

NAPINO DIGITAL SOLUTIONS PRIVATE LIMITED
Provisional BALANCE SHEET as at 31st March 2024
Amount in INR thousands, unless otherwise stated

Particulars	Note No.	As at 31 March 2024	As at 31 March 2023
I. ASSETS			
Non-current assets			
(a) Property, plant and equipment	3	2,509.36	3,417.83
(b) Intangible assets	4a	156.80	327.86
(c) Intangible assets under development	4b	3,815.54	1,224.99
		6,481.70	4,970.69
Current assets			
(a) Inventories	6	46,979.39	5,862.46
(b) Financial assets			
(i) Trade receivables	7a	61,310.03	915.35
(ii) Cash and cash equivalents	7b	9,665.71	23,335.16
(iii) Other financial assets	7c	1,566.68	1,566.68
(c) Other current assets	8	9,184.20	3,442.70
		1,28,706.01	35,122.34
Total Assets		1,35,187.71	40,093.03
II. EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	9	63,000.00	63,000.00
(b) Other equity	10	-1,09,021.57	-64,829.37
Total Equity		-46,021.57	-1,829.37
Liabilities			
Non - Current liabilities			
(a) Financial liabilities			
(i) Borrowings	11	25,000.00	0.00
(b) Deferred Tax Liabilities (Net)	5	109.43	69.96
		25,109.43	69.96
Current liabilities			
(a) Financial liabilities			
(i) Trade payables	12a	86,168.23	18,732.78
(ii) Other financial liabilities	12b	3,535.56	7,635.10
(b) Other current liabilities	13	63,610.46	12,579.45
(c) Provisions	14	2,785.61	2,905.12
		1,56,099.85	41,852.45
Total equity and liabilities		1,35,187.71	40,093.03

Summary of significant accounting policies

1-2

The accompanying notes are an integral part of the Standalone financial statements

For Napino Digital Solutions Private Limited

Sd/-
VIPIN RAHEJA
Director
DIN: 00032931
Place: Gurugram

Sd/-
VAIBHAV RAHEJA
Director
DIN: 00053672
Place: Gurugram

Date: 31.05.2024

NAPINO DIGITAL SOLUTIONS PRIVATE LIMITED**Provisional Statement of Profit and loss for the year ended 31 March 2024**

Amount in INR thousands, unless otherwise stated

Particulars	Note No.	For the year ended 31 March 2024	For the year ended 31 March 2023
I Revenue from Operations	15	96,097.30	34,679.37
II Other income	16	8,207.54	4,644.41
III Total income (I + II)		1,04,304.84	39,323.78
IV Expenses			
Cost of materials consumed	17	63,474.92	18,884.28
Changes in inventories of finished goods and work-in-progress	18	-4,277.05	-918.30
Employee benefits expense	19	56,029.62	61,897.25
Depreciation and amortisation expense	20	1,473.11	610.38
Other expenses	21	31,756.96	23,515.18
Total expenses		1,48,457.57	1,03,988.79
V Profit / (loss) before tax (III-IV)		-44,152.73	-64,665.01
VI Tax expense:			
Current tax			
Deferred tax	5	-39.47	-44.24
Total tax expense		-39.47	-44.24
VII Profit / loss for the year (V-VI)		-44,192.20	-64,709.24
VIII Other Comprehensive income			
Items that will not to be reclassified to statement of profit and loss			
Re-measurement (loss) /gain on defined benefit plans	22	0.00	1.16
Income tax effect		0.00	0.30
Total other Comprehensive income for the year		0.00	0.86
IX Total Comprehensive income of the year (VII+VIII)		-44,192.20	-64,708.38
Earnings per equity share (of Rs. 10 each) in Rs.			
(1) Basic	23	-7.01	-10.27
(2) Diluted			

Summary of significant accounting policies

1-2

The accompanying notes are an integral part of the Standalone financial statements

For Napino Digital Solutions Private Limited

Sd/-

VIPIN RAHEJA

Director

DIN: 00032931

Place: Gurugram

Sd/-

VAIBHAV RAHEJA

Director

DIN: 00053672

Place: Gurugram

Date: 31.05.2024

NAPINO DIGITAL SOLUTIONS PRIVATE LIMITED

Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2024

1. Corporate Information

Napino Digital Solutions Private Limited was incorporated on May 31, 2021 under the provisions of the Companies Act, 2013 applicable in India. The Company is a wholly-owned subsidiary of Napino Auto and Electronics Private Limited. The Company is domiciled in India. Its registered office is located at Gurgaon.

The Company is currently operating at the following premises: -

- Registered Office: Plot No. 7, Sector 3, IMT Manesar, Gurugram
- Plant 1 Location: Plot No. 441, Sector-8, Manesar
- Plant 2 Location: Unit no. 1 & 2 Ground Floor, Tower B, Unitech Cyber Park, Sector-39

The Company is in the business of providing Electronics/IoT product design related services i.e., Hardware Lifecycle Management, Cloud Integration, Application Development, Managed Support & Services, Fast Prototype built & testing, Testing & certification, Value engineering-design & cost optimization.

2. Summary of Significant Accounting Policies

2.1 Basis of preparation

The Financial Statements of the Company have 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 to these standalone financial statements.

The Company has prepared the standalone financial statements on the basis that it will continue to operate as going concern. These policies have been consistently applied to all the years presented, unless otherwise stated. The standalone financial statements have been prepared on a historical cost basis, except for the following assets and liabilities

- (i) Certain financial assets and liabilities that is measured at fair value
- (ii) Assets held for sale-measured at fair value less cost to sell
- (iii) Defined benefit plans-plan assets measured at fair value

2.2. Current vs. non-current

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

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

All other assets are classified as non-current. A liability is current when:

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

All other liabilities are classified as non-current.

The term of the liability that could, at the option of counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

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

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

2.3 Inventories

Inventories include raw material, finished goods and work in progress are valued at the lower of cost and net realizable value. The Cost in respect of various items of inventory is computed as under

Raw materials and packing material are valued at lower of cost or net realizable value. However, these items are considered to be realizable at cost if the finished products, in which they will be used, are expected to be sold at or above cost. The cost includes direct expenses and is determined on the basis of weighted average method

Work in progress: at estimated cost. The cost includes the cost of raw materials, packing materials, an appropriate share of fixed and variable production overheads as applicable and other costs incurred in bringing the inventories to their present location and condition.

Finished goods - at estimated cost or net realizable value, whichever is less. The cost includes the cost of raw materials, packing materials, an appropriate share of fixed and variable production overheads as applicable and other costs incurred in bringing the inventories to their present location and condition.

Net realizable value is the estimated selling price in the ordinary course of business less any applicable selling expenses. Provision for expired stock and slow-moving inventory, if required is made based on management's best estimates of net realizable value of such inventories.

