



**INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

**TO THE BOARD OF DIRECTORS OF KRISHCA STRAPPING SOLUTIONS LIMITED**  
*(FORMERLY KNOWN AS KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)*

We have audited the accompanying financial statements of **KRISHCA STRAPPING SOLUTIONS LIMITED** (Formerly Known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED), (The Company) which comprise the balance sheet as at February 15, 2023, and the statement of profit and loss and cash flow statement for the period from 01-04-2022 to 15-02-2023, and a summary of significant accounting policies and other explanatory information. The financial statements have been prepared by management based on the financial reporting requirement of Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "Act") and The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations") for the purpose of inclusion in the Draft Prospectus/ Prospectus prepared by the Company in connection with its proposed Initial Public Offer of equity shares ("IPO") on SME Platform of National Stock Exchange of India Limited ("NSE EMERGE").

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the Company in accordance with the financial reporting provisions of Regulations in accordance with the accounting principle generally accepted in India, including the Accounting Standards specified under section 133 of the Act read with Companies (Accounting Standards) Rules, 2021, requirement of Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "Act") and The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations") this includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give a true and fair view of the state of affairs of **KRISHCA STRAPPING SOLUTIONS LIMITED** as at February 15, 2023, and of its results of operations and its cash flows for the period from 01-04-2022 to 15-02-2023 in accordance with the financial reporting requirement of Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "Act") and The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations")

### Basis of Accounting

Without modifying our opinion, we draw attention to Note No 26 of the financial statements, which describes the basis of accounting. The financial statements are prepared to assist **KRISHCA STRAPPING SOLUTIONS LIMITED**. to meet the requirements of requirement of Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "Act") and The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations"). As a result, the financial statements may not be suitable for another purpose.

Place: Chennai  
Date: 20-02-2023

For L U Krishnan & Co  
Chartered Accountants  
Firm Registration No: 001527S



P K Manoj  
Partner

Membership No.207550  
UDIN:23207550BGWMFO8995

**KRISHCA STRAPPING SOLUTIONS LIMITED**  
(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

Balance Sheet as at February 15, 2023

(Amount in ₹ Rupees)

Particulars	Note No.	As at February 15,		As at March 31,	
		2023	2022	2021	2020
<b>I. EQUITY AND LIABILITIES</b>					
<b>1 SHAREHOLDERS' FUNDS</b>					
(a) Share Capital	1	5,00,00,000	5,00,00,000	3,01,36,000	3,01,36,000
(b) Reserves and Surplus	2	4,45,25,692	(3,40,48,627)	(4,21,64,350)	(2,37,02,285)
(c) Money received against share warrants					
<b>2 SHARE APPLICATION MONEY PENDING ALLOTMENT</b>					
<b>3 NON-CURRENT LIABILITIES</b>					
(a) Long-Term Borrowings	3	4,83,39,751	5,45,04,949	5,39,05,928	40,93,379
(b) Deferred Tax Liabilities (Net)	4	-	18,58,755	2,36,571	-
(c) Other Long-Term Liabilities					
(d) Long-Term Provisions	5	5,14,677	-	-	-
<b>4 CURRENT LIABILITIES</b>					
(a) Short-Term Borrowings	6	7,09,62,307	3,94,22,859	7,98,42,395	7,86,42,711
(b) Trade Payables	7				
(A) Total outstanding dues of micro enterprises and small enterprises and					
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		3,18,81,845	1,03,30,733	57,78,476	3,67,560
(c) Other Current Liabilities	8	47,16,893	3,18,36,421	14,67,024	20,38,016
(d) Short-Term Provisions	9	1,87,54,380	4,94,510	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>26,96,95,545</b>	<b>15,43,99,600</b>	<b>12,92,02,044</b>	<b>9,15,75,381</b>
<b>II. ASSETS</b>					
<b>1 NON-CURRENT ASSETS</b>					
(a) Property, Plant & Equipment and Intangible					
(i) Property, Plant & Equipment	10	3,87,44,218	4,50,24,034	6,13,38,077	5,50,33,920
(ii) Intangible Assets		78,423	14,034	91,268	24,993
(iii) Capital Work-in-Progress	11	2,11,64,966	1,41,04,976	-	3,40,000
(iv) Intangible Assets under development					
(b) Non-Current Investments					
(c) Deferred Tax Assets (Net)	12	33,95,502	-	-	56,145
(d) Long-Term Loans & Advances	13	8,74,951	-	-	-
(e) Other Non-Current Assets	14	77,16,253	-	-	-
<b>2 CURRENT ASSETS</b>					
(a) Inventories	15	8,85,15,110	1,46,30,988	1,95,82,987	1,57,38,756
(b) Trade Receivables	16	9,52,93,592	5,60,45,306	2,29,40,407	76,88,162
(c) Cash & Bank Balances	17	7,87,068	30,56,649	22,95,241	2,44,610
(d) Other Current Assets	18	1,31,25,462	2,15,23,613	2,29,54,064	1,24,48,795
<b>TOTAL ASSETS</b>		<b>26,96,95,545</b>	<b>15,43,99,600</b>	<b>12,92,02,044</b>	<b>9,15,75,381</b>
Company overview & Significant Accounting Policies	26				
Other notes to accounts	27				

The accompanying notes 1 to 27 form an integral part of the financial statements

For and on behalf of the Board of Directors of  
**KRISHCA STRAPPING SOLUTIONS LIMITED**  
(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

**BALA MANIKANDAN**  
Director  
DIN: 07941696

**TERLI VENKATA SIVAJI**  
Director  
DIN: 07159540

**DIYA VENKATESAN**  
Company Secretary  
Membership No: 55736

**SARALADEVI**  
Whole time Director cum CFO  
DIN:07941812

As per our report of even date attached  
For **L.U. KRISHNAN & CO**  
Chartered Accountants  
Firm's Registration.No: 0015275



**P K MANOJ**  
Partner  
Membership Number: 207550  
UDIN: 23207550BGWFMF08995

Place: Chennai  
Date: 20-02-2023



Place: Chennai  
Date: 20-02-2023

**KRISHCA STRAPPING SOLUTIONS LIMITED**  
(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)  
Statement of profit and Loss for the Year/Period ended February 15, 2023

(Amount in ₹ Rupees)

Particulars	Note No.	For the period ended February 15,		For the year ended March 31,	
		2023	2022	2021	2020
I Revenue From Operations	19	63,41,34,448	18,61,12,007	9,41,04,822	96,08,510
II Other Income	20	9,88,402	10,58,746	30,00,284	2,06,823
III <b>Total Income (I+II)</b>		<b>63,51,22,850</b>	<b>18,71,70,753</b>	<b>9,71,05,106</b>	<b>98,15,333</b>
IV <b>Expenses</b>					
Cost of Materials Consumed	21	54,33,16,304	11,98,34,698	5,89,27,953	2,24,56,722
Purchases of Stock-in-Trade		64,86,844	16,48,948	11,46,865	4,85,139
Changes in Inventories of Finished Goods	22	(6,87,65,597)	58,36,694	41,27,681	(1,57,38,756)
Employee Benefits Expense	23	1,70,30,919	1,40,63,466	1,11,31,526	98,44,837
Finance Costs	24	64,70,581	54,46,773	73,50,973	32,16,129
Depreciation & Amortisation Expenses	12	1,08,03,039.73	94,75,296.00	80,71,785.00	48,17,556.00
Other Expenses	25	2,77,06,317	1,36,93,855	1,30,72,982	71,85,948
<b>Total Expenses (IV)</b>		<b>54,30,48,408</b>	<b>16,99,99,730</b>	<b>10,38,29,765</b>	<b>3,22,67,575</b>
V <b>Profit Before Exceptional and Extraordinary Items and Tax (III-IV)</b>		<b>9,20,74,442</b>	<b>1,71,71,023</b>	<b>(67,24,659)</b>	<b>(2,24,52,242)</b>
VI Exceptional Items		-	-	-	-
VII <b>Profit before extraordinary items and tax (V-VI)</b>		<b>9,20,74,442</b>	<b>1,71,71,023</b>	<b>(67,24,659)</b>	<b>(2,24,52,242)</b>
VIII Extraordinary items		-	-	-	-
IX <b>Profit before tax (VII-VIII)</b>		<b>9,20,74,442</b>	<b>1,71,71,023</b>	<b>(67,24,659)</b>	<b>(2,24,52,242)</b>
X <b>Tax Expense:</b>					
(1) Current Tax		1,87,54,380	4,94,510	-	-
(2) Deferred Tax		(52,54,257)	16,22,184	-	(60,374)
(3) MAT Credit Entitlement		-	-	-	-
XI <b>Profit ( Loss) for the period from continuing operations (IX-X)</b>		<b>7,85,74,319</b>	<b>1,50,54,329</b>	<b>(67,24,659)</b>	<b>(2,23,91,868)</b>
XII <b>Profit ( Loss) for the period from discontinuing operations</b>		-	-	-	-
XIII <b>Tax expenses of discontinuing operations</b>		-	-	-	-
XIV <b>Profit ( Loss) for the period from discontinuing operations (after tax) (XII-XIII)</b>		-	-	-	-
XV <b>Profit/(Loss) For The Period (XI+XIV)</b>		<b>7,85,74,319</b>	<b>1,50,54,329</b>	<b>(67,24,659)</b>	<b>(2,23,91,868)</b>
XVI <b>Earnings per equity share: (In Rs.)</b>					
(1) Basic		15.71	3.01	2.33	7.43
(2) Diluted		15.71	3.01	2.33	7.43

