's approval	16-Aug-18	16-Aug-18	16-Aug-18	16-Aug-18	16-Aug-18	16-Aug-18
No of Options under the Scheme	9,78,261	9,78,261	9,78,261	9,78,261	7,82,609	8,47,826
Number of option granted	6,75,000	30,000	35,000	10,000	7,82,609	521,740*
Method of settlement (Cash/Equity)	Equity	Equity	Equity	Equity	Equity	Equity
Vesting Period	26-April-20 - 25% 26-April-21 - 25% 26-April-22 - 25% 26-April-23 - 25%	02-June-22 - 25% 02-June-23 - 25% 02-June-24 - 25% 02-June-25 - 25%	02-June-23 - 25% 02-June-24 - 25% 02-June-25 - 25% 02-June-26 - 25%	23-Jan-24 - 25% 23-Jan-25 - 25% 23-Jan-26 - 25% 23-Jan-27 - 25%	16-Aug-19	16-August-19 - 25% 31-March-20 - 25% 31-March-21 - 25% 31-March-22 - 25%
Exercise Price per share	50.00	50.00	50.00	50.00	10.00	10.00
Fair value on grant date as per valuation report	26-April-20 - ₹ 37.79 26-April-21 - ₹ 40.54 26-April-22 - ₹ 43.21 26-April-23 - ₹ 45.66	02-June-22 - ₹ 600.00 02-June-23 - ₹ 600.00 02-June-24 - ₹ 600.00 02-June-25 - ₹ 600.00	02-June-23 - ₹ 600.00 02-June-24 - ₹ 600.00 02-June-25 - ₹ 600.00 02-June-26 - ₹ 600.00	23-Jan-24 - ₹ 600.00 23-Jan-25 - ₹ 600.00 23-Jan-26 - ₹ 600.00 23-Jan-27 - ₹ 600.00	63.95	16-August-19 - ₹ 63.95 31-March-20 - ₹ 64.34 31-March-21 - ₹ 64.89 31-March-22 - ₹ 65.43
Option given to	Employees of the Company (Other than CEO and Whole-time Director) of the Company			CEO and Whole time Director of the Company	CEO and Whole time Director of the Company	

\*Under SAMIL ESOP Plan-III, the Company granted 3,26,087 performance based stock options to its CEO under its stock options Plan. During the year ended 31 March 2023, the company has reviewed its future business projections for revenue, EBITDA and profit for the next 05 years. Based on future projections, the management has concluded that the vesting of performance-based grants which was likely to be vested on 31 March 2024, will not be probable on or before 31 March 2024 and accordingly has reversed the entire cost of ₹ 160.11 lacs to other income, which was charged to the Income Statement in the earlier periods.

The details of activities of SAMIL ESOP Plan-I

	31 March 2023		31 March 2022	
	No. of options	WAEP* (in ₹)	No. of options	WAEP* (in ₹)
Outstanding at the beginning of the year	6,05,500	50.00	5,89,000	50.00
Granted during the year	-	50.00	75,000	50.00
Forfeited / bought back during the year*	1,39,791	50.00	58,500	50.00
Exercised during the year	-	-	-	-
Effect of share split	-	-	-	-
Effect of bonus issue	-	-	-	-
Outstanding at the end of the year	4,65,709	50.00	6,05,500	50.00
Exercisable at the end of the year	3,09,959	50.00	3,12,875	50.00
Weighted average share price at the date of exercise	-	-	-	-
Weighted average remaining contractual life for the options outstanding	0.32 year		1.34 years	

\*weighted average exercise price

96,541 options bought back during the financial year ended 31 March 2023; refer note 42.

The details of activities of SAMIL ESOP Plan-II

	31 March 2023		31 March 2022	
	No. of options	WAEP* (in ₹)	No. of options	WAEP* (in ₹)
Outstanding at the beginning of the year	7,82,609	10.00	7,82,609	10.00
Granted during the year	-	-	-	-
Forfeited / bought back during the year*	45,180	-	-	-
Exercised during the year	-	-	-	-
Effect of share split	-	-	-	-
Effect of bonus issue	-	-	-	-
Outstanding at the end of the year	7,37,429	10.00	7,82,609	10.00
Exercisable at the end of the year	7,37,429	10.00	7,82,609	10.00
Weighted average share price at the date of exercise	-	-	-	-
Weighted average remaining contractual life for the options outstanding	-	-	-	-

\*weighted average exercise price

45,180 options bought back during the financial year ended 31 March 2023; refer note 42.