2.4 Property, plant and equipment.

Property, plant and equipment are stated at their cost of acquisition. The cost comprises the purchase price and any attributable costs of bringing the asset to its working condition for its intended use. Any trade discount and rebates are deducted in arriving at the purchase price. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits attributable to such subsequent cost associated with the item will flow to the Company. All other repair and maintenance costs are recognized in statement of profit or loss as incurred.

Subsequent measurement (depreciation and useful lives)

Depreciation on property, plant and equipment is provided on the straight-line method. The following useful life of assets has been taken by the Company:

Asset class	Useful Lives
Plant and equipment	15 years
Furniture and fittings	10 years

Vehicles	8/10 years
Office equipment's	5 years
Computers	3/6 years

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

Where, during any financial year, any addition has been made to any asset, or where any asset has been sold, discarded, demolished or destroyed, or significant components replaced; depreciation on such assets is calculated on a pro rata basis as individual assets with specific useful life from the month of such addition or, as the case may be, up to the month on which such asset has been sold, discarded, demolished or destroyed or replaced.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under 'capital work-in-progress'

De-recognition

An item of property, plant and equipment and any significant part initially recognized is de-recognized 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 and loss when the asset is derecognized.

2.5 Intangible assets

Recognition and initial measurement

Intangible assets (including Brands/trademarks) acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses, if any.

Subsequent measurement (amortization)

All intangible assets are accounted for using the cost model whereby capitalized costs are amortized on a straight-line basis over their estimated useful lives. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition, and other economic factors (such as the stability of the industry, and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

The cost thereof is amortized over a period of 3-5 years. The amortization period and the amortization method for intangible assets are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates.

Revenue expenditure on research is recognized as expense in the year in which it is incurred and are included with the respective nature of account heads in the standalone statement of profit and loss.

De-recognition

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 recognized in the consolidated statement of profit and loss when the asset is derecognized.

Research and development costs

Research costs are expensed as incurred. Development expenditures on an individual project are recognized as an Intangible asset when the Company can demonstrate:

- The technical feasibility of completing the intangible asset so that the asset will be available for use or sale.
- Its intention to complete and its ability and intention to use or sell the asset
- How the asset will generate future economic benefits.
- The availability of resources to complete the asset
- The ability to measure reliably the expenditure during development

Following initial recognition of the development expenditure as an asset, the asset is carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete and the asset is available for use. It is amortized over the period of expected future benefit. Amortization expense is recognized in the statement of profit and loss unless such expenditure forms part of carrying value of another asset

During the period of development, the asset is tested for impairment annually.

2.6 Retirement and other employee benefits

Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are recognized in respect of employee service upto the end of the reporting period and are measured at the amount expected to be paid at undiscounted value when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

Defined benefit plan – Gratuity

The Employee's Gratuity Fund Scheme, which is defined benefit plan, is managed by Trust with its investments maintained with Life insurance Corporation of India. The liabilities with respect to Gratuity Plan are determined by actuarial valuation on projected unit credit method on the balance sheet date, based upon which the Company contributes to the Gratuity Scheme. The difference, if any, between the actuarial valuation of the gratuity of employees at the year end and the balance of funds is provided for as assets/ (liability) in the books. Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognizes the following changes in the net defined benefit obligation under Employee benefit expense in statement of profit or loss:

- a) Service costs comprising current service costs, past service costs, gains and losses on curtailments and non-routine settlements.
- b) Net interest expense or income. Remeasurements, 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 recognized immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Defined contribution plan - Provident fund and employee state insurance

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 through provident fund scheme as an expense, when an employee renders the related services. If the contribution payable to scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as 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 excesses recognized as an asset to the extent that the prepayment will lead to, for example, a reduction in future payment or a cash refund.

Other long term employee benefit - Compensated absence

Liability in respect of compensated absences becoming due or expected to be availed after the balance sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using the projected unit credit method. Actuarial gains and losses arising from past experience and changes in actuarial assumptions are charged to statement of profit and loss in the year in which such gains or losses are determined. The Company presents the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date

2.7 Taxes

Tax expense is the aggregate amount included in the determination of profit or loss for the period in respect of current and deferred tax.

Current income tax

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 and respective local jurisdictions of members of the Company.

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 recognized outside profit or loss is recognized outside profit or loss (either in OCI or in equity).

Current tax items are recognized 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 establishes provisions where appropriate

Deferred Tax

Deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognizes a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realized.

The Company's ability to recover the deferred tax assets is assessed by the management at the close of each financial year which depends upon the forecasts of the future results and taxable profits that Company expects to earn within the period by which such brought forward losses may be adjusted against the taxable profits as governed by the Income-tax Act, 1961. Deferred tax assets - unrecognized or recognized, are reviewed at each reporting date and are recognized/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realized.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date. The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset deferred tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle deferred tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

Deferred tax assets are recognized on the unrealized profit for all the inter-company sale/ purchase eliminations of property, plant and equipment and inventories.

Deferred tax on business combination - When a liability assumed is recognized at the acquisition date but the related costs are not deducted in determining taxable profits until a later period, a deductible temporary

difference arises which results in a deferred tax asset. A deferred tax asset also arises when the fair value of an identifiable asset acquired is less than its tax base. In both cases, the resulting deferred tax asset affects goodwill.

The Company offsets deferred tax assets and deferred tax 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 taxation authority on either the same or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realize the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

2.8 Provisions, contingent liabilities and contingent asset

Provisions are recognized only when there is a present obligation, as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When provisions are discounted, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liability is disclosed for

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company; or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent assets are not recognized. However, when inflow of economic benefits is probable, related asset is disclosed.

2.9 Earnings per equity share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

2.10 Cash flow statement

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. Cash and Cash Equivalents for the purposes of cash flow statement comprise cash at bank and on hand and bank deposit with banks where original maturity is three months or less.

2.11 Significant accounting judgments and estimates

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses.

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognized in the period in which the results are known /materialized.

In order to enhance understanding of the financial statements, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is as under:

Provisions: Provisions are determined based on estimation to settle the obligation at balance sheet date.

Contingent Liabilities/Assets: Contingent Liabilities/Assets are disclosed based on judgment of management, are reviewed at each balance sheet date and are adjusted to reflect current management estimate.

Impairment test of non-financial assets: The recoverable amount of Property, Plant and Equipment is determined based on judgment of assumptions of technical experts.

Recognition of Deferred Tax Assets: Deferred Tax Asset is recognized based on the assessment of probability of future taxable income against which the deferred tax can be utilized.