Company overview, Significant Accounting Policies & Other notes on 26 & 27  
The accompanying notes 1 to 27 form an integral part of the financial statements

For and on behalf of the Board of Directors of  
**KRISHCA STRAPPING SOLUTIONS LIMITED**  
(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

*L. Rebekha*  
**BALA MANIKANDAN**  
Director  
DIN: 07941696

*T.V. Shivani*  
**TERLI VENKATA SIVAJI**  
Director  
DIN: 07159540

*Dip.V*  
**DIYA VENKATESAN**  
Company Secretary  
Membership No: 55736

*N. Saraladevi*  
**SARALADEVI**  
Whole time Director cum CFO  
DIN:07941812

As per our report of even date attached  
For **L.U.KRISHNAN & CO**  
Chartered Accountants  
Firm's Registration No: 0015275



*Manoj*  
**P K MANOJ**  
Partner  
Membership Number: 207550  
UDIN: 23207550BGWFMF08995

Place: Chennai  
Date: 20-02-2023

Place: Chennai  
Date: 20-02-2023

**KRISHCA STRAPPING SOLUTIONS LIMITED**  
(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

Statement of Cash Flow for the year ended February 15, 2023

(Amount in ₹ Rupees)

Particulars	For the period ended February 15,		Year ended March 31,	
	2023	2022	2021	2020
<b>A CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Net Profit Before Tax	9,20,74,442	1,71,71,023	(67,24,659)	(2,24,52,242)
<b>Adjustments for:</b>				
Depreciation	1,08,03,040	94,75,296	80,71,785	48,17,556
Loss on Sale of Furniture	-	-	-	-
Prior Period Errors Adjustments	-	-	-	-
Interest Expenses	64,70,581	54,46,773	73,50,973	32,16,129
Interest Income	(1,87,397)	(1,89,545)	(284)	(47,142)
<b>Operating Profit before working capital changes:</b>	<b>10,91,60,666</b>	<b>3,19,03,547</b>	<b>86,97,815</b>	<b>(1,44,65,699)</b>
<b>Adjustments for changes in working capital:</b>				
Increase/(Decrease) in Trade Receivables	(3,92,48,286)	(3,31,04,899)	(1,52,52,245)	(76,88,162)
Increase/(Decrease) in Inventories	(7,38,84,123)	49,51,997	(38,44,228)	(1,57,38,757)
Increase/(Decrease) in Long term Provisions	5,14,677	-	-	-
Increase/(Decrease) in long term Loans and Advance	8,74,951	-	-	-
Increase/(Decrease) in Other Non Current Assets	(77,16,253)	-	-	12,72,213
Increase/(Decrease) in Other Current assets	1,63,92,661	14,30,451	(1,05,05,269)	(1,16,87,833)
Increase/(Decrease) in Short Term Borrowings	3,15,39,448	(4,04,19,536)	11,99,684	4,15,74,668
Increase/(Decrease) in Trade and Other payables	2,15,51,112	45,52,257	54,10,916	3,67,560
Increase/(Decrease) in Other Current Liabilities	(2,71,19,528)	3,03,69,397	(5,70,992)	7,54,871
<b>Cash generated from operations</b>	<b>3,20,65,325</b>	<b>(3,16,786)</b>	<b>(1,48,64,319)</b>	<b>(56,11,139)</b>
Income Taxes paid	(79,94,510)	-	-	-
<b>Cash flow before extraordinary item</b>	<b>2,40,70,815</b>	<b>(3,16,786)</b>	<b>(1,48,64,319)</b>	<b>(56,11,139)</b>
Extraordinary items	-	-	-	-
<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>	<b>2,40,70,815</b>	<b>(3,16,786)</b>	<b>(1,48,64,319)</b>	<b>(56,11,139)</b>
<b>B CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest Received	1,87,397	1,89,545	284	47,142
Fixed assets purchased including Intangible Assets	(59,57,073)	(1,41,27,599)	(2,55,46,910)	(2,67,65,727)
Increase in Capital Work In Progress	(70,59,990)	-	-	-
Increase/(Decrease) in Non-Current Investments	-	-	-	-
Increase/(Decrease) in Long Term Loans & Advances	(8,74,951)	-	-	-
Increase/(Decrease) in Other Non-Current Investments	-	-	-	-
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>(1,37,04,617)</b>	<b>(1,39,38,054)</b>	<b>(2,55,46,626)</b>	<b>(2,67,18,585)</b>
<b>C CASH FLOWS FORM FINANCING ACTIVITES</b>				
Interest paid	(64,70,581)	(54,46,773)	(73,50,973)	(32,16,129)
Increase/(Decrease) in Long-Term Borrowings	(61,65,198)	5,99,021	4,98,12,549	40,93,379
Proceeds from issue of Equity Shares	-	1,98,64,000	-	3,00,36,000
<b>NET CASH USED IN FINANCING ACTIVITIES (C)</b>	<b>(1,26,35,779)</b>	<b>1,50,16,248</b>	<b>4,24,61,576</b>	<b>3,09,13,250</b>
<b>Effect of Exchange Difference</b>				
Exchange difference on Realized (Loss)/Gain	-	-	-	-
<b>D NET INCREASE IN CASH AND CASH EQUIVALENT (A+B+C)</b>	<b>(22,69,581)</b>	<b>7,61,408</b>	<b>20,50,631</b>	<b>(14,16,474)</b>
Opening Cash and Cash Equivalents	30,56,649	22,95,241	2,44,610	16,61,084
<b>CLOSING CASH AND CASH EQUIVALENT</b>	<b>7,87,068</b>	<b>30,56,649</b>	<b>22,95,241</b>	<b>2,44,610</b>

Significant Accounting Policies & Other Notes on accounts - Note no: 26 & 27

The accompanying notes 1 to 27 form an integral part of the financial statements

For and on behalf of the Board of Directors of

**KRISHCA STRAPPING SOLUTIONS LIMITED**  
(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

**BALA MANIKANDAN**  
Director  
DIN: 07941696

**TERLI VENKATA SIVAJI**  
Director  
DIN: 07159540

**DIYA VENKATESAN**  
Company Secretary  
Membership No: 55736

**SARALADEVI**  
Whole time Director cum CFO  
DIN:07941812

As per our report of even date attached

For **L.U. KRISHNAN & CO**  
Chartered Accountants  
Firm's Registration No: 0015275



**P K MANOJ**  
Partner

Membership Number: 207550  
UDIN: 23207550BGWMFO8995

Place: Chennai  
Date: 20-02-2023

Place: Chennai  
Date: 20-02-2023



KRISHCA STRAPPING SOLUTIONS LIMITED

(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

Notes to Financial Statements As at ended February 15, 2023

Note: 1 Share Capital

(Amount in ₹ Rupees)