(The number has been intentionally left blank)





The details of activities of SAMIL ESOP Plan-III

	31 March 2023		31 March 2022	
	No. of options	WAEP* (in ₹)	No. of options	WAEP* (in ₹)
Outstanding at the beginning of the year	5,21,740	10.00	5,21,740	10.00
Granted during the year	-	-	-	-
Forfeited / bought back during the year <sup>a</sup>	1,30,435	-	-	-
Exercised during the year	-	-	-	-
Effect of share split	-	-	-	-
Effect of bonus issue	-	-	-	-
Outstanding at the end of the year	3,91,305	10.00	5,21,740	10.00
Exercisable at the end of the year	3,91,305	10.00	3,91,305	10.00
Weighted average share price at the date of exercise	-	-	-	-
Weighted average remaining contractual life for the options outstanding	-	-	-	1 year

<sup>a</sup>Weighted average exercise price

1,30,435 options bought back during the financial year ended 31 March 2023, refer note 42.

The Black Scholes valuation model has been used for computing the weighted average fair value considering the following inputs:

	SAMIL Plan -I			
	Vesting I 26 April 2020	Vesting II 26 April 2021	Vesting III 26 April 2022	Vesting IV 26 April 2023
Dividend yield (%)	0.00%	0.00%	0.00%	0.00%
Expected volatility	27.20%	26.80%	27.70%	28.70%
Risk-free interest rate	7.76%	7.84%	7.86%	7.86%
Weighted average fair market price (₹)	71.56	71.56	71.56	71.56
Exercise price (₹)	50.00	50.00	50.00	50.00
Expected life of options granted in years	4.50	5.50	6.50	7.50
Weighted average fair value of option at the time of grant (₹)	37.79	40.54	43.21	45.66

	SAMIL Plan -IA			
	Vesting I 02-Jun-22	Vesting II 02-Jun-23	Vesting III 02-Jun-24	Vesting IV 02-Jun-25
Dividend yield (%)	0.00%	0.00%	0.00%	0.00%
Expected volatility	51.10%	49.10%	48.60%	48.00%
Risk-free interest rate	5.20%	5.50%	5.80%	6.10%
Weighted average fair market price (₹)	195.00	195.00	195.00	195.00
Exercise price (₹)	50.00	50.00	50.00	50.00
Expected life of options granted in years	3.50	4.50	5.50	6.50
Weighted average fair value of option at the time of grant (₹)	155.10	158.23	161.40	164.27

	SAMIL Plan -IB			
	Vesting II 02-Jun-23	Vesting III 02-Jun-24	Vesting IV 02-Jun-25	Vesting IV 02-Jun-26
Dividend yield (%)	0.00%	0.00%	0.00%	0.00%
Expected volatility	49.10%	48.60%	48.00%	48.00%
Risk-free interest rate	5.50%	5.80%	6.10%	6.30%
Weighted average fair market price (₹)	195.00	195.00	195.00	195.00
Exercise price (₹)	50.00	50.00	50.00	50.00
Expected life of options granted in years	4.50	5.50	6.50	7.50
Weighted average fair value of option at the time of grant (₹)	158.23	161.40	164.27	167.05

	SAMIL Plan -IC			
	Vesting II 23-Jan-24	Vesting III 23-Jan-25	Vesting IV 23-Jan-26	Vesting IV 23-Jan-27
Dividend yield (%)	0.00%	0.00%	0.00%	0.00%
Expected volatility	48.71%	47.22%	47.22%	46.65%
Risk-free interest rate	5.86%	6.16%	6.41%	6.62%
Weighted average fair market price (₹)	238.15	238.15	238.15	238.15
Exercise price (₹)	50.00	50.00	50.00	50.00
Expected life of options granted in years	4.50	5.50	6.50	7.50
Weighted average fair value of option at the time of grant (₹)	201.13	204.13	207.16	209.84