NAPINO DIGITAL SOLUTIONS PRIVATE LIMITED

Notes to financial statements for the Period ended March 31, 2024

Amount in INR thousands, unless otherwise stated

3 Property, Plant and Equipment and Capital work in progress

Particulars	Plant and equipment	Furniture and fixtures	Office equipment	Computers	Total
Gross block					
As at April 01, 2023	2,082.90	28.08	378.95	1,367.22	3,857.15
Add: Additions made during the Period	8.18	0.00	15.00	370.40	393.58
Add: Transferred from CWIP during the Year	0.00	0.00	0.00	0.00	0.00
Less: Disposals /adjustments during the Period	0.00	0.00	0.00	0.00	0.00
Less:Transferred during the Period	0.00	0.00	0.00	0.00	0.00
As at March 31, 2024	2,091.08	28.08	393.95	1,737.62	4,250.73
Depreciation					
As at April 01, 2023	9.15	2.63	67.69	359.85	439.32
Add: Depreciation charge for the Period	377.64	6.62	146.70	771.08	1,302.05
Less: On disposals / adjustments during the Period	0.00	0.00	0.00	0.00	0.00
As at March 31, 2024	386.79	9.25	214.39	1,130.93	1,741.37
Net block					
As at March 31, 2023	2,073.75	25.45	311.26	1,007.37	3,417.83
As at March 31, 2024	1,704.29	18.83	179.56	606.69	2,509.36

4a Intangible assets and Intangible assets under development

Particulars	Computer softwares	Total	Intangible assets under development
Gross block			
As at April 01, 2023	0.00	0.00	0.00
Add: Additions made during the Period	500.00	500.00	1,224.99
Add: Transferred from CWIP during the Year	0.00	0.00	2,590.54
Less: Disposals /adjustments during the Period	0.00	0.00	0.00
Less:Transferred during the Period	0.00	0.00	0.00
As at March 31, 2024	500.00	500.00	3,815.54
Depreciation			
As at April 01, 2023	172.14	172.14	0.00
Add: Depreciation charge for the Period	171.06	171.06	0.00
Less: On disposals / adjustments during the Period	0.00	0.00	0.00
As at March 31, 2024	343.20	343.20	0.00
Net block			
As at March 31, 2023	327.86	327.86	1,224.99
As at March 31, 2024	156.80	156.80	3,815.54

NAPINO DIGITAL SOLUTIONS PRIVATE LIMITED

Notes to financial statements for the Period ended March 31, 2024

Amount in INR thousands, unless otherwise stated

	For the year ended 31 March 2024	For the year ended 31 March 2023
5 Deferred Tax Liabilities (Net)		
A. Deferred Tax Liability		
Opening Balance	69.96	25.72
Add:- Addition	39.47	44.24
Less: Reversal		0.00
Total of Deferred Tax Liability	109.43	69.96
Net Deferred Tax (Liability)/ Assets	109.43	69.96
6 Inventories	For the year ended 31 March 2024	For the year ended 31 March 2023
(At lower of cost or net realisable value)		
Raw Material	41,784.04	4,944.16
Work in Progress	5,077.93	917.20
Finished Goods	117.42	1.10
Total	46,979.39	5,862.46
7 Financial Assets - Current		
7a Trade Recievables	For the year ended 31 March 2024	For the year ended 31 March 2023
(i) Undisputed Trade receivables – considered good	61,310.03	915.35
Total	61,310.03	915.35
7b Cash and Cash equivalents	For the year ended 31 March 2024	For the year ended 31 March 2023
Currency in Hand	0.00	10.00
Balances with banks:		
– In Current Account	8,850.83	22,547.96
– In Fixed Deposit	522.70	518.77
Forex in hand	292.18	258.43
Total	9,665.71	23,335.16

7c Other Financial Assets	For the year ended 31 March 2024	For the year ended 31 March 2023
Security deposit	1,566.68	1,566.68
	1,566.68	1,566.68
8 Other Current Assets	For the year ended 31 March 2024	For the year ended 31 March 2023
Capital advances		
- Unsecured, considered good	0.00	0.00
	(A) 0.00	0.00
Balances with goods and service tax authorities		
- Unsecured, considered good	8,540.22	1,749.56
	(B) 8,540.22	1,749.56
Others (Unsecured, considered good)		
Prepaid expenses	503.05	418.79
Advance to Suppliers	0.00	1,013.48
Balance with Income Tax Authorities	140.92	243.38
Imprest to staff	0.00	17.49
	(C) 643.97	1,693.14
(A)+(B)+(C)	9,184.20	3,442.70

NAPINO DIGITAL SOLUTIONS PRIVATE LIMITED

Notes to financial statements for the Period ended March 31, 2024

Amount in INR thousands, unless otherwise stated

9 Equity Share Capital	For the year ended 31 March 2024	For the year ended 31 March 2023
Authorised share capital		
70,00,000 Equity Shares of Rs. 10 each	70,000.00	70,000.00
(As at 31 March 2022, 70,00,000 Equity shares of Rs. 10 each)	<u>70,000.00</u>	<u>70,000.00</u>

Issued/Subscribed and Paid up Capital		
63,00,000 Equity shares of Rs. 10 each	63,000.00	63,000.00
(As at 31 March 2023, 63,00,000 Equity shares of Rs 10 each)	<u>63,000.00</u>	<u>63,000.00</u>

9a Reconciliation of the number of equity shares and share capital	For the year ended 31 March 2024		For the year ended 31 March 2023	
	No. of shares	Amount	No. of shares	Amount
Issued/Subscribed and Paid up equity Capital outstanding at the beginning	0.00	0.00	0.00	0.00
Opening Balance	6,300.00	63,000.00	6,300.00	63,000.00
Shares Issued during the year	0.00	0.00	0.00	0.00
Issued/Subscribed and Paid up equity Capital outstanding at the end of the year	<u>6,300.00</u>	<u>63,000.00</u>	<u>6,300.00</u>	<u>63,000.00</u>

9b Rights, Preference and restrictions attached to shares

The Company has only one class of equity shares referred to as equity shares having at par value of Rs 10/-. Each holder of one equity share is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares shall be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts.

9c Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Name of the shareholder	No. of shares	% of holding
Equity shares		
Napino Auto and Electronics Limited	6,300.00	100.0%
Total	<u>6,300.00</u>	<u>100.0%</u>

10 Other Equity

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Retained Earnings (Refer Note 8.1)	-1,09,021.57	-64,829.37
Total	<u>-1,09,021.57</u>	<u>-64,829.37</u>

10a Retained Earnings

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Opening Balance	-64,829.37	-121.29
Profit during the period	-44,192.20	-64,709.24
Add: Other comprehensive income	0.00	1.16
Closing Balance	-1,09,021.57	-64,829.37

Nature and Purpose of Reserves:**(a) Retained Earnings**

Retained Earnings represents the undistributed profits of the Company.