Particulars	As at February 15, 2023		As at March 31, 2022		As at March 31, 2021		As at March 31, 2020	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
a) Number and amount of equity shares authorised	1,50,00,000	15,00,00,000	50,00,000	5,00,00,000	50,00,000	5,00,00,000	50,00,000	5,00,00,000
b) (i) Number and amount of equity shares Issued, Subscribed and Paid-Up	50,00,000	5,00,00,000	50,00,000	5,00,00,000	30,13,600	3,01,36,000	30,13,600	3,01,36,000
(ii) Number and amount of equity shares Subscribed but not fully Paid-Up	-	-	-	-	-	-	-	-
		5,00,00,000		5,00,00,000		3,01,36,000		3,01,36,000
c) Par value per Equity share (in ₹ each)	10		10		10		10	

d) Reconciliation of Number of Equity shares outstanding at the beginning and at the end of the reporting period

Particulars	As at February 15,	As at March 31,	As at March 31,	As at March 31,
	2023	2022	2021	2020
Shares outstanding at the beginning of the year	50,00,000	30,13,600	30,13,600	10,000
Shares issued during the year	-	19,86,400	-	30,03,600
Shares bought back during the year	-	-	-	-
<b>Shares outstanding at the end of the year</b>	<b>50,00,000</b>	<b>50,00,000</b>	<b>30,13,600</b>	<b>30,13,600</b>

e) The rights, preferences and restrictions attaching to each class of shares:

The Company has only one class of shares and all shareholder have equal rights and there are no restriction and preferences attached to any shareholders including the right to receive dividend and repayment of Capital.

f) With respect to shares held by its holding company or its ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company in aggregate:

The Company does not have any Holding Company or Subsidiaries Company.

g) Details of shareholders holding more than 5% of shares:

Name of the Shareholder	As at February 15, 2023		As at March 31, 2022		As at March 31, 2021		As at March 31, 2020	
	Number of Shares held	% of Holding	Number of Shares held	% of Holding	Number of Shares held	% of Holding	Number of Shares held	% of Holding
Balamananandan	28,17,275	56.35%	10,50,275	21.01%	10,50,275	34.85%	10,50,275	34.85%
S. Ramya	6,65,000	13.30%	5,15,000	10.30%	5,15,000	17.09%	5,15,000	17.09%
S Lenin Krishnamurthy	-	-	28,61,675	57.23%	8,75,275	29.04%	8,75,275	29.04%
Anthoniammal	-	-	3,50,275	7.01%	3,50,275	11.62%	3,50,275	11.62%
Saraladevi	7,22,775	14.46%	-	0.00%	2,22,775	7.39%	2,22,775	7.39%
Lalit Dua	6,65,000	13.30%	-	0.00%	-	0.00%	-	0.00%

h) Shares reserved for issue under options and contracts or commitments for the sale of shares or disinvestment, including the terms and amounts:

i) Shares information related to immediately preceding five years from reporting date:

Number & class of Share allotted as fully paid up pursuant to contract(s) without payment being received in cash : NIL

Aggregate number and class of shares allotted as fully paid up bonus shares : NIL

Aggregate number and class of shares brought back : NIL

j) The Company has not issued any convertible securities as on reporting date.

k) The Company does not have any unpaid calls on reporting date.

l) The Company has not forfeited any shares during the reporting period.

m) Shareholding of Promoters

Equity Shares held by promoters As at February 15, 2023

S.No	Promoter Name	No. of Shares at the beginning of the year	No. of Shares at the end of the year	% of total shares	% Change during the year
1	Balamananandan	10,50,275	28,17,275	56.35%	168.24%
2	S. Ramya	5,15,000	6,65,000	13.30%	29.13%
3	S Lenin Krishnamurthy	28,61,675	61,675	0.00%	-97.84%
4	Anthoniammal	3,50,275	50,275	0.00%	-85.65%
5	Saraladevi	2,22,775	7,22,775	14.46%	224.44%
6	Lalit Dua	-	6,65,000	13.30%	13.30%

n) The Company has increases its Authorised Share Capital from 50,00,000 Lakhs Shares of Rs. 10 each to 1,50,00,000 Lakhs Shares of Rs. 10 each on its Members Meeting held on 25-01-2023

o) The Company has declared bonus Shares at the Members Meeting held on 20th Feb 2023, at the ratio of 3 Equity shares of Rs 10/- Each for every 4 Equity shares of Rs 10/- each held



Note: 2 Reserves and Surplus

Particulars	(Amount in ₹ Rupees)			
	As at February		As at March 31,	
	2023	2022	2021	2020
<b>(a) General Reserve</b>				
Opening Balance	-	-	-	-
Add: Additions during the year	4,00,00,000	-	-	-
Less: Deduction during the year	-	-	-	-
<b>Closing Balance</b>	<b>4,00,00,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(b) Surplus</b>				
Opening Balance	-3,40,48,627	-4,21,64,350	-2,37,02,285	-18,49,440
Add: Additions during the year	7,85,74,319	1,50,54,329	-70,17,373	-2,23,91,869
Add: Prior Period Error Adjusted (refer Note below)*	-	-69,38,606	-1,14,44,692	5,39,024
Less: Transferred to General Reserve	-4,00,00,000	-	-	-
<b>Closing Balance</b>	<b>45,25,692</b>	<b>-3,40,48,627</b>	<b>-4,21,64,350</b>	<b>-2,37,02,285</b>
<b>Total</b>	<b>4,45,25,692</b>	<b>-3,40,48,627</b>	<b>-4,21,64,350</b>	<b>-2,37,02,285</b>

\*Note: Adjustments in Reserves due to error in calculation of Depreciation and Non Provision of Gratuity and Deferred Tax

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
Adjustment in Reserves due to Errors in Depreciation calculation	-	-69,38,606	-1,14,44,692	5,39,024
<b>Total</b>	<b>-</b>	<b>(69,38,606)</b>	<b>(1,14,44,692)</b>	<b>5,39,024</b>

Note: 3 Long-Term Borrowings

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
<b>Secured</b>				
<b>a) Term Loans:</b>				
i. From banks	82,04,998	1,46,10,410	70,33,266	-
(Secured by Stock, Book Debts, Plant & Machinery, Furniture & Electrical Equipments, Vacant Land owned by Mr.Lenin Krishnamoorthy, 36 monthly installments after initial holiday period of 24 months after first disbursement )				
ii. From banks	18,63,546	-	-	-
Secured by Vehicles- Maruti Swift Dzire and Volkswagen Cars				
(Maruti Suzuki Car loan amount sanctioned on 12.12.2022 at an interest rate of 8.35% p.a repayable in 36 monthly Installments Rs.26,736 each. Balance payable in 35 Installments)				
(Volkswagen Car loan amount sanctioned on 15.12.2022 at an interest rate of 9.00% p.a repayable in 39 monthly Installments Rs.59,269 each. Balance payable in 39 Installments)				
<b>Unsecured</b>				
a) Loans and advances from related parties	3,82,71,207	3,98,94,539	4,68,72,662	40,93,379
<b>Total</b>	<b>4,83,39,751</b>	<b>5,45,04,949</b>	<b>5,39,05,928</b>	<b>40,93,379</b>

Note: 4 Deferred Tax Liabilities (Net)

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
Deferred Tax Liabilities (Net)	-	18,58,755	2,36,571	-
<b>Total</b>	<b>-</b>	<b>18,58,755</b>	<b>2,36,571</b>	<b>-</b>

Note: 5 Long-Term Provisions

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
a) Provision for Employee Benefits	5,14,677	-	-	-
<b>Total</b>	<b>5,14,677</b>	<b>-</b>	<b>-</b>	<b>-</b>