	SAMIL Plan-II
	Vesting I 16 August 2019
Dividend yield (%)	0.00%
Expected volatility	29.00%
Risk-free interest rate	7.80%
Weighted average fair market price (₹)	71.56
Exercise price (₹)	10.00
Expected life of options granted in years	3.50
Weighted average fair value of option at the time of grant (₹)	63.95

	SAMIL Plan-III			
	Vesting I 16 August 2019	Vesting II 31 March 2020	Vesting III 31 March 2021	Vesting IV 31 March 2022
Dividend yield (%)	0.00%	0.00%	0.00%	0.00%
Expected volatility	28.10%	27.20%	26.50%	26.60%
Risk-free interest rate	7.80%	7.90%	7.92%	8.01%
Weighted average fair market price (₹)	71.56	71.56	71.56	71.56
Exercise price (₹)	10.00	10.00	10.00	10.00
Expected life of options granted in years	3.50	4.12	5.12	6.12
Weighted average fair value of option at the time of grant (₹)	63.95	64.34	64.89	65.43



31 Ratio analysis

Particular	Numerator	Denominator	For the year ended 31 March 2023	For the year ended 31 March 2022	% Change from March 31, 2021 to March 31, 2022)
Current Ratio	Current Assets	Current Liabilities	1.09	1.04	-4.70%
Debt equity ratio <sup>*1</sup>	Total Debt (Borrowings and lease liabilities)	Shareholder's Equity	0.48	0.38	25.79%
Debt service coverage ratio <sup>*2</sup>	Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets	Interest & Lease Payments + Principal Repayments	2.12	3.50	-39.47%
Return on equity ratio <sup>*2</sup>	Net Profits after taxes	Average Shareholder's Equity	0.07	0.18	-61.10%
Inventory turnover ratio	Revenue from operation	Average Inventory	NA	NA	NA
Trade receivable ratio	Revenue from operation	Average Accounts Receivable	11.75	9.52	23.49%
Trade payable Turnover ratio	Other expenses	Average Trade Payables	5.83	4.86	20.03%
Net capital turnover ratio <sup>*3</sup>	Revenue from operation	Working Capital	21.10	52.10	-59.50%
Net Profit Ratio <sup>*2</sup>	Net Profit after taxes	Revenue from operation	0.07	0.18	-61.42%
Return on capital employed <sup>*2</sup>	Earning before interest and taxes	Tangible Net Worth + Total Debt + Deferred Tax Liability	0.19	0.36	-49.13%
Return on investments	Interest Income on fixed deposits and debentures + Profit on sale of investments + Profit on fair valuation of investments carried at FVTPL	Current Investments + Non Current Investments + Other bank balances + Deposits with original maturity of more than 12 months	0.07	0.08	-1.99%

**Reason of variances more than 25%**

<sup>\*1</sup> Change is majorly due to increase in lease liability during the financial year 2022-23.

<sup>\*2</sup> Change is majorly due to reduction in profitability during the financial year 2022-23.

<sup>\*3</sup> Change is majorly due to increase in current investment resulting into increased working capital as on 31 March 2023.

32 Other Statutory Information

- The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- The Company do not have any transactions with companies struck off.
- The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The Company have 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:
  - 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 to or on behalf of the Ultimate Beneficiaries
- The Company have 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:
  - 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.
- The Company have not 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).
- The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

33 Financial Instruments:- Financial risk management objectives and policies

The Company's principal financial liabilities, comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include investments in equity shares and government securities, advances to related party, trade and other receivables, security deposits, cash and short-term deposits that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks and advises on financial risks and the appropriate financial risk governance framework for the Company. The board provides assurance to the shareholders that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised 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 three types of risk:-

- Interest rate risk,
- currency risk and other price risk, such as equity price risk and
- commodity risk.

Financial instruments affected by market risk include loans and borrowings, investments, deposits, advances and derivative financial instruments.

The sensitivity analyses in the following sections relate to the position as at 31 March 2023 and 31 March 2022.

The sensitivity analyses have been prepared on the basis that the amount of net debt, the Asses relating to fixed interest rates of the debt and derivatives and the proportion of financial instruments in foreign currencies are all constant in place at 31 March 2023 and 31 March 2022.