11 Borrowings

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Loan from Directors (Vaibhav Raheja)	25,000.00	0.00
Total	25,000.00	0.00

12 Financial Liabilities - Current**12a Trade Payables**

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Trade Payables	86,168.23	18,732.78
Total	86,168.23	18,732.78

12b Other Financial Liabilities

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Other Payables	3,535.56	7,635.10
Total	3,535.56	7,635.10

13 Other Current Liabilities

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Statutory dues	1,162.05	1,928.22
Advance from Customer	62,448.42	10,651.22
Total	63,610.46	12,579.45

14 Provisions

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Gratuity Payable	1,394.41	619.19
Compensated absences	465.01	674.83
Bonus Payable	926.18	1,611.10
Total	2,785.61	2,905.12

NAPINO DIGITAL SOLUTIONS PRIVATE LIMITED

Notes to financial statements for the Period ended March 31, 2024

Amount in INR thousands, unless otherwise stated

	For the year ended 31 March 2024	For the year ended 31 March 2023
15 Revenue from operations		
Revenue from operations		
Sale of products		
- Within India	79,053.57	30,630.36
- Outside India	9,057.81	465.67
	88,111.38	31,096.03
Rendering of services		
Job work and other income		
- Within India	4,491.85	2,241.00
- Outside India	3,494.07	1,342.34
	7,985.92	3,583.34
Total	96,097.30	34,679.37
16 Other income		
Interest income	40.95	18.77
Other Income	8,048.61	4,625.64
Gain on Foreign Exchange	117.99	0.00
Total	8,207.54	4,644.41
17 Cost of raw materials consumed		
Raw materials and components consumed	63,474.92	18,884.28
	63,474.92	18,884.28
Movement of raw material and components consumed are as follows:		
Inventory at the beginning of the year	4,944.16	0.00
Add: Purchases made during the year	1,00,314.80	21,991.85
Less: Inventory at the end of the year	41,784.04	4,944.16
Cost of raw materials and components consumed	63,474.92	18,884.28

18	Changes in inventories of finished goods, stock in trade and work-in-progress	For the year ended 31 March 2024	For the year ended 31 March 2023
	Details of changes in inventories of finished goods and work-in-progress are as follows:		
a)	Changes in inventories of finished goods and work-in-progress	-4,277.05	-918.30
		-4,277.05	-918.30
	Detailed breakup of the changes in inventories of finished goods and work-in-progress are as follows:		
b)	Opening stock		
	Finished Goods	1.10	0.00
	Work In Progress	917.20	0.00
		918.30	0.00
	Closing stock		
	Finished Goods	117.42	1.10
	Work In Progress	5,077.93	917.20
	Total	5,195.35	918.30
19	Employee benefits expense	For the year ended 31 March 2024	For the year ended 31 March 2023
	Salaries and wages	51,873.68	57,838.41
	Gratuity expense	804.58	670.35
	Contribution to provident and other funds	3,079.98	2,997.70
	Staff welfare expense	271.38	390.79
	Total	56,029.62	61,897.25
20	Depreciation and amortization expense	For the year ended 31 March 2024	For the year ended 31 March 2023
	Depreciation of property, plant and equipment (refer note 3)	1,302.05	439.32
	Amortisation of intangible assets (refer note 4)	171.06	171.06
	Total	1,473.11	610.38

21 Other expenses

	For the year ended 31 March 2024	For the year ended 31 March 2023
Auditor's Remuneration (Refer Note No- 20.1)	250.00	200.00
Advertisement	0.00	4.78
Bank Charges	56.76	16.45
Business Promotion	1,076.40	862.02
Commision	0.00	682.20
Consumables	2,309.96	1,105.88
Conveyance	2,102.31	2,236.12
Design & Development	1,774.77	0.00
Entertainment Exp	119.36	138.39
Exhibition Expenses	1.25	754.77
Fee & Subscription	4,143.86	726.40
Festival Exp	4.13	16.52
Fine & Penalty	0.00	0.00
Freight	193.20	56.11
Income Tax Expense	3.63	0.00
Insurance	1,374.63	958.76
Interest on Custom Duty	0.35	0.00
Interest on GST	22.04	0.06
Job Work Charges	8,634.18	4,973.02
Legal & Professional	259.70	144.74
loss on Foreign Exchange	0.00	25.10
Miscellnous Exp/ Round off	8.43	-0.75
Office Maint Expense	874.00	1,430.27
Postage&Telegram	3.56	12.73
Power & Fuel	93.92	424.59
Printing&Stationery	47.49	50.21
R&M - Machinery	30.59	49.50
R&M - Building	17.64	0.00
R&M - Vehicle	82.55	0.00
R&M - Others	97.82	74.42
AMC - Software	2,162.59	1,018.50
Rates & Taxes	0.00	664.99
Recruitment Expenses	89.13	183.26
Rent	4,006.94	2,924.29
Telephone Exp	41.02	64.64
Testing Fee	23.83	0.00
Tour & Travelling	1,845.94	2,105.78
Training Expenses	0.00	1,530.20
Uniform Exp	5.00	61.80
Water Expenditure	0.00	19.43
Total	31,756.96	23,515.18

21a *Auditor's remuneration	For the year ended 31 March 2024	For the year ended 31 March 2023
As auditor:		
Audit fee	250.00	200.00
In other capacity:		
Taxation matters		
Other services		
	250.00	200.00

22 Components of Other Comprehensive Income (OCI)	For the year ended 31 March 2024	For the year ended 31 March 2023
Fair value gain on equity investments through other comprehensive income	0.00	0.00
Income tax effect	0.00	0.00
	0.00	0.00
Re-measurement losses on defined benefit obligation	0.00	1.16
Income tax effect	0.00	0.30
	0.00	0.86
	0.00	0.86

23 Earnings per share (EPS)

The following reflects the profit and share data used for the basic and diluted EPS computations:

	For the year ended 31 March 2024	For the year ended 31 March 2023
Profit attributable to equity holders for basic earnings	-44,192.20	-64,709.24
Total number of equity shares outstanding at the end of the year (in nos.)	6,300.00	6,300.00
Weighted average number of equity shares for calculating basic EPS & diluted EPS (in nos)	6,300.00	6,300.00
Nominal value per share	10.00	10.00
Basic & diluted EPS	(7.01)	(10.27)

NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)