Note: 6 Short-Term Borrowings

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
<b>Secured</b>				
a) Loans repayable on demand:				
i. From banks	2,41,71,457	3,52,30,618	7,56,68,727	6,34,37,211
Secured by Stock, Book Debts, Plant & Machinery, Furniture & Electrical Equipments, Vacant Land owned by Mr. Lenin Krishnamoorthy, 36 monthly installments after initial holiday period of 24 months after first disbursement				
b) Term Loan				
i. From banks	84,66,972	42,83,832	42,73,668	
Secured by Stock, Book Debts, Plant & Machinery, Furniture & Electrical Equipments, Vacant Land owned by Mr. Lenin Krishnamoorthy, 36 monthly installments after initial holiday period of 24 months after first disbursement				
ii. From banks	8,23,878			
Secured by Vehicles- Maruti Swift Dzire and Volkswagen Cars				
(Maruti Suzuki Car loan amount sanctioned on 12.12.2022 at an interest rate of 8.35% p.a repayable in 36 monthly Installments Rs.26,736 each. Balance payable in 35 Installments)				
(Volkswagen Car loan amount sanctioned on 15.12.2022 at an interest rate of 9.00% p.a repayable in 39 monthly Installments Rs.59,269 each. Balance payable in 39 Installments)				
iii. From Other Parties- NBFC's	3,75,00,000			
Secured by Book debts and Personal Guarantee of Promoter Mr. Bala Manikandan & Director Mrs. Sarala Devi				
<b>Unsecured</b>				
a) Loans and advances from related parties	-	(91,591)	(1,00,000)	1,52,05,500
<b>Total</b>	<b>7,09,62,307</b>	<b>3,94,22,859</b>	<b>7,98,42,395</b>	<b>7,86,42,711</b>

Note: 7 Trade Payables

I. Trade Payables relating to MSME

II. Trade Payables ageing schedule

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
(i) MSME				
(ii) Others	3,18,81,845	1,03,30,733	57,78,476	3,67,560
(iii) Disputed dues - MSME				
(iv) Disputed dues - Others				

Ageing Schedule

a) Trade Payables ageing schedule For the period ended February 15, 2023

Particulars	Unbilled Dues	Not Due	Outstanding for following periods from due date of payment				TOTAL
			< 1 year	1 - 2 Years	2 - 3 Years	> 3 Years	
			(i) MSME				
(ii) Others			3,18,81,845				3,18,81,845
(iii) Disputed dues - MSME							
(iv) Disputed dues - Others							

II. Trade Payables ageing schedule schedule for the year ended March 31, 2022

Particulars	Unbilled Dues	Not Due	Outstanding for following periods from due date of payment				TOTAL
			< 1 year	1 - 2 Years	2 - 3 Years	> 3 Years	
			(i) MSME				
(ii) Others			1,03,30,733	-	-	-	1,03,30,733
(iii) Disputed dues - MSME							
(iv) Disputed dues - Others							

Note: 8 Other Current Liabilities

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
a) Income received in advance	-	2,92,12,939	-	-
b) Other Payable	47,16,893	26,23,482	14,67,024	20,38,016
<b>Total</b>	<b>47,16,893</b>	<b>3,18,36,421</b>	<b>14,67,024</b>	<b>20,38,016</b>





Note: 9 Short-Term Provisions

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
a) Provision for Tax	1,87,54,380	4,94,510	-	-
<b>Total</b>	<b>1,87,54,380</b>	<b>4,94,510</b>	<b>-</b>	<b>-</b>

Note: 10 (i) Property, Plant & Equipment Attached Separately

Note: 11 (iii) Capital Work-in-Progress

I. CWIP aging schedule

CWIP	(Amount in ₹ Rupees)			
	Amount in CWIP for a period of			
	< 1 year	1 - 2 Years	2 - 3 Years	> 3 Years
	As at February 15,		As at March 31,	
	2023	2022	2023	2022
a) Projects In Progress	2,11,64,966		-	3,40,000
b) Projects temporarily suspended			-	
<b>Total</b>	<b>2,11,64,966</b>	<b>1,41,04,976</b>	<b>-</b>	<b>3,40,000</b>

II. Capital-work-in progress under development Completion schedule

CWIP	(Amount in ₹ Rupees)			
	To be completed in			
	< 1 year	1 - 2 Years	2 - 3 Years	> 3 Years
a) Projects In Progress		1,00,00,000	8,00,00,000	
b) Projects temporarily suspended				

Note: 12 Deferred Tax Assets (Net)

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
Deferred Tax	33,95,502	-	-	56,145
<b>Total</b>	<b>33,95,502</b>	<b>-</b>	<b>-</b>	<b>56,145</b>

Note: 13 Long-Term Loans & Advances

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
A. Unsecured, Considered good				
MAT Credit Entitlement	8,74,951	-	-	-
<b>Total</b>	<b>8,74,951</b>	<b>-</b>	<b>-</b>	<b>-</b>

Note: 14 Other Non-Current Assets

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
a) Security Deposits	77,16,253			
<b>Total</b>	<b>77,16,253</b>	<b>-</b>	<b>-</b>	<b>-</b>

Note: 15 Inventories

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
Valued at cost or NRV whichever is lower				
a) Raw Materials	1,39,75,132	88,56,607	79,71,912	-
b) Finished Goods	7,45,39,978	57,74,381	1,16,11,075	1,57,38,756
<b>Total</b>	<b>8,85,15,110</b>	<b>1,46,30,988</b>	<b>1,95,82,987</b>	<b>1,57,38,756</b>

Note: 16 Trade Receivables

Particulars	(Amount in ₹ Rupees)			
	As at February 15,		As at March 31,	
	2023	2022	2021	2020
Trade receivable considered good – Unsecured	9,52,93,592	5,60,45,306	2,29,40,407	76,88,162
<b>Total Trade Receivables</b>	<b>9,52,93,592</b>	<b>5,60,45,306</b>	<b>2,29,40,407</b>	<b>76,88,162</b>



## Ageing Schedule

## I. Trade Receivables ageing schedule for the period ended February 15, 2023

(Amount in ₹ Rupees)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment					Total
			< 6 Months	6 Months - 1 Year	1 - 2 Years	2 - 3 Years	> 3 Years	
(i) Undisputed Trade Receivables -								
Considered good			8,35,65,882	1,17,27,710				9,52,93,592
<b>Total:</b>			<b>8,35,65,882</b>	<b>1,17,27,710</b>				<b>9,52,93,592</b>

## II. Trade Receivables ageing schedule for the year ended March 31 2022

(Amount in ₹ Rupees)

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment					Total
			< 6 Months	6 Months - 1 Year	1 - 2 Years	2 - 3 Years	> 3 Years	
(i) Undisputed Trade Receivables -								
Considered good				5,60,45,306				5,60,45,306
<b>Total:</b>				<b>5,60,45,306</b>				<b>5,60,45,306</b>

## Note: 17 Cash &amp; Bank Balances

(Amount in ₹ Rupees)

Particulars	As at February 15,		As at March 31,	
	2023	2022	2021	2020
a) Cash & Cash Equivalents				
i) Balance with banks	7,80,151	15,79,892	1,85,658	10,957
ii) Cash in hand	6,917	6,107	19,057	4,667
b) Other Bank Balances				
i) Bank Deposits with more than 12 months maturity	-	12,46,500	12,46,500	-
c) Balance with banks to the extent held as margin money or security against the borrowings, guarantees,				
guarantees,		2,24,150	8,44,026	2,28,986
<b>Total</b>	<b>7,87,068</b>	<b>30,56,649</b>	<b>22,95,241</b>	<b>2,44,610</b>

## Note: 18 Other Current Assets

(Amount in ₹ Rupees)

Particulars	As at February 15,		As at March 31,	
	2023	2022	2021	2020
Advance Tax	75,00,000	-	-	-
Creditors - Advances	33,08,628	1,33,81,774	1,07,78,094	13,726
TDS Receivables	4,85,937	4,04,382	-	4,716
Balance with Revenue Authorities - GST	-	-	52,65,356	62,22,339
Rental Advance	4,39,690	1,80,800	1,35,800	93,300
Interest Receivable	1,69,647	1,74,483	-	-
Staff Advance	4,67,013	6,68,143	27,340	(11,380)
Travel Advance	7,13,523	-	-	-
Preliminary Expenses	18,400	18,400	18,400	18,400
Prepaid Expenses	22,624	-	65,006	-
TCS Receivable	-	77,897	46,334	-
Other Deposits	-	66,17,734	66,17,734	61,07,694
<b>Total</b>	<b>1,31,25,462</b>	<b>2,15,23,613</b>	<b>2,29,54,064</b>	<b>1,24,48,795</b>