The analyses exclude the impact of movements in market variables on: the funding value of gratuity and other post-retirement obligations; provisions. The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks.



**B Credit Risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is not exposed to any significant credit risk from its operating activities (primarily trade receivables), including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. For detail ageing of trade receivable refer note 6.

**C Liquidity Risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts, and bank loans. The Company's approach to managing liquidity to ensure, as far as possible, that it will have sufficient liquidity to meet its liability when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The Company closely monitors its liquidity position and deploys a robust cash management system. The Company manages liquidity risk by maintaining adequate reserves, borrowing liabilities, by continuously monitoring forecast and actual cash flows, profile of financial assets and liabilities. It maintain adequate sources of financing including loans from banks at an optimised cost. The table below provides the details regarding contractual maturities of financial liabilities.

	As at	
	31 March 2023	31 March 2022
<b>On Demand</b>		
- Borrowings	-	-
<b>Less than 1 year</b>		
- Borrowings	-	-
- Trade payables	1,117.11	987.74
- Lease liabilities	1,133.15	857.34
- Other financial liabilities	6,104.92	5,510.50
	<b>8,355.18</b>	<b>7,355.58</b>
<b>More than 1 year and less than 5 years</b>		
- Borrowings	-	-
- Lease liability	6,209.82	5,430.24
- Other financial liabilities	-	-
	<b>6,209.82</b>	<b>5,430.24</b>
<b>More than 5 years</b>		
- Borrowings	-	-
- Lease liability	3,191.80	3,131.30
- Other financial liabilities	-	-
	<b>3,191.80</b>	<b>3,131.30</b>

**34 Capital management**

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company measures underlying net debt as total liabilities, comprising interest bearing loans and borrowings, excluding any dues to subsidiaries or Company companies less cash and cash equivalents. For the purpose of capital management, total capital includes issued equity capital, share premium and all other reserves attributable to the equity holders of the Company, as applicable.

**Company's adjusted net debt to equity ratio as at:**

	As at	
Gearing Ratio	31 March 2023	31 March 2022
Borrowings (Including current maturities)	-	-
Lease liabilities (refer note 28)	7,643.61	6,722.02
Less: cash and cash equivalents (refer note 7)	(1,220.64)	(990.34)
<b>Adjusted Net debt (A)</b>	<b>6,422.97</b>	<b>5,731.68</b>
Equity	15,959.30	17,654.45
<b>Total equity (B)</b>	<b>15,959.30</b>	<b>17,654.45</b>
<b>Total equity and net debt [C = (A+B)]</b>	<b>22,382.27</b>	<b>23,386.13</b>
<b>Gearing Ratio (A/C)</b>	<b>28.70%</b>	<b>24.51%</b>

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

No changes were made in the objectives, policies or processes for managing capital during the year ended 31 March 2023 and 31 March 2022.

(This space has been intentionally left blank)



*(Handwritten signature)*





35 Fair Values

The Carrying values of financial instruments by categories is as under:

Particulars	31 March 2023		
	Amortized Cost	FVTPL	FVTOCI
<b>Assets</b>			
<b>Non current financial assets</b>			
- Investments	1,335.90	792.25	-
- Loans	-	-	-
- Other financial assets	6,744.47	-	-
<b>Current Financial assets</b>			
- Trade receivables	1,104.32	-	-
- Loans	445.18	-	-
- Investments	-	2,583.81	-
- Other financial assets	4,213.12	-	-
- Cash and cash equivalents	1,220.64	-	-
<b>Non Current Financial liabilities</b>			
- Borrowings	-	-	-
- Lease liabilities	6,510.46	-	-
- Other financial liabilities	-	-	-
<b>Current Financial liabilities</b>			
- Borrowings	-	-	-
- Lease liabilities	1,133.15	-	-
- Trade payables	1,117.11	-	-
- Other financial liabilities	6,104.92	-	-
Particulars	31 March 2022		
	Amortized Cost	FVTPL	FVTOCI
<b>Assets</b>			
<b>Non current financial assets</b>			
- Investments	1,353.08	1,713.45	-
- Loans	-	-	-
- Other financial assets	7,583.68	-	-
<b>Current Financial assets</b>			
- Trade receivables	1,688.16	-	-
- Loans	3,314.28	-	-
- Investments	-	416.78	-
- Other financial assets	1,772.42	-	-
- Cash and cash equivalents	990.34	-	-
<b>Non Current Financial liabilities</b>			
- Borrowings	-	-	-
- Lease liabilities	5,864.68	-	-
- Other financial liabilities	-	-	-
<b>Current Financial liabilities</b>			
- Borrowings	-	-	-
- Lease liabilities	857.34	-	-
- Trade payables	987.74	-	-
- Other financial liabilities	5,510.50	-	-

