



## INDEPENDENT AUDITORS' REPORT

To the Members of

**Encraft India Private Limited**

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of **Encraft India Private Limited** ("the Company"), which comprise the balance sheet as at March 31, 2024, the statement of profit and loss, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Companies Act, 2013 "the Act" in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the balance sheet, of the state of affairs of the Company as at March 31, 2024;
- b) in the case of the statement of profit and loss, of the profit for the year ended on that date; and
- c) in the case of the statement of cash flows, of the cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with



the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Board of Directors is also responsible for overseeing the company's financial reporting process.

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and



events in a manner that achieves fair presentation.

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

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

#### **Report on other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in term of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A' statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:  
We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - a) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - b) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - c) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014
  - d) On the basis of written representations received from the directors as on March 31, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164(2) of the Act.
  - e) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
  - f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit & Auditors) Rule 2014, in our opinion and to our best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position;
    - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company;



iv a. The Management has represented that to the best of its knowledge & belief, the Company has not advanced, loaned or invested any funds (either from borrowed funds or share premium or any other sources or kind of funds) in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b. The Management has represented that to the best of its knowledge & belief, the Company has not received any funds from any persons or entities including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

c. Based on such audit procedures considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause a & b contain any material mis-statement.

v The Company has not declared or paid any dividend during the year.

vi Based on our examination, which included test checks, the Company has used an accounting software(s) for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software(s). Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

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

3. With respect to the matter to be included in the Auditors' report under Section 197(16) :  
In our opinion and according to the information and explanations given to us, the limit prescribed by section 197 for maximum permissible managerial remuneration is not applicable to a private limited company.

For J T S T & Co LLP  
Chartered Accountants  
FRN: 022577N/N500413

Jatin Tehri  
Partner  
M. No. : 506946



UDIN: 24506946BKEDKJ7468

Place: Gurugram

Date: 23 SEP 2024

**'Annexure - A' referred to in our Independent Auditor's Report of even date to the members of Encraft India Private Limited ('the Company") on the financial statements for the year ended March 31, 2024.**

The Annexure referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of Independent Auditors' Report to the members of the Company on the financial statements for the year ended March 31, 2024, we report that:

- i) a) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.  
B) The Company is maintaining proper records showing full particulars of intangible assets.
- b) The Company has a regular programme of physical verification of its fixed assets by which all the physical fixed assets are verified in phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- c) On the basis of information and explanations given to us, the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company as at the balance sheet date.
- d) According to the information and explanations given to us and the records examined by us, the company has not revalued its Property, Plant and Equipment during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.
- e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and the rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.

- ii) a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion the coverage and the procedure of such verification by the management is appropriate. Discrepancies of 10% or more in aggregate for each class of inventory were not noticed on such physical verification.  
b) The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. The quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company and there are no material differences required to be reported.
- iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, loans, or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. The Company has provided guarantee and security for the loans taken by two Companies during the year, details of which are stated in sub-clause (a) below. The Company has not provided guarantee or security, to firms, limited liability partnerships or any other parties during the year.



a) A. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company does not have any subsidiaries, joint ventures and associates. Therefore, the provisions of Clause (iii)(a)(A) of paragraph 3 of the order are not applicable to the Company.

B. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has granted guarantee and security for the loans taken by the parties other than subsidiaries, joint ventures and associates as below:

Particulars	Amount of Loans (Amount in ₹ Lakhs)
Aggregate amount during the year - Others	8,123.00
Balance outstanding as at balance sheet date - Others	6,585.71

b) The guarantees provided are not prejudicial to the interest of the Company.

c) According to the information and explanations given to us, the company has not made any loans and advances in the nature of loans. Therefore, the provisions of clause 3(iii)(c) of the order are not applicable to the Company.

d) According to the information and explanations given to us, there are no overdue amounts of more than ninety days as the Company has not granted loans or advances in the nature of loans. Therefore, the provisions of clause 3(iii)(d) of the order are not applicable to the Company.

e) According to the information and explanations given to us, the company has not made any loans and advances in the nature of loans. Therefore, the provisions of clause 3(iii)(e) of the order are not applicable to the Company.

f) According to the information and explanations given to us, the company has not granted loans and advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment. Therefore, the provisions of clause 3(iii)(f) of the order are not applicable to the Company.

iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act 2013 in respect of loans given, investments made, guarantees and security given.

v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from public. Therefore, the provisions of Clause (v) of paragraph 3 of the order are not applicable to the Company.

vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under Section 148(1) of the Act, related to the manufacturing activities, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

vii) a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the extent applicable to it. Further, no



undisputed statutory dues were outstanding, as on last day of the financial year concerned for a period of more than six months from the date they became payable.