**KRISHCA STRAPPING SOLUTIONS LIMITED**

(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

Notes to Financial Statements for the Year /Period ended February 15,2023

Note: 19 Revenue From Operations

Particulars	(Amount in ₹ Rupees)			
	For the period ended February 15,	For the year ended March 31,		
	2023	2022	2021	2020
<b>Sale of Products:</b>				
Sale of Goods- Domestic	60,25,11,803	17,08,01,518	9,41,04,822	96,08,510
Sale of Goods- Export	3,16,22,645	1,53,10,489		
<b>Total</b>	<b>63,41,34,448</b>	<b>18,61,12,007</b>	<b>9,41,04,822</b>	<b>96,08,510</b>

Note: 20 Other Income

Particulars	(Amount in ₹ Rupees)			
	For the period ended February 15,	For the year ended March 31,		
	2023	2022	2021	2020
Interest Income	1,87,397	1,89,545	284	47,142
Foreign Exchange Gain	1,11,353	17,702	-	1,59,681
Other non-operating income	6,89,652	-	-	-
Subsidy Received	-	6,60,000	30,00,000	-
Duty Drawback Received	-	1,91,499	-	-
<b>Total</b>	<b>9,88,402</b>	<b>10,58,746</b>	<b>30,00,284</b>	<b>2,06,823</b>

Note: 21 Cost of Materials Consumed

Particulars	(Amount in ₹ Rupees)			
	For the period ended February 15,	For the year ended March 31,		
	2023	2022	2021	2020
Opening material	88,56,607	79,71,912	-	-
Add: Purchase of material	53,60,01,961	11,68,68,398	6,30,33,291	2,04,38,411
Less: Closing material	1,39,75,132	88,56,607	79,71,912	-
Add: Power & Fuel	1,24,32,868	38,50,995	38,66,574	20,18,311
<b>Total</b>	<b>54,33,16,304</b>	<b>11,98,34,698</b>	<b>5,89,27,953</b>	<b>2,24,56,722</b>

Note: 22 Changes in Inventories of Finished Goods

Particulars	(Amount in ₹ Rupees)			
	For the period ended February 15,	For the year ended March 31,		
	2023	2022	2021	2020
Opening inventory of Finished Goods	57,74,381	1,16,11,075	1,57,38,756	-
Less: Closing inventory of Finished Goods	7,45,39,978	57,74,381	1,16,11,075	1,57,38,756
<b>Total</b>	<b>(6,87,65,597)</b>	<b>58,36,694</b>	<b>41,27,681</b>	<b>(1,57,38,755)</b>

Note: 23 Employee Benefits Expense

Particulars	(Amount in ₹ Rupees)			
	For the period ended February 15,	For the year ended March 31,		
	2023	2022	2021	2020
Salaries & Wages	1,11,41,392	1,06,33,646	87,25,960	70,46,888
Contribution to Provident fund	4,52,509	4,21,231	-	-
Contribution to Gratuity fund	5,14,677	-	-	-
Contribution to ESI	11,093	-	-	-
Directors Remuneration	26,76,900	22,00,000	16,01,334	22,44,000
Staff Welfare	22,34,348	8,08,589	8,04,232	5,53,949
<b>Total</b>	<b>1,70,30,919</b>	<b>1,40,63,466</b>	<b>1,11,31,526</b>	<b>98,44,837</b>

Note: 24 Finance Costs

Particulars	(Amount in ₹ Rupees)			
	For the period ended February 15,	For the year ended March 31,		
	2023	2022	2021	2020
Interest Expenses	62,97,548	54,46,773	71,45,031	25,21,683
Other Borrowing Costs	1,73,033	-	2,05,942	6,94,446
<b>Total</b>	<b>64,70,581</b>	<b>54,46,773</b>	<b>73,50,973</b>	<b>32,16,129</b>



Note: 12 Depreciation & Amortisation Expenses  
dd

(Amount in ₹ Rupees)

Particulars	For the period ended February 15,		For the year ended March 31,	
	2023	2022	2021	2020
Depreciation on Tangible Assets	1,07,83,430	68,37,690	54,34,179	48,17,556
Amortization on Intangible Assets	19,610	26,37,606	26,37,606	-
<b>Total</b>	<b>1,08,03,040</b>	<b>94,75,296</b>	<b>80,71,785</b>	<b>48,17,556</b>

Note: 25 Other Expenses

(Amount in ₹ Rupees)

Particulars	For the period ended February 15,		For the year ended March 31,	
	2023	2022	2021	2020
Advertisement Charges	-	4,764	30,587	57,396
Audit Fees	3,81,000	2,76,000	1,44,000	1,70,000
Bank Charges	3,97,507	87,261	1,85,776	1,09,549
Common Area Maintenance Expenses	4,31,316	3,33,308	17,88,728	2,09,654
Consultancy Charges	1,26,811	-	44,000	93,376
Insurance Expenses	52,922	65,006	13,222	1,20,173
Internet Charges	30,863	68,987	32,598	48,652
Late Fees	1,09,899	57,138	13,918	3,076
Legal and Professional Charges	1,44,350	45,000	5,86,013	45,120
Labour Charges	46,35,888	10,83,157	6,15,717	-
Rent - Others	5,89,378	-	-	-
Miscellaneous expenses	4,94,815	56,23,025	37,17,057	27,74,055
Lease Rent	55,49,587	49,39,661	45,42,694	6,69,447
Office Expenses	11,78,266	-	-	-
Postage & Telegram	-	84,923	1,72,008	25,662
Power & fuel	2,74,376	1,24,800	2,47,362	28,248
Printing and Stationery	4,32,861	87,261	59,326	37,864
Rates and Taxes	(3,92,871)	-	-	-
Selling Expenses	14,71,240	-	1,48,052	-
Freight Expenses	1,02,51,619	-	-	-
Repairs and Maintenance	6,47,399	-	-	-
Business Promotion Expenses	77,282	-	-	-
Security Charges	2,98,997	3,47,984	2,87,174	2,94,760
Telephone Expenses	18,430	12,298	26,358	25,152
Travelling and Conveyance Expense	5,04,382	4,53,282	4,18,392	24,73,764
<b>TOTAL</b>	<b>2,77,06,317</b>	<b>1,36,93,855</b>	<b>1,30,72,982</b>	<b>71,85,948</b>



KRISHCA STRAPPING SOLUTIONS LIMITED  
(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

Note to Financial Statements for the period ended February 15, 2023

Changes in the carrying amounts of each class of assets for the period ended February 15, 2023

Note: 12 Property, Plant & Equipment

Particulars	Gross Block				Accumulated Depreciation				Net Block					
	April 1, 2022	Additions for the Period	Deletions for the Period	Effect of Foreign exchange translation	February 15, 2023	April 1, 2022	Depreciation for the Period	Depreciation on deletion	Effect of Foreign exchange translation	February 15, 2023	February 15, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Computer & Accessories	4,71,799	8,03,922	-	-	12,75,721	4,59,653	-	-	-	4,59,653	8,16,068	12,146	55,727	2,58,667
Furniture & Fittings	9,02,214	6,56,423	-	-	9,02,214	5,74,550	1,06,345	-	-	6,80,895	2,21,319	3,27,664	4,96,004	3,80,470
Office Equipments	5,63,414	5,65,310	-	-	12,19,837	3,65,845	1,60,523	-	-	5,26,368	6,93,468	1,97,569	3,13,125	3,51,130
Plant & Machinery	7,86,77,028	24,77,959	-	-	7,92,42,338	3,41,90,372	1,03,93,797	-	-	4,45,84,169	3,46,59,169	4,44,86,656	6,04,73,220	5,40,43,652
Vehicles	-	-	-	-	24,77,959	1,22,765	-	-	-	1,22,765	23,55,194	-	-	-
<b>TOTAL (A)</b>	<b>8,06,14,455</b>	<b>45,03,614</b>	<b>-</b>	<b>-</b>	<b>8,51,18,069</b>	<b>3,55,90,421</b>	<b>1,07,83,430</b>	<b>-</b>	<b>-</b>	<b>4,63,73,851</b>	<b>3,87,44,218</b>	<b>4,50,24,034</b>	<b>6,13,38,076</b>	<b>5,50,33,919</b>