The following assumptions/ methods were used to estimate the fair values:

- The fair values of trade receivables, cash and cash equivalents, other current financial assets, trade payable and other current financial liabilities are considered to be same as their carrying values due to their short term nature.
- Fair value of quoted financial instruments is based on quoted market price at the reporting date.
- The carrying amount of other items carried at amortized cost are reasonable approximation of their fair value.
- The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The fair values of the quoted notes and bonds are based on price quotations at the reporting date.

(This space has been intentionally left blank)



*(Handwritten signature)*



**Fair value hierarchy**

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

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

Level 2: valuation techniques for which the lowest level input that has a significant effect on the fair value measurement are observable, either directly or indirectly.

Level 3: valuation techniques for which the lowest level input which has a significant effect on the fair value measurement is not based on observable market data.

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities:

**Quantitative disclosures fair value measurement hierarchy for assets as at 31 March 2023:**

	Fair value measurement using		
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs
<b>Assets measured at fair value:</b>			
Mutual Funds	1,679.26	-	-
Non-convertible debentures	1,696.80	-	-
<b>Liability measured at fair value</b>			
Other financial liabilities	-	-	-

**Quantitative disclosures fair value measurement hierarchy for assets as at 31 March 2022:**

	Fair value measurement using		
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs
<b>Assets measured at fair value:</b>			
Mutual Funds	295.31	-	-
Non-convertible debentures	1,834.92	-	-
<b>Liability measured at fair value</b>			
Other financial liabilities	-	-	-

**36 Corporate Social Responsibility**

	For the year ended	
	31 March 2023	31 March 2022
Gross amount required to be spent by the Company	70.12	67.14
Amount approved by the Board to be spent during the year	70.12	67.14
<b>Amount spent during the year ending - In cash</b>		
i) Construction/acquisition of any asset	-	-
ii) On purposes other than (i) above	78.20	109.55
<b>Total</b>	<b>78.20</b>	<b>109.55</b>
<b>Details related to spent / unspent obligations:</b>		
Contribution to Public Trust	-	9.50
Contribution ongoing projects	78.20	100.06
Unspent amount in relation to:		
- Ongoing project	5.48	13.56
- Other than ongoing projects	-	-
<b>Total</b>	<b>83.68</b>	<b>123.12</b>

(This space has been intentionally left blank)



*[Handwritten signature]*



**Details of CSR expenditure under Section 135(6) of the Act in respect of ongoing projects:**

	For the year ended	
	31 March 2023	31 March 2022
<b>Opening Balance</b>		
With the Company	-	47.48
In Separate CSR Unspent account	67.40	8.50
<b>Amount required to be spent during the year</b>	70.12	67.14
<b>Amount deposited during the year</b>	-	97.50
<b>Amount spent during the year</b>		
From the Company's bank account	(53.91)	(70.95)
From Separate CSR unspent account	(24.29)	(38.60)
<b>Closing Balance</b>		
With the Company*	-	-
In Separate CSR Unspent account with scheduled bank	43.11	67.40

\* The Company has excess deposit ₹ 37.63 laes and ₹ 53.84 laes in CSR unspent account as on 31 March 2023 and 31 March 2022 respectively towards unspent CSR amount pertaining to ongoing projects, as per provisions of section 135(6) of the Companies act, 2013. The Company has also spent ₹ 78.20 laes and ₹ 109.55 laes during year ended 31 March 2023 and 31 March 2022 respectively.