Unaudited Balance Sheet as at 31 Mar 2024

Amount in INR (Lakhs), unless otherwise stated

Particulars	Note No.	As at 31 Mar 2024	As at 31 Mar 2023
(1) ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	1	14,282.59	14,042.74
(b) Right-of-use assets	3	1,504.81	2,137.13
(c) Capital work in progress	1	1,467.50	803.96
(d) Other Intangible assets	2	313.10	316.03
(e) Intangible assets under development	2	2,371.74	1,274.29
(f) Financial Assets			
(i) Investments	4	17,628.22	17,508.45
(ii) Loans	6	-	-
(ii) Other financial assets	7	418.79	380.13
(g) Deferred tax assets (net)		938.70	938.70
Total non-current assets		38,925.45	37,401.43
(2) Current assets			
(a) Inventories	9	22,780.18	26,366.38
(b) Financial Assets			
(i) Investments	4	2,165.80	1,994.46
(ii) Trade receivables	5	25,646.19	23,276.46
(iii) Cash and cash equivalents	10	331.89	111.13
(iv) Other financial assets	7	3,759.41	2,875.31
(c) Other current assets	8	2,400.29	2,751.89
Total current assets		57,083.75	57,375.63
Total Assets		96,009.20	94,777.02
(1) EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	11	974.70	194.94
(b) Other equity	12	58,480.63	56,195.43
Total Equity		59,455.32	56,390.37
Liabilities			
Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	16	68.54	33.12
(ii) Lease liabilities	17	1,103.53	1,778.54
		1,172.08	1,811.66
(2) Current liabilities			
(a) Financial liabilities			
(i) Borrowings	16	14,876.99	14,077.73
(ii) Trade payables (inc Others)	18	16,762.58	20,004.32
(iii) Other financial liabilities	13	1,486.42	1,447.51
(b) Other current liabilities	15	290.28	258.98
(c) Provisions	14	955.35	786.41
(d) Current tax liabilities (net)	19	1,010.18	-
		35,381.80	36,574.95
Total equity and liabilities		96,009.20	94,777.02

See accompanying notes to financial statements.

For Napino Auto & Electronics Limited

Sd/-
(VIPIN RAHEJA)
Chairman & Managing Director
Place: Gurugram
Date: 25 Apr 2024

Sd/-
(VAIBHAV RAHEJA)
Whole time director
Place: Gurugram
Date: 25 Apr 2024

Place: Gurugram
Date: 25 Apr 2024

NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)
Unaudited Statement of Profit and loss for the Period ended 31 Mar 2024
Amount in INR (Lakhs), unless otherwise stated

Particulars	Note No.	For the period ended 31 Mar 2024	For the period ended 31 Mar 2023
I Revenue from operations	20	1,25,749.36	1,03,696.64
II Other income	21	1,193.34	1,207.75
III Total income (I + II)		1,26,942.70	1,04,904.39
IV Expenses			
Cost of materials consumed	22	96,142.64	79,650.11
Changes in inventories of finished goods, stock in trade and work-in-progress	23	-621.98	48.29
Employee benefits expense	24	15,288.63	12,692.52
Finance costs	25	1,334.33	942.46
Depreciation and amortisation expense	26	3,247.76	3,326.35
Other expenses	27	7,510.62	6,994.14
Total expenses		1,22,902.00	1,03,653.87
V Profit / (loss) before exceptional items and tax (III-IV)		4,040.71	1,250.52
Exceptional items			(1,696.64)
Loss before tax		4,040.71	(446.12)
VI Tax expense:			
Income tax			
Current tax		1,010.18	-
Tax for earlier years		0.12	55.39
Deferred tax (credit)		-	-304.70
Total tax expense		1,010.30	-249.30
VII Profit for the Period (V-VI)		3,030.41	-196.82
VIII Other Comprehensive income			
Items that will not to be reclassified to statement of profit and loss			
(i) Fair value gain on equity investments through Other Comprehensive income		34.54	19.71
(ii) Re-measurement gain / (loss) on defined benefit plans		-	-49.88
Income tax effect		-	17.43
Total other Comprehensive income for the Period		34.54	-12.74
IX Total comprehensive income comprising of (loss) / profit the year and other comprehensive income for the year (VII+VIII)		3,064.95	-209.56

See accompanying notes to financial statements.

For Napino Auto & Electronics Limited

Sd/-
(VIPIN RAHEJA)
Chairman & Managing Director
Place: Gurugram
Date: 25 Apr 2024

Sd/-
(VAIBHAV RAHEJA)
Whole time director
Place: Gurugram
Date: 25 Apr 2024

Place: Gurugram
Date: 25 Apr 2024

NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)
Statement of Cash flow for the Period ended 31 Mar 2024
Amount in INR (Lakhs), unless otherwise stated

Particulars	For the period ended 31 Mar 2024	For the period ended 31 Mar 2023
Profit before tax	4,040.71	(446.96)
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortisation expenses	3,247.76	3,326.35
Profit on sale of property, plant and equipments	(10.77)	(8.18)
Profit on sale of mutual fund	-	(7.00)
Fair value gain on financial instruments at fair value through profit or loss	(137.52)	(232.27)
Amortisation of government grant	-	-
Dividend income	(9.89)	(3.95)
Interest income	(191.58)	(216.95)
Interest expense	1,334.33	942.46
Operating profit before working capital changes	8,273.04	3,353.49
Adjustment for movement in working capital changes		
Trade receivables	(2,369.73)	(5,206.61)
Other financial assets	1,162.93	(2,254.40)
Inventories	3,586.20	(2,044.30)
Other assets	(884.09)	(256.16)
Trade payables	(3,241.74)	4,761.97
Other financial liabilities	70.21	(51.08)
Other liabilities	-	163.81
Provisions	168.94	504.93
Cash generated from operations	6,765.76	(1,028.36)
Direct taxes paid (net of refunds)	(850.12)	350.88
Net cash generated in operating activities	5,915.64	(677.47)
Cash flow from investing activities		
Purchase of property, plant and equipment	(4,613.34)	(3,817.21)
Proceeds from sale of property, plant and equipment	10.77	173.50
Purchase of investments during the year	0.71	(110.05)
Sale of investments during the year	-	7.00
(Investment)/Maturity in fixed deposits during the year	-	(5.35)
Interest received	71.81	171.32
Dividend received	9.89	3.95
Net cash generated/(used) in investing activities	(4,520.16)	(3,576.83)
Cash flow from financing activities		
Current borrowings (net)	834.68	5,325.45
Non current borrowings repaid during the year	-	(6.49)
Principal repayment of lease liabilities	(799.09)	(388.88)
Interest paid	(1,210.24)	(799.58)
Net cash generated from financing activities	(1,174.65)	4,130.50
Net increase in cash and cash equivalents	220.76	(123.81)
Cash and cash equivalents at the beginning of the Period (as on April, 1st)	111.13	234.94
Cash and cash equivalents at the end of the Period	331.89	111.13
Components of cash and cash equivalents		
Cash and cheques on hand	-	3.45
Balances with banks:		
- On current accounts	222.43	4.05
- Balance in Fixed Deposits	-	-
- Balance with currency card	109.45	103.64
Total cash and cash equivalents (Note 9)	331.89	111.13

For Napino Auto & Electronics Limited

Sd/-
(VIPIN RAHEJA)
Chairman & Managing Director
Place: Gurugram
Date: 25 Apr 2024