Particulars	Gross Block				Accumulated Amortisation				Net Block					
	April 1, 2022	Additions for the Period	Deletions for the Period	Effect of Foreign exchange translation	February 15, 2023	April 1, 2022	Amortisation for the Period	Amortisation on deletion	Effect of Foreign exchange translation	February 15, 2023	February 15, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Computer Software	75,000	84,000	-	-	1,59,000	64,259	17,766	-	-	82,025	76,975	10,741	68,774	0
Patents	25,000	-	-	-	25,000	21,707	1,844	-	-	23,551	1,448	3,293	22,494	24,993
<b>TOTAL (B)</b>	<b>1,00,000</b>	<b>84,000.00</b>	<b>0</b>	<b>0</b>	<b>1,84,000</b>	<b>85,966</b>	<b>19,610</b>	<b>0</b>	<b>0</b>	<b>1,05,576</b>	<b>78,423</b>	<b>14,034</b>	<b>91,268</b>	<b>24,993</b>



**KRISHCA STRAPPING SOLUTIONS LIMITED**

(Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

Notes to Financial Statements for the Period ended FEBRUARY 15, 2023

Company Overview, Significant Accounting Policies & Other notes to accounts For the Period ended FEBRUARY 15, 2023

Note: 26 Company Overview & Significant Accounting Policies

**I Company Overview**

Krishca Strapping Solutions Private Limited (the "Company") is a private limited company domiciled in India and was incorporated on December 12, 2017 vide Registration No.U74999TN2017PTC119939 under the provisions of the Companies Act, 2013. Krishca Strapping Solutions Private Limited converted into Krishca Strapping Solutions Limited on December 29, 2022 vide Registration No.U74999TN2017PLC119939. The registered office of the Company is situated at Building 01B, LOGOS, Mappedu Logistics Park, Satharai Village, Thiruvallur Taluk, Thiruvallur, Tamilnadu- 631203 India with operating units across the Country.

The Company engaged in business of manufacturing steel straps, seals, and to provide total packaging solution. The Company has manufacturing facilities in India and primarily caters to the Indian Market with some export operations to countries in the Middle East.

**II Significant Accounting Policies**

**1 Basis of preparation:**

The Financial Statements have been prepared in accordance with Indian Generally Accepted Accounting Principles (IGAAP) under historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards prescribed by the Companies (Accounting Standards) Rules, 2021.

**2 Revenue recognition:**

Revenue is recognized to the extent that it is probable that, the economic benefits will flow to the Company and the revenue can be reliably estimated and collectability is reasonably assured. The company derives its revenues primarily from Sale Revenue of goods is recognised when control of the products being sold is transferred to our customer and when there are no longer any unfulfilled obligations. The Performance Obligations in our contracts are fulfilled at the time of dispatch, delivery or upon formal customer acceptance depending on customer terms.

Revenue is measured on the basis of sale price, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the Government such as goods and services tax, etc. Accumulated experience is used to estimate the provision for such discounts and rebates. Revenue is only recognised to the extent that it is highly probable a significant reversal will not occur.

Unbilled revenue represents earnings on ongoing fixed price and time and material contracts over and above the amounts invoiced to customers.

**Interest Income:** Revenue is recognized on the time proportion basis after taking into account the amount outstanding and the rate applicable.

**Dividend Income:** Dividend Income is recognised when the owners right to receive payment is established.

**Other Income :** Other items of income and expenditure are recognized on accrual basis and as a going concern basis, and the accounting policies are consistent with the generally accepted accounting policies.

**3 Property Plant and Equipment including Intangible assets:**

Property Plant and Equipments are stated at cost, less accumulated depreciation. Cost includes cost of acquisition including material cost, freight, installation cost, duties and taxes, and other incidental expenses, incurred up to the installation stage, related to such acquisition. Property Plant and Equipments purchased in India in foreign currency are recorded in Rupees, converted at the exchange rate prevailed on the date of purchase. Intangible assets are stated at cost less accumulated amortisation.

**4 Depreciation & Amortisation:**

The Company has applied the estimated useful lives as specified in Schedule II of the Companies Act 2013 and calculated the depreciation as per the Written Down Value (WDV) method. Depreciation on new assets acquired during the year is provided at the rates applicable from the date of acquisition to the end of the financial year.

Intangible assets are amortised on a Written Down Value over the estimated useful life as specified in Schedule II of the Companies Act 2013. Amortisation on new assets acquired during the year is provided at the rates applicable from the date of acquisition to the end of the financial year.

**5 Impairment of assets:**

The Management periodically assesses using, external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognised wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. Reversal of impairment loss is recognised immediately as income in the profit and loss account.

**6 Inventories:**

Inventories includes raw material, semi finished goods, stock-in-trade, finished goods, stores & spares, consumables, packing materials, goods for resale and commercial premises are valued at lower of cost and net realizable value. Materials in transit is valued at cost incurred till date.

**Raw Material and Components** - Cost include cost of purchases and other costs incurred in bringing the inventories to their present location and condition. Cost is determined using weighted average valued at cost incurred till date.

**Finished Goods** - cost includes cost of direct material, labor, other direct cost (Including variable costs) and a proportion of fixed manufacturing overheads allocated based on the normal operating capacity but excluding borrowing costs. Cost is determined on weighted average cost basis.

**Stock-in-trade** - cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and conditions

**Stores, Spare Parts, Consumables, Packing Materials etc.** - cost is determined on FIFO basis.



**Goods for Resale** - cost is determined on FIFO basis

**Commercial Premises** - Cost includes cost of land, premium for development rights, construction cost, materials, services and allocated interest and expenses incidental to the construction business.

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

Adequate allowance is made for obsolete and slow-moving items.

#### 7 Use of estimates:

The preparation of the financial statements in conformity with Generally Accepted Accounting Principles requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and the reported amounts of income and expenses during the year. Examples of such estimates include provisions for doubtful debts, income taxes, post-sales customer support and the useful lives of Property Plant and Equipments and intangible assets.

#### 8 Foreign currency transactions:

##### **Domestic Operation:**

##### **I . Initial recognition :**

A foreign currency transactions are recorded, on initial recognition in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

##### **II . Measurement :**

Foreign currency monetary items are reported using the closing rate.

Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction

Non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

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##### **III . Treatment of Foreign exchange :**

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

#### 9 Employee Benefits:

##### **A. Short - term employee benefits:**

##### **Leave encashment:**

The leave encashment liability upon retirement would not arise as the accumulated leave is reimbursed every year and accounted at actual.

##### **B. Post-Employment benefits:**

##### **Defined benefit plan:**

Gratuity liability is a defined benefit obligation and is unfunded. The Company accounts for liability for future gratuity benefits based on the actuarial valuation using Projected Unit Credit Method carried out as at the end of each financial year.

##### **Defined contribution Plan:**

Provident Fund: Eligible employees receive benefit from provident fund covered under the Provident Fund Act. Both the employee and the company make monthly contributions. The employer contribution is charged off to Profit & Loss Account as an expense.

#### 10 Taxes on Income:

Income Tax expense is accounted for in accordance with AS-22 "Accounting for Taxes on Income" for both Current Tax and Deferred Tax stated below:

##### **A. Current Tax:**

Provision for current tax is made in accordance with the provisions of the Income Tax Act, 1961.

##### **B. Deferred Tax:**

Deferred tax is recognised, subject to the consideration of prudence, as the tax effect of timing difference between the taxable income and accounting income computed for the current accounting year using the tax rates and tax laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax assets are recognised and carried forward to the extent that there is a reasonable certainty, except arising from unabsorbed depreciation and carried forward losses, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

#### 11 Research & Development:

Expenditure of intangible asset on the research phase are recognised as an expense when it is incurred and expenditure on development phase are recognised if it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.