- b) According to the records of the Company examined by us and as per the information and explanations given to us, there are no statutory dues referred to in clause (vii) (a) which have not been deposited on account of any dispute.
- viii) In our opinion and according to the information and explanations given to us, there is no any transaction not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix)
  - a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans and other borrowings or in payment of interest thereon to any lender during the year.
  - b) In our opinion and according to the information and explanations given to us, the Company has not been declared a willful defaulter by any bank or financial institution or other lender.
  - c) In our opinion and according to the information and explanations given to us, the term loans were applied for the purpose for which the loans were obtained.
  - d) On an overall examination of the financial statements of the Company, funds raised on short term basis have, *prima facie*, not been used during the year for long-term purposes by the Company.
  - e) In our opinion and according to the information and explanations given to us, the company does not have any subsidiaries, associates or joint ventures. Therefore, the provisions of Clause (ix)(e) of paragraph 3 of the order are not applicable to the Company.
  - f) In our opinion and according to the information and explanations given to us, the company does not have any subsidiaries, associates or joint ventures. Therefore, the provisions of Clause (ix)(f) of paragraph 3 of the order are not applicable to the Company.
- x)
  - a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments). Therefore, the provisions of Clause (x)(a) of paragraph 3 of the order are not applicable to the Company.
  - b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Therefore, the provisions of Clause (x)(b) of paragraph 3 of the order are not applicable to the Company.
- xi)
  - a) According to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the year.
  - b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
  - c) According to the information and explanations given to us, no whistle-blower complaints were received by the Company during the year. Therefore, the provisions of Clause (xi)(c) of paragraph 3 of the order are not applicable to the Company.
- xii) The company is not a Nidhi Company. Therefore, the provisions of Clause (xii) of paragraph 3 of the order are not applicable to the Company.



- xiii) As per the information and explanations received to us all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable, and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards. Identification of related parties were made and provided by the management of the company.
- xiv) The company is not covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company is not required to appoint any internal auditor. Therefore, the provisions of Clause (xiv) of paragraph 3 of the order are not applicable to the Company.
- xv) The Company has not entered into any non-cash transactions with directors or persons connected with him for the year under review. Therefore, the provisions of Clause (xv) of paragraph 3 of the order are not applicable to the Company.
- xvi)
  - a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
  - b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year.
  - c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
  - d) As per the information and explanations received, the group does not have any CIC as part of the group.
- xvii) The company has not incurred cash loss in current financial year as well in immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors during the year.
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx) In our opinion and according to the information and explanations given to us, the Company has spent CSR amount for CSR activities, in accordance with the provisions of Companies Act, 2013 read with CSR Amendment Rules.



xxi) The company has not made investments in subsidiary company. Therefore, the company does not require to prepare consolidated financial statement. Therefore, the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company.

**For J T S T & Co LLP**

*Chartered Accountants*

FRN: 022577N/N500413

*Jatin Tehri*

Partner

M. No. : 506946



UDIN: 24506946BKE0KJ7468

Place: Gurugram

Date: 23 SEP 2024

**'Annexure - B' referred to in para 2 (e) under 'Report on other legal and regulatory requirements' section of our report to the members of EnCraft India Private Limited ('the Company') on the financial statements for the year ended March 31, 2024.**

**Report on the internal financial controls over financial reporting under clause (i) of sub - section 3 of section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of EnCraft India Private Limited ("the Company") as at March 31, 2024, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditors' Responsibility**

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

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

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial control system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

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



(i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Limitations of Internal Financial Controls over Financial Reporting**

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

#### **Opinion**

In our opinion and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For J T S T & Co LLP**

*Chartered Accountants*

FRN: 022577N/N500413

Jatin Tehri  
Partner

M. No. : 506946



UDIN: 24506946BKEOKJ7468

Place: Gurugram

Date: 23 SEP 2024

**ENCRAFT INDIA PRIVATE LIMITED**  
**70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020**  
**CIN-U25200DL2013PTC247629**

BALANCE SHEET AS AT MARCH 31, 2024

(Amount in ₹ Lakhs)

Particulars	Notes	As at March 31, 2024	As at March 31, 2023
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share Capital	2.1	401.00	401.00
Reserve & Surplus	2.2	2,845.60	2,249.11
		<b>3,246.60</b>	<b>2,650.11</b>
<b>NON-CURRENT LIABILITIES</b>			
Long-Term Borrowings	2.3	830.31	1,569.53
Deferred Tax Liabilities (net)	2.4	178.32	170.22
Long-Term Provisions	2.5	108.23	94.71
Other Non Current Liabilities	2.6	120.50	112.00
		<b>1,237.36</b>	<b>1,946.46</b>
<b>CURRENT LIABILITIES</b>			
Short-Term Borrowings	2.7	4,702.43	2,715.26
Trade Payables	2.8		
-Total outstanding dues of micro enterprises and small enterprises		371.10	67.23
-Total outstanding dues of payables other than micro enterprises and small enterprises		1,385.47	742.40
Other Current Liabilities	2.9	236.18	218.28
Short-Term Provisions	2.10	217.09	211.74
		<b>6,912.27</b>	<b>3,954.91</b>
	<b>Total</b>	<b>11,396.22</b>	<b>8,551.48</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, Plant & Equipment and Intangible Assets			
-Property, Plant & Equipment	2.11	3,367.77	2,721.93
-Intangible Assets		12.96	17.51
-Capital Work in Progress		6.11	303.28
		<b>3,386.84</b>	<b>3,042.72</b>
Long-Term Loans & Advances	2.12	0.94	99.93
Other Non-Current Assets	2.13	92.22	78.32
		<b>93.16</b>	<b>178.25</b>
<b>CURRENT ASSETS</b>			
Inventories	2.14	4,194.06	2,738.75
Trade Receivables	2.15	2,915.14	2,064.16
Cash & Cash Equivalents	2.16	2.88	3.16
Short-Term Loans & Advances	2.17	368.66	332.03
Other Current Assets	2.18	435.48	192.41
		<b>7,916.22</b>	<b>5,330.51</b>
	<b>Total</b>	<b>11,396.22</b>	<b>8,551.48</b>