37 Ind AS 108 establishes standards for the way that companies report information about operating segments and related disclosures about products and services and major customers. The Company's operations pre-dominantly relate to facilitating the buyer/sellers to sell their trucks and commercial vehicles and also provide valuation & inspection services to customers. The Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources based on analysis of various performance indicators pertaining to business as a single segment. Accordingly, the amounts appearing in the financial statements relate to the Company's single business segment.

**38 Dues to Micro, small and medium enterprises as defined under the MSMED Act, 2006**

	As at	
	31 March 2023	31 March 2022
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting year		
- Principal amount due to micro and small enterprises	93.55	-
- Interest due on above	-	-
	<b>93.55</b>	<b>-</b>
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with amounts of payment made to supplier beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year ) but without adding the interest specified under the MSMED Act 2006	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006	-	-

**39 Disclosure required under Sec 186(4) of the Companies Act 2013**

Included in loans and advance are certain loans the particulars of which are disclosed below as required by Sec 186(4) of Companies Act 2013:

Name of the loanee	Rate of Interest/ Due Date	Nature	As at	
			31 March 2023	31 March 2022
Shriram Finance Limited (Formerly known as Shriram Transport Finance Company Limited)	4.50%	Repayable on	-	2,745.00
Adroit Inspection Services Private Limited	9.00%	demand, Unsecured	217.93	292.01
Augeo Asset Management Private Limited	9.00%		227.25	277.27

\*amount outstanding as on 31 March 2023 and 31 March 2022 does not include interest portion.

(This space has been intentionally left blank)



*(Handwritten signature)*





**40 Contingent liabilities**

	As at	
	31 March 2023	31 March 2022
Income Tax - refer note (i)	-	58.93
Services Tax - refer note (ii)	48.64	48.64
Maharashtra Value Added Tax -refer note (iii)	-	75.28