#### 12 Provisions and Contingent Liabilities:

A provision is recognised if, as a result of past event, the Company has a present legal obligation that can be estimated reliably and it is probable that an outflow of economic benefit will be required to settle the obligation. Provisions are determined by the best estimate of outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is possible obligation or present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.



### 13 Earnings Per Share:

Basic Earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The diluted potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value which is the average market value of the outstanding shares. Dilutive potential equity shares are deemed converted as at the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

### 14 Cash and Cash Equivalents:

Cash and cash equivalents comprise cash and cash deposits with banks. The Company considers all highly liquid investments with a remaining maturity at a date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

### 15 Cash Flow Statement:

Cash flows are reported using indirect method, whereby net profit/loss before tax 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.

### 16 Investments:

Long Term investments are stated at cost and provision for diminution is made if the decline in value is other than temporary in nature.

### 17 Government Grants:

Government grants related to assets are deducted from the cost of the asset and amortised over the useful life of the asset. Government grants related to income are presented as an offset against the related expenditure, and government grants that are awarded as incentives with no ongoing performance obligations are recognised as other income in the period in which the grant is received.

### 18 Borrowing Costs

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

### Note: 27 Other notes to accounts

#### 1 Dividend

As per the information and explanation provided by the management, the Company has not declared dividend during the period.

#### 2 As per the information and explanation provided by the management, no issue of securities was made for any specific purpose by the Company during the period.

#### 3 In the opinion of the Board, the assets other than Property, Plant and Equipment, Intangible Assets and non-current investments have value on realization in the ordinary course of business equal to the amount at which they are stated

#### 4 Details of Benami Property held

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

#### 5 In the Opinion of the board, the quarterly return filed by the company with banks or financial institutions from where company has borrowings on the basis of security of current assets are in agreement with the books of accounts.

#### 6 Wilful Defaulter

The company is not declared as wilful defaulter by any bank or financial institution or other lender.

#### 7 Relationship with Struck off Companies

The Company has not entered into any transactions with companies struck off under section 248 of the Companies Act, 2013.

#### 8 Registration of charges or satisfaction with Registrar of Companies:

The Company do not have any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period.

#### 9 Compliance with number of layers of companies:

The Company has subsidiaries with one layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.





**10 Utilisation of Borrowed funds and share premium:**

A. The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall

(i) 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

(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

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

(i) 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

(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**11 Payment to the Auditor:**

(Amount in ₹ Rupees)

Particulars	As at February 15,		As at March 31,	
	2023	2022	2021	2020
Audit Fees	3,81,000	2,76,000	1,44,000	1,70,000
<b>Total</b>	<b>3,81,000</b>	<b>2,76,000</b>	<b>1,44,000</b>	<b>1,70,000</b>

**12 Corporate Social Responsibility:**

The Company is not covered under section 135 of Companies Act, 2013, Since the applicable threshold limit was not exceeded by the company during the reporting period.

**13 Details of Raw Materials:**

A. In case of Manufacturing Companies:

A(i) Consumption Details

(Amount in ₹ Rupees)

Particulars	As at February 15,		As at March 31,	
	2023	2022	2021	2020
Raw Material	54,33,16,304	11,98,34,698	5,89,27,953	2,24,56,722
<b>Total</b>	<b>54,33,16,304</b>	<b>11,98,34,698</b>	<b>5,89,27,953</b>	<b>2,24,56,722</b>

A(ii) Details of Goods Manufactured

Particulars	Sale Value for the period ended, February 2023	Sale Value for the period ended, March 2022	Closing Inventory	Opening Inventory
<b>Manufactured Goods</b>				
Finished Good	63,41,34,448	18,61,12,007	7,45,39,978	57,74,381
<b>Total</b>	<b>63,41,34,448</b>	<b>18,61,12,007</b>	<b>7,45,39,978</b>	<b>57,74,381</b>

**14 Foreign Currency earned and expended:**

(Amount in ₹ Rupees)

Particulars	For the period ended February 15,		For the year ended March 31,	
	2023	2022	2021	2020
<b>A. Foreign currency earned</b>				
Export of goods calculated on F.O.B. basis	3,16,22,645	1,53,10,489	-	-
<b>Total</b>	<b>3,16,22,645</b>	<b>1,53,10,489</b>	<b>-</b>	<b>-</b>
<b>B. Foreign currency expended</b>				
<b>Total</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>



15 Raw Materials:

Particulars	(Amount in ₹ Rupees)					
	As At February 15 2023		As At March 31 2022		As At March 31 2021	
	Amount(in Rs.)	% of Consumption	Amount(in Rs.)	% of Consumption	Amount(in Rs.)	% of Consumption
Indigenous Goods Consumed during the year:						
Raw Materials	54,33,16,304	100	11,98,34,698	100	5,89,27,953	100
<b>TOTAL</b>	<b>54,33,16,304</b>		<b>11,98,34,698</b>		<b>5,89,27,953</b>	

16 Undisclosed income:

The Company do not have any transactions which are 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. There is no previously unrecorded income and related assets have been recorded in the books of account during the year.

17 Details of Crypto Currency or Virtual Currency:

The Company has not traded or invested in Crypto currency or Virtual Currency during the Period

18 Dues to Micro, Small and Medium Enterprises:

There are no dues to Micro, Small and Medium Enterprises at the close of the Reporting Period.

19 Disclosure of related parties/related party transactions pursuant to Accounting Standard (AS) - 18 "Related Party Disclosures":

A. List of Related Parties:

Name of Related Party	Relationship
Mr. Bala Manikandan	Managing Director
Mr. Terli Venkata Sivaji	Whole time Director
Mrs. Sarala Devi	Whole time Director cum CFO
Mrs. S. Ramya	Director
Mr. Acharya kumaraswamy	Non Executive Director w.e.f. 12-12-2022
Mrs. Anthoniammal	Whole time Director w.e.f. 20-12-2018 to 20-06-2022
Mrs. Anthoniammal	Mother of Balamaniandan
Spyromax Industries Pvt Ltd	Enterprise controlled by Mrs. Sarala Devi and Mrs. S. Ramya

B. Transaction with related Parties:

Particulars	Enterprises owned by Directors/Directors having significant influence	Key management personnel	Relative	(Amount in ₹ Rupees)
				Total
Remuneration		26,77,000	-	26,77,000
		( 22,00,000 )	-	(22,00,000)
Loan and advances (Unsecured)		-47,88,492	-5,750	-47,94,242
		(-55,53,124)	-	(-55,53,124)
Sale of Materials	97,93,300		-	97,93,300
			-	-

\* Previous year balances mentioned in brackets



C Material Transaction with related parties:

Particulars	Name of Related Party	For the period ended February 15,		For the year ended March 31,	
		2023	2022	2021	2020
		Remuneration	Bala Manikandan	16,00,000	12,00,000
	Terli Venkata Sivaji	8,77,000	10,00,000	8,87,000	-
	Acharya Kumaraswamy	-	-	7,99,000	12,44,000
	Saraladevi	2,00,000	-	-	-
Loan and Advance	Bala Manikandan	-54,22,583	88,28,376	4,29,307	-
	Saraladevi	-	-5,50,000	-6,50,000	-
	S Lenin Krishnamurthy	8,90,000	-1,23,29,000	2,96,31,976	-
	Ramya	-3,47,500	-15,02,500	-	-

D BALANCE AS AT FEBRUARY 15 2023

Particulars	Enterprises owned by Directors/Directors having significant influence	Key management personnel	Relative	Total
Loan and advances (Unsecured)		3,82,71,116	-	3,82,71,116
		(3,98,94,539)	-	(3,98,94,539)
Sale of Materials	1,81,464			1,81,464
				-

\* Previous year balances mentioned in brackets

20 Income Taxes:

I. Current Tax

(Amount in ₹ Rupees)

Particulars	For the period ended February 15,		For the year ended March 31,	
	2023	2022	2021	2020
	Current Tax	1,87,54,380	4,94,510	-
Add: Tax Adjustment for earlier years	-	-	-	-
Net Current Tax	1,87,54,380	4,94,510	-	-

21 Exchange Difference:

(Amount in ₹ Rupees)

Particulars	For the period ended February 15,		For the year ended March 31,	
	2023	2022	2021	2020
	Exchange Difference Gain/(Loss)	1,11,353	17,702	-
Total	1,11,353	17,702	-	1,59,681

22 Inventories:

The company has inventories of Rs.8,85,15,110 as on 15th February 2023 and Rs. 1,46,30,988 as at 31st March 2022. The inventories has been pledged as securities for term loan taken from bank.