**Significant Accounting Policies & Accompanying Notes to the Financial Statements**

1 & 2

As per our report of even date

For J T S T & Co LLP

Chartered Accountants

Firm Registration No. 022577N / N500413

Jatin Tehri  
 Partner  
 Membership No. 506946

Place: Gurugram

Date: 23 SEP 2024



For and on behalf of the Board of Directors  
**Encraft India Private Limited**

Rajeev Jain  
 Director  
 DIN - 00271809

Avarish Singh Visen  
 Director  
 DIN - 09116842

Nitin Jain  
 Director  
 DIN - 00071131

Place: New Delhi  
 Date: 23 SEP 2024

Abhay Manral  
 AGM Account & Finance

# ENCRAFT INDIA PRIVATE LIMITED

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(Amount in ₹ Lakhs)

Particulars	Notes	For the year ended March 31, 2024	For the year ended March 31, 2023
<b>INCOME</b>			
Revenue from Operations	2.19	15,609.92	14,311.95
Other Income	2.20	125.85	72.83
	<b>Total Income</b>	<b>15,735.77</b>	<b>14,384.78</b>
<b>EXPENSES</b>			
Cost of Material Consumed	2.21	10,032.15	8,888.37
Purchase of Traded Goods	2.22	1,422.12	1,385.42
(Increase)/Decrease in Finished Stock of Manufactured & Traded Goods	2.23	(1,387.35)	(323.74)
Employee Benefit Expenses	2.24	1,524.64	1,061.56
Finance Cost	2.25	429.24	206.82
Depreciation & Amortisation Expenses	2.11	311.50	265.03
Other Expenses	2.26	2,550.19	1,740.68
	<b>Total Expenses</b>	<b>14,882.49</b>	<b>13,224.14</b>
<b>Profit Before Exceptional, Extraordinary, Prior Period Items &amp; Tax</b>		<b>853.28</b>	<b>1,160.64</b>
<b>Exceptional, Extraordinary &amp; Prior Period Items</b>		<b>35.77</b>	<b>-</b>
<b>Profit Before Tax</b>		<b>817.51</b>	<b>1,160.64</b>
<b>Tax Expense</b>			
Current Tax		212.93	208.13
Deferred Tax		8.09	3.56
		<b>221.02</b>	<b>211.69</b>
<b>Profit/(Loss) after Tax</b>		<b>596.49</b>	<b>948.95</b>
<b>Earning Per Share (Face Value ₹ 10/- Each)</b>	2.27		
(a) Basic		14.88	23.66
(b) Diluted		14.88	23.66
<b>Significant Accounting Policies &amp; Accompanying Notes to the Financial Statements</b>		<b>1 &amp; 2</b>	

As per our report of even date

For J T S T & Co LLP

Chartered Accountants

Firm Registration No. 022577N / N500413

*Jatin Tehri*  
Jatin Tehri  
Partner

Membership No. 506946



For and on behalf of the Board of Directors  
Encraft India Private Limited

*Rajeev Jain*  
Rajeev Jain  
Director  
DIN - 00271809

*Avanish Singh Visen*  
Avanish Singh Visen  
Director  
DIN - 09116842

*Nitin Jain*  
Nitin Jain  
Director  
DIN - 00071131

*Abhay Manral*  
Abhay Manral  
AGM Account & Finance

Place: Gurugram

Date: 23 SEP 2024

Place: New Delhi

Date: 23 SEP 2024

**ENCRAFT INDIA PRIVATE LIMITED**  
**70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020**  
**CIN-U25200DL2013PTC247629**

**STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2024**

Particulars	For the year ended March 31, 2024	(Amount in ₹ Lakhs) For the year ended March 31, 2023
<b>A. Cash Flow from Operating Activities</b>		
Net Profit/(Loss) before Tax	817.51	1,160.64
Adjustments For :		
Interest Paid	429.24	206.82
Depreciation	311.50	265.03
Interest Income	(4.17)	(2.03)
Profit on Sale of Fixed Assets	(0.15)	-
<b>Cash Flow from Operating Activities before Working Capital Changes</b>	<b>1,553.93</b>	<b>1,630.46</b>
<b>Adjustment for Changes in Working Capital</b>		
(Increase)/Decrease