Sd/-
(VAIBHAV RAHEJA)
Whole time director
Place: Gurugram
Date: 25 Apr 2024

Place: Gurugram
Date: 25 Apr 2024

1 Property, plant and equipment and Capital work in progress

Particulars	Freehold land	Buildings	Plant and equipment	Furniture and fixtures	Vehicle	Office equipment	Computers	Total	Capital work in progress*
Gross block									
Balance as at 31 March 2023	1,458.87	7,345.73	20,586.81	548.55	477.02	365.98	839.22	31,622.18	803.96
Additions		36.71	2,767.13	15.99	92.75	50.87	180.41	3,143.84	1,199.04
Disposals/Adjustments			(130.87)		(45.14)		(15.92)	-191.93	(535.50)
Balance as at 31 March 2024	1,458.87	7,382.44	23,223.07	564.54	524.62	416.85	1,003.71	34,574.10	1,467.50
Accumulated depreciation									
Balance as at 31 March 2023	-	3,059.76	12,910.40	362.11	342.45	281.93	622.80	17,579.45	-
Charge for the year		433.31	1,989.61	38.12	60.13	36.30	154.60	2,712.07	-
Reversal of disposal									
Balance as at 31 March 2024	-	3,493.07	14,900.01	400.23	402.58	318.23	777.39	20,291.51	-
Net block									
As at 31 March 2023	1,458.87	4,285.97	7,676.42	186.44	134.57	84.05	216.43	14,042.74	803.96
As at 31 March 2024	1,458.87	3,889.36	8,323.06	164.31	122.04	98.62	226.32	14,282.59	1,467.50

2 Intangible assets and Intangible assets under development

Particulars	Computer softwares	Technical Knowhow	Trade Mark	Patent	Total	Intangible assets under development
Gross carrying value						
Balance as at 31 March 2023	1,208.74	1,203.69	0.63	144.14	2,557.19	1,274.29
Additions	193.56	4.16	-	-	197.72	1,097.45
Disposals/Adjustments						
Balance as at 31 March 2024	1,402.30	1,207.85	0.63	144.14	2,754.91	2,371.74
Amortisation						
Balance as at 31 March 2023	892.76	1,203.69	0.63	144.09	2,241.16	-
Charge for the year	200.58	0.07			200.65	-
Reversal of disposal						-
Balance as at 31 March 2024	1,093.34	1,203.76	0.63	144.09	2,441.81	-
Net carrying value						
As at 31 March 2023	315.98	-	-	0.05	316.03	1,274.29
As at 31 March 2024	308.96	4.09	-	0.05	313.10	2,371.74

NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)

Notes to financial statements for the Period ended 31 Mar 2024

Amount in INR (Lakhs), unless otherwise stated

3 Right-of-use assets

Particulars	Leasehold Land right	Right of Use Assets- Building	Total
Gross block			
Balance as at 31 March 2023	573.06	2,422.95	2,996.01
Additions/Adjustments	-		-
Disposals/Adjustments	-	297.28	297.28
Balance as at 31 March 2024	573.06	2,125.67	2,698.73
Accumulated amortisation			
Balance as at 31 March 2023	26.59	832.28	858.88
Charge for the year	6.60	328.44	335.04
Reversal of disposal	-	-	-
Balance as at 31 March 2024	33.19	1,160.72	1,193.92
Net block			
As at 31 March 2023	546.46	1,590.67	2,137.13
As at 31 March 2024	539.86	964.95	1,504.81

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NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)

Notes to financial statements for the Period ended 31 Mar 2024

Amount in INR (Lakhs), unless otherwise stated

4 Investments	As at 31 Mar 2024	As at 31 Mar 2023
Non-current		
Investment in Equity instrument, Unquoted		
Investments in subsidiaries (measured at cost)		
a. Investment in equity instruments of subsidiaries		
5,60,00,000 (31 March 2023: 5,60,00,000) equity share of Rs. 10 each fully paid up in Napino Control Systems Private Limited	5,600.00	5,600.00
10,000 (31 March 2023: 10,000) equity share of Rs. 10 each fully paid up in Napino Domino Mechatronics Private Limited	1.00	1.00
63,00,000 (31 March 2023: Nil) equity share of Rs. 10 each fully paid up in Napino Digital Solutions Private Limited	630.00	630.00
	<u>6,231.00</u>	<u>6,231.00</u>
b. Investment in equity instruments of Associates (measured at amortised cost)		
5,01,700 (31 March 2023: 5,01,700) equity shares of Rs. 2 each fully paid up in VVDN Technologies Private Limited	1,183.77	1,183.77
	<u>1,183.77</u>	<u>1,183.77</u>
c. Investment in equity instruments of Joint ventures (measured at amortised cost)		
3,25,00,000 (31 March 2023: 2,75,00,000) equity share of Rs. 10 each fully paid up in Napino Continental Vehicle Electronics Private Limited	3,250.00	3,250.00
	<u>3,250.00</u>	<u>3,250.00</u>
d. Others (measured at fair value through profit or loss)		
5 (31 March 2023: 5) equity shares of \$ 0.0001 each fully paid up in Nuviz inc.	0.01	0.01
5,241 (31 March 2023: 5241) equity shares of Rs. 1 each fully paid up in Tsecond Generation Technology Private Limited	183.78	183.78
250 (31 March 2023: 250) Equity shares of Rs. 10 each fully paid up in Virtual Forest Private Limited	57.67	57.67
5 (31 March 2023: 5) equity shares of \$ 0.0001 each fully paid up in Karacel, Inc	0.01	0.01
Less: Provision for diminution in the value of investment	(183.79)	(183.79)
	<u>57.67</u>	<u>57.67</u>
	<u>10,722.44</u>	<u>10,722.44</u>
Un-Quoted preference shares		
a. Investment in preference shares of Subsidiary		
At amortised cost		
18,20,000 (31 March 2023: 18,20,000) 7.5% non cumulative redeemable preference shares of Rs. 10 each fully paid up of Napino Control Systems Private Limited	1,707.94	1,588.17
	<u>1,707.94</u>	<u>1,588.17</u>
At FVTPL		
Deemed investments *	552.01	552.01
	<u>552.01</u>	<u>552.01</u>
*In the Financial year 19-20, Company has invested in 7.5% non cumulative redeemable preference shares of Napino Control Systems Private Limited amounting to Rs. 1,820.00 Lakhs. The Company has recognised investment at fair value considering dividend is discretionary and non-cumulative in nature and the differential is recognised as deemed investment.		
b. Investment in preference share of Associates (measured at amortised cost)		
20,15,342 (31 March 2023: 20,15,342) preference shares of Rs. 2 each fully paid up of VVDN Technologies Private Limited	3,900.09	3,900.09
	<u>3,900.09</u>	<u>3,900.09</u>

NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)

Notes to financial statements for the Period ended 31 Mar 2024

Amount in INR (Lakhs), unless otherwise stated

c. Others (measured at fair value through profit or loss)