- (i) The Company received intimation u/s 143(1) from the Income Tax Authorities requiring the Company to pay additional tax of Nil (31 March 2022 ₹ 58.93 laacs) for assessment year 2020-21. The department is of the view that income tax rate should have been charged @ 25% instead of 22% (under section 115 BAA) for AY 2020-21. Although the form 10IC has been filed within the extended due date via notification no. 173/32/2022-ITA-1. The Company has filed an appeal with CIT(A) against the said demand of ₹58.93 laacs. During the year ended the CIT(A) has passed the order in favour of the Company.
- (ii) Shriram Automall India Limited ("the Company") has received show cause notice during 2015-16, wherein it was alleged that the Company has incorrectly availed Cenvat Credit of ₹ 24.56 laacs (31 March 2022: ₹ 24.56 laacs) on ineligible services not related to the Output and certain capital goods. It was also alleged that the Company availed Cenvat Credit of ₹ 17.44 laacs (31 March 2022: ₹ 17.44 laacs) on input services commonly used in respect of taxable and exempt services. Additionally, adjudicating authority imposed the interest & penalty of ₹ 42 laacs (31 March 2022: ₹ 42.00 laacs), which was confirmed by Commission of Service Tax (Appeal). The Company has adjusted / paid service tax amounting to ₹ 36.00 laacs (31 March 2022: ₹ 36.00 laacs) and filed the appeal in Service Tax Appellate Tribunal. The management is confident of favourable outcome in Appeal.
- The Company has received show cause notice during 2015-16 for prior years, wherein it was alleged that the Company has incorrectly availed Cenvat Credit of ₹ 25.80 laacs (31 March 2022 ₹ 25.80 laacs) and has also not discharged service tax liability of ₹ 44.12 laacs (31 March 2022 ₹ 44.12 laacs) on its output services. The Company has provided for & paid the demand of ₹ 44.12 laacs (31 March 2022 ₹ 44.12 laacs) and opted for Sabka Vishwas (Legacy Dispute Resolution) Scheme 2019. The company has filed the application on 10 October 2019 and the relief was granted to the Company for ₹ 25.80 laacs under Sabka Vishwas (Legacy Dispute Resolution) Scheme 2019.
- (iii) Maharashtra VAT authorities have alleged that Shriram Automall India Limited ("the Company") is regularly conducting auction sale of motor vehicles repossessed by financing companies, which are taxable under MVAT Act. However, the Company has neither obtained registration under MVAT Act nor discharged VAT on the sale of repossessed motor vehicles. As per the authorities, the Company would qualify as a 'deemed dealer' under the MVAT Act as Section 2(8) of MVAT Act provides that an auctioneer would also be regarded as a 'deemed dealer' and activity of selling/auctioning of repossessed vehicles qualifies as 'sale' under MVAT Act. Accordingly, authorities have imposed VAT (along with interest and penalty) of ₹ 181.28 laacs (31 March 2022 ₹ 181.28 laacs) on the value of motor vehicles auctioned by the Company. The Company had filed an appeal before Commissioner (Appeals) against the above Order. The Commissioner (Appeals) has given deduction for the services fees recovered by the Company from vendors for providing auction services and for the Instances wherein the Company has produced documents to prove that VAT has been duly paid by the vendor and, passed an OIA against the Company. The Company has paid ₹ 99.03 laacs (31 March 2022 ₹ 99.03 laacs) under protest. The Company has made provision of ₹ 41.00 laacs (net off of payment by vendors of ₹ 65.00 laacs) towards demand and remaining amount of ₹ 75.28 laacs was disclosed as contingent liability. During the year ended 31 March 2023, the company has filed an application under Amenity Scheme 2022 issued by the Maharashtra State Government for Settlement of Arrears of Tax, Interest and Penalty. The Company has opted for one time payment option and availed waiver as per scheme and received the settlement order from the department during the year ended 31 March 2023.
- (iv) There are numerous interpretative issues relating to the Supreme Court (SC) judgement on PF dated 28 February, 2019. As a matter of caution, the Company has made a provision on a prospective basis from the date of the SC order. The Company will update its provision, on receiving further clarity on the subject.
- 41 The Company has received various claims from its customers, in relation to the services rendered by it. The Company has either responded to such claims directly to customers or filed a response with appropriate authorities, where such claims were lodged by the customers. There exists an uncertainty over the outcome of such cases, however the management believes that the Company is acting merely as a facilitator and accordingly, is confident of favourable outcome based on the advice of its legal counsel and therefore not recorded any provision against such claims.
- 42 During the year ended 31 March 2023, the Company bought-back 2,57,158 shares granted under Employee Stock Option Plan ('ESOP') at a price of ₹ 600.00 per shares, for a consideration of ₹ 1,548.92 laacs. These ESOPs were extinguished subsequently by the management.
- 43 The Company, at the time of buyer registration, collects refundable security deposits ("RSD") from prospective bidder, which entitles bidder to bid during auction. The RSD is towards ensuring performance of the contract. As per contractual terms, the RSD is refunded upon demand after adjustments of facilitation fee. The Company generally accounts for unclaimed RSD upon completion of limitation period of 3 years.

(This space has been intentionally left blank)



44 Capital and other commitments

	As at	
	31 March 2023	31 March 2022
Capital commitment (net of advance)	4.96	39.07
<i>For commitment relating to lease arrangement, please refer note 28</i>		

45 During the year ended 31 March 2023, the Company acquired 100% shares in Augeo Assets Management Private Limited by purchasing remaining 500,000 shares (representing 45.15%) at total purchase consideration of ₹5,000.00.

46 During the year ended 31 March 2023, the Company paid a final dividend of ₹ 1,200.00 lacs @ ₹ 4.00 per equity share, which was approved by the shareholders in the Annual General Meeting (AGM) held on 22 August 2022.

47 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 the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

The accompanying notes are an integral part of the financial statements  
As per our report of even date

For S.R. Batliboi & Associates LLP  
ICAI Firm Registration No. 491049W / E300004  
Chartered Accountants

Sanjay Bachchani  
Partner  
Membership No.: 400419



For and on behalf of the Board of Directors of  
Shriram Automall India Limited

S. Lakshminarayanan  
Chairman  
DIN: 02808698

Satish Kumar Garg  
Chief Financial Officer

Sameer Malhotra  
CEO & Whole Time Director  
DIN: 01029645

Reema Desai  
Company Secretary

Place: Gurugram  
Date : 25 April 2023

Place: Delhi  
Date : 25 April 2023