**23 Employee Benefit (Incurred in India):**

**Provident Fund** - The Company has contributed Rs. 4,52,509 for the period ended 15th February 2022 towards the Employees Provident Fund.

**Gratuity** - The Present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method. This method considers each period of service as giving rise to an additional unit of benefit entitlement and measures each unit separately to build up the final obligation.

**Interest cost:** It is the increase in the Plan liability over the accounting period resulting from the operation of the actuarial assumption of the interest rate.

**Current Service Cost:** is the discounted present value of the benefits from the Plan's benefit formula attributable to the services rendered by employees during the accounting period.

**Actuarial Gain or Loss:** occurs when the experience of the Plan differs from that anticipated from the actuarial assumptions. It could also occur due to changes made in the actuarial assumptions.

**Reconciliation of opening and closing balance of gratuity obligations:**

(Amount in ₹ Rupees)

Particulars	As at February 15,		As at March 31,	
	2023	2022	2021	2,020
Net Liability as at the beginning of the period	-	-	-	-
Net Expenses in P/L A/c	5,14,677	-	-	-
Benefits Paid	-	-	-	-
Net Liability as at the end of the period	5,14,677	-	-	-
<b>TOTAL</b>	<b>5,14,677</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Expenses recognised in Statement of Profit and Loss during the year:**

(Amount in ₹ Rupees)

Particulars	For the period ended February 15,		For the year ended March 31,	
	2022	2022	2021	2,020
Interest cost	17,403	-	-	-
Current service cost	4,53,416	-	-	-
Actuarial (Gains)/Loss	43,858	-	-	-
<b>Total</b>	<b>5,14,677</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Actuarial assumptions:**

(Amount in ₹ Rupees)

Particulars	For the period ended February 15,		For the year ended March 31,	
	2023	2022	2021	2020
Rate of discounting	7.52%	7.56%	-	-
Salary Escalation	6.00%	6.00%	-	-
Attrition Rate	5.00%	5.00%	-	-
Mortality rate during employment Indian	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate	-	-

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.



## 24 Changes in Accounting Policies

There are no changes in Accounting Policies made by the Company during the year.

## 25 Disclosures on PPE and Intangible Assets

- 1) The Company have restrictions on the title property, plant and equipment pledged as security for liabilities.
- 2) There is no contractual commitments for the acquisition of property, plant and equipment.
- 3) There is no amount of compensation from third parties for items of property, plant and equipment that were impaired, lost or given up that is included in the statement of profit and loss.
- 4) Company has no assets that are retired from active use and held for disposal.
- 5) There are no temporarily idle property, plant and equipment.
- 6) The Company is not having any fully depreciated property, plant and equipment that is still in use.
- 7) The Company has not revalued any class of property, plant and equipment.
- 8) There are no property, plant and equipment retired from active use and not held for disposal.
- 9) The company has no Intangible assets which has been amortised over more than ten years, from the date when the asset is available for use.
- 10) Company has no individual intangible asset that is material to the financial statements of the enterprise as a whole.
- 11) The title of intangible assets are not restricted and the carrying amounts of intangible assets are not pledged as security for liabilities.
- 12) The Company has no commitments for the acquisition of intangible assets.
- 13) The company has no intangible asset which is fully amortised and that is still in use.
- 14) Company has not acquired any assets through business combinations
- 15) The Company has recognised the depreciation charged during the period in statement of profit and loss.
- 16) In accordance with AS 5, Company discloses the nature and effect of a change in an accounting estimate that has an effect in the current period or is expected to have an effect in subsequent periods. The disclosures arising from changes in estimate with respect to following, have been given
  - i. Useful lives of plant and machinery Considered as 15 years instead of 8 years

## 26 Operating Leases

Operating lease agreement has been made by the Company for Rental of Office premises with Tablespace Technologies Private Limited.  
Total of future minimum lease payments in the following period:

(Amount in ₹ Rupees)

Particulars	<1 year	1-5 years	>5 years	Total
Future minimum lease payments for office rent	58,31,185	3,38,32,044	44,65,342	3,96,63,229

## 27 Earnings Per Share

(Amount in ₹ Rupees)

Particulars	As at February 15,		As at March 31,	
	2022	2022	2021	2020
Profit attributable to equity shareholders (A)	7,85,74,319	1,50,54,329	(67,24,659)	(2,23,91,868)
Weighted average number of equity shares outstanding during the year (B)	50,00,000	50,00,000	30,13,600	30,13,600
Effect of potential equity shares on employee stock options outstanding	-	-	-	-
Effect of any other items of potential Equity Shares	-	-	-	-
Weighted average number of potential equity shares outstanding during the year for the purpose of computing Diluted Earnings Per Share (C)	50,00,000	50,00,000	30,13,600	30,13,600
Basic earnings per share of face value of ₹10 (A/B)	15.71	3.01	(2.23)	(7.43)
Diluted earnings per share of face value of ₹10 (A/C)	15.71	3.01	(2.23)	(7.43)

The figures of 15th FEBRUARY 2023 has not been annualised.



28 Ratios

S.No	RATIOS	Current year Numerator (Rs)	Current year Denominator (Rs)	2023	2022	2021	2020
a.	Current Ratio Current Assets / Current liabilities	19,77,21,232	12,63,15,425	1.57	1.16	0.83	0.44
b.	Debt-Equity Ratio Total Outside Liabilities / Total Shareholder's Equity	4,83,39,751	9,45,25,692	0.51	3.42	-4.48	0.64
c.	Debt Service Coverate Ratio EBITDA / (Interest + Principal)	10,93,48,063	5,48,10,332	2.00	0.54	0.14	-1.97
d.	Return on Equity Ratio (Net Profit After Taxes - Preference Dividend if any) / Net Worth	7,85,74,319	9,45,25,692	0.83	0.94	0.56	-3.48
e.	Trade Receivables Turnover Ratio Credit Sales / Average Trade Receivables	63,41,34,448	7,56,69,449	8.38	12.72	4.81	0.49
f.	Net Capital Turnover Ratio Cost of Goods Sold (or) Sales / Net Assets	63,41,34,448	9,45,25,692	6.71	11.67	-7.82	1.49
g.	Net Profit Ratio Net Profit / Total Sales	7,85,74,319	63,41,34,448	0.12	0.08	-0.07	-2.33
h.	Return on Capital Employed (EBIT / Capital Employed) * 100	9,85,45,023	14,28,65,443	0.69	1.42	-0.05	-2.99

The figures of 15<sup>th</sup> FEBRUARY 2023 has not been annualised.

For and on behalf of the Board of Directors of  
**KRISHCA STRAPPING SOLUTIONS LIMITED**  
 (Formerly known as KRISHCA STRAPPING SOLUTIONS PRIVATE LIMITED)

As per our report of even date attached  
 For L.U.KRISHNAN & CO  
 Chartered Accountants  
 Firm's Registration.No: 0015275


  
**BALA MANIKANDAN**  
 Director  
 DIN: 07941696

  
**TERLI VENKATA SIVAJI**  
 Director  
 DIN:07159540

  
**DIYA VENKATESAN**  
 Company Secretary  
 Membership No: 55736

  
**SARALADEVI**  
 Whole time Director cum CEO  
 DIN:07941812



  
**P K MANOJ**  
 Partner  
 Membership Number: 207550  
 UDIN: 23207550BGWMF08995

Place: Chennai  
 Date: 20-02-2023



Place: Chennai  
 Date: 20-02-2023