19,668 (31 March 2023: 19,668) Series 'A' preferred stock of \$0.001 each in Nuviz Inc.	135.08	135.08
1,49,026 (31 March 2023: 1,49,026) Series 'A' preferred stock of \$0.001 each in Karacel, Inc.	162.83	162.83
2,122 (31 March 2023: 1,174) Preference shares of Rs. 100 each fully paid up of Virtual Forest Private Limited	582.92	582.92
Less: Provision for diminution in the value of investment	(135.08)	(135.08)
	<u>745.75</u>	<u>745.75</u>
Total	<u>17,628.22</u>	<u>17,508.45</u>

Aggregate amount of unquoted investments	17,628.22	17,508.45
Aggregate amount of impairment in the value of investments	(318.87)	(318.87)

Current

(i) Investment at amortised cost:

Bonds		
9,000 (31 March 2023: 9,000) bonds of of Rs. 1,122.64/- each of Indian Railway Finance Corporation Limited	98.80	99.51
Total (A)	<u>98.80</u>	<u>99.51</u>

(ii) Investments at fair value through Other Comprehensive Income*:

Quoted equity shares		
23,600 (31 March 2023: 23,600) equity shares of Rs. 10/- each fully paid-up of Petronet LNG	62.12	54.01
400 (31 March 2023: 400) equity shares of Rs. 10/- each paid up shares of PTC India Limited	0.74	0.33
600 (31 March 2023: 600) equity shares of Rs.5/- each paid up shares of Biocon Limited	1.58	1.24
8,800 (31 March 2023: 8,800) equity shares of 2/- each paid up shares of ICICI Bank Ltd.	96.21	77.20
5,688 (31 March 2023: 5,688) equity shares of 5/- each paid up shares of ONGC Ltd.	15.25	8.59
Total (B)	<u>175.90</u>	<u>141.37</u>

(iii) Investment in Mutual Fund (quoted) measured at fair value through profit or loss

31,03,354 (31 March 2023: 31,03,354) units of ICICI Prudential Banking & PSU Debt Fund	920.33	854.88
9,07,331 (31 March 2023: 9,07,331) units of ICICI Prudential Short Term Fund	493.92	458.47
13,89,633 (31 March 2023: 13,89,633) units of SBI Dynamic Bond Fund	451.22	416.32
7,210 (31 March 2023: 7,210) units of ICICI Prudential Liquid Fund	25.55	23.84
338 (31 March 2023: 338) units of L and T Low Duration Fund	0.07	0.07
Total (C)	<u>1,891.10</u>	<u>1,753.58</u>

Total (A+ B +C)	<u>2,165.80</u>	<u>1,994.46</u>
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Aggregate amount of quoted investments	2,165.80	1,994.46
Aggregate amount of impairment in the value of investments	-	-

NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)
Notes to financial statements for the Period ended 31 Mar 2024
Amount in INR (Lakhs), unless otherwise stated

	As at 31 Mar 2024	As at 31 Mar 2023
5 Trade receivables		
(Unsecured, considered good)		
Receivables	25,646.19	23,276.46
Total	25,646.19	23,276.46
6 Loans		
(Unsecured, considered good)		
Advances to employees	-	-
	-	-
7 Other financial assets		
Non-current		
Bank deposits (due to mature after 12 months from the reporting date)*	124.91	102.91
Security deposits	293.88	277.21
	418.79	380.13
Current		
Duty drawback receivable	14.72	15.50
Unbilled Revenue	3,458.77	2,777.99
Others	285.92	81.83
	3,759.41	2,875.31
8 Other assets		
Prepaid expenses	534.19	442.19
Advance to employees	82.52	28.53
Balance with government authority		
- Balance with central excise, custom etc.	778.53	1,379.17
- Refund due from Income tax authority	1,005.06	902.01
	2,400.29	2,751.89
9 Inventories		
(Lower of cost and net realisable value)		
Raw materials and components	17,514.52	21,897.78
Work-in-progress	1,452.23	1,379.26
Finished goods	3,565.01	3,019.60
Scrap	4.47	0.87
Tools & Spares	243.95	68.87
Total	22,780.18	26,366.38
10 Cash and cash Equivalents		
Balances with bank:		
-On current accounts	222.43	4.05
-Balance in Forex currency cards/In Hand	109.45	103.64
Cash on hand	-	3.45
Total	331.89	111.13

NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)

Notes to financial statements for the Period ended 31 Mar 2024

Amount in INR (Lakhs), unless otherwise stated

Particulars	As at 31 Mar 2024	As at 31 Mar 2023
11 Equity Share capital		
Authorised		
140,00,000 (31 March 2023: 30,00,000) equity shares of Rs 10 each	1,400.00	300.00
Issued, subscribed and fully paid up		
97,46,960 (31 March 2023: 19,49,392) Equity shares of Rs. 10 each	974.70	194.94
	974.70	194.94

11.1 Reconciliation of the number of equity shares outstanding at the beginning and end of the reporting period:

Particulars	As at 31 March 2024		As at 31 March 2023	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	19,49,392	194.94	19,49,392	194.94
Add: Shares issued during the year	77,97,568	779.76	-	-
Closing Balance	97,46,960	974.70	19,49,392	194.94

11.2 Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. 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.

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

Name of shareholder	As at 31 March 2024		As at 31 March 2023	
	Number of shares	% Holding	Number of shares	% Holding
Mr. Vipin Raheja#	5,11,011	26.21%	5,11,011	0.26
Mrs. Vandana Raheja	5,06,112	25.96%	5,06,112	0.26
Mr. Navin Raheja#	1,94,600	9.98%	1,94,600	0.10
Ms. Vani Raheja	1,36,760	7.02%	1,36,760	0.07
Mr. Vaibhav Raheja	1,36,765	7.02%	1,36,765	0.07
M/s Shindengen Electric Manufacturing Co. Ltd	-	0.00%	4,40,000	0.23
M/s Vraheja Trading Private Limited	4,40,000	22.57%	-	-

M/s Shindengen Electric Manufacturing Co. Ltd, Japan has sold its entire shareholding of 440,000 equity shares in the Company to Vraheja Trading Private Limited on 07 June 2023.

Promoters of the company. There has been no change during the year in the number of shares held by them from the preceding year

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

11.4 *On 26th June 2023 the Company had made a bonus issue 77,97,568 equity Shares to the equity shareholders in the ratio of 1:4 i.e., 4 (Four) fully paid up equity shares for every 1 (One) equity share, thereby increasing the paid up capital of from Rs.1,94,93,920/- to Rs 9,74,69,600/-

11.5 No shares have been reserved for issue under options.

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NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)
Notes to financial statements for the Period ended 31 Mar 2024
Amount in INR (Lakhs), unless otherwise stated

Particulars	As at 31 Mar 2024	As at 31 Mar 2023
12 Other equity		
(a) Securities premium		
Opening Balance	695.00	695.00
Utilised for Issue of Bonus Shares	(695.00)	-
Closing Balance	<u>-</u>	<u>695.00</u>
(b) General reserve		
Opening Balance	6,884.97	6,884.97
Utilised for Issue of Bonus Shares	(84.76)	-
Closing Balance	<u>6,800.21</u>	<u>6,884.97</u>
(c) Retained earnings		
Balance as per last financial statements	48,485.31	48,714.58
Add: (loss) / profit for the year	3,030.41	(196.82)
Add: Other comprehensive income	-	(32.45)
Balance as at end of the year	<u>51,515.73</u>	<u>48,485.31</u>
(d) Other comprehensive income		
Equity instruments designated at fair value through other comprehensive income		
Balance as per last financial statements	130.15	110.45
Add: (loss) / profit for the year	34.54	19.71
Balance as at end of the year	<u>164.69</u>	<u>130.15</u>
Total	<u><u>59,260.38</u></u>	<u><u>56,195.43</u></u>

Nature and purpose of reserves:

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013.

General reserve

General reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General reserve is created by transfer from one component of equity to another and is not an item of other comprehensive income.

Retained earnings

Retained earnings are the profits that the Company has earned till date and not distributed. Retained earning is a free reserve available to the company. It includes other comprehensive income representing the actuarial gain/loss arising on account of defined benefit plan.

Equity instruments designated at fair value through other comprehensive income

The Company has elected to recognise changes in the fair value of certain investments in equity instruments in other comprehensive income. These changes are accumulated within FVOCI equity investments reserve within equity. The Company transfers amounts from this reserve to retained earnings when the relevant equity securities are derecognised.

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NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)

Notes to financial statements for the Period ended 31 Mar 2024

Amount in INR (Lakhs), unless otherwise stated

	As at 31 Mar 2024	As at 31 Mar 2023
13 Other financial liabilities		
Security deposits	7.50	10.00
Employee related payables	1,471.29	1,221.10
Other payables	7.63	216.41
	1,486.42	1,447.51
14 Provisions		
Gratuity	110.07	86.05
Compensated absences	781.76	608.66
Warranty obligations	63.52	91.69
	955.35	786.41
15 Other liabilities		
Statutory dues	289.69	258.14
Deferred government grant	0.60	0.84
	290.28	258.98
16 Borrowings		
Non-current		
Term loan from financial institution*	68.54	33.12
*(Secured against Hypothecation of Vehicle)		
	68.54	33.12
Current		
Cash Credit with banks	2,451.82	1,577.73
Working capital loan repayable on demand**	12,425.17	12,500.00
*(Secured by First Charge on Inventory and Book Debt)		
	14,876.99	14,077.73
	14,945.53	14,110.86
17 Lease liabilities		
Lease liabilities	1,103.53	1,778.54
	1,103.53	1,778.54
18 Trade Payables		
Trade Payables	16,762.58	20,004.32
Total	16,762.58	20,004.32
19 Current tax liabilities (net)		
Provision for taxation	1,010.18	-
Total	1,010.18	-

NAPINO AUTO & ELECTRONICS LIMITED (STANDALONE)

Notes to financial statements for the Period ended 31 Mar 2024

Amount in INR (Lakhs), unless otherwise stated

	For the period ended 31 Mar 2024	For the period ended 31 Mar 2023
20 Revenue from operations		
Revenue from operations		
Sale of products	1,24,457.74	1,02,613.96
Rendering of services		
Job work and other income	663.70	482.96
Other operating revenue		
Sale of scrap	571.84	580.80
Duty draw back	56.09	18.92
Total	1,25,749.36	1,03,696.64
21 Other income		
Interest income		
- Other Interest	71.81	106.15
- 7.5% non cumulative redeemable preference shares	119.77	110.80
Dividend income	9.89	3.95
Rental income	294.32	296.64
Profit on sale of mutual fund (net)	-	7.00
Fair value gain on financial instruments at fair value through profit or loss	137.52	232.27
Profit on sale of Property, Plant and Equipments (net)	10.77	8.18
Gain on foreign exchange fluctuation	261.63	-
Miscellaneous income	287.64	442.75
Total	1,193.34	1,207.75
22 Cost of raw materials consumed		
Raw materials and components consumed	96,142.64	79,650.11
	96,142.64	79,650.11
Movement of raw material and components consumed are as follows:		
Inventory at the beginning of the Period	21,897.78	19,791.49
Add: Purchases made during the Period	91,759.38	81,756.39
Less: Inventory at the end of the Period	-17,514.52	-21,897.78
Cost of raw materials and components consumed	96,142.64	79,650.11
23 Changes in inventories of finished goods, stock in trade and work-in-progress		
a) Details of changes in inventories of finished goods and work-in-progress are as follows:		
Changes in inventories of finished goods and work-in-progress	-621.98	48.29
	-621.98	48.29
b) Detailed breakup of the changes in inventories of finished goods and work-in-progress are as follows:		
Opening stock		
Finished Goods	3,019.60	3,148.46
Work In Progress	1,379.26	1,299.56
Scrap	0.87	-
	4,399.73	4,448.03
Closing stock		
Finished Goods	3,565.01	3,019.60
Work In Progress	1,452.23	1,379.26
Scrap	4.47	0.87
Total	5,021.71	4,399.73

	For the period ended 31 Mar 2024	For the period ended 31 Mar 2023
24 Employee benefits expense		
Salaries and wages	14,014.58	11,603.96
Contribution to provident and other funds	619.88	517.00
Staff welfare expense	654.18	571.56
Total	15,288.63	12,692.52
25 Finance costs		
Interest expense	1,210.24	799.48
Interest on lease liabilities	124.09	142.98
Total	1,334.33	942.46
26 Depreciation and amortization expense		
Depreciation of property, plant and equipment (refer Note 1)	2,712.07	2,786.30
Amortisation of intangible assets (refer Note 2)	200.65	226.24
Amortisation of right of use assets (refer note 3)	335.04	313.81
Total	3,247.76	3,326.35
27 Other expenses		
Consumable tools & stores	784.29	628.95
Packing Expenses	232.84	211.62
Power and fuel	848.92	775.30
Repair and maintenance		
- Plant & machinery	528.07	517.64
- Buildings	206.74	166.79
- Others	447.84	358.90
Job work expenses	860.62	532.15
Vehicle running and maintenance expense	98.24	81.94
Insurance charges	280.02	298.87
Auditors' remuneration	28.03	27.75
Rent	206.66	129.92
Rates and taxes	126.72	42.24
Royalty Expenses	288.41	310.86
Warranty expenses	75.00	75.32
Travelling & Conveyance Expenses	826.01	695.58
Legal, professional & consultancy Charges	681.89	479.24
Security service charges	248.94	225.37
Loss on Foreign Exchange Fluctuations	-	390.60
Freight & forwarding Expenses	522.51	471.43
Miscellaneous expense	218.87	573.66
Total	7,510.62	6,994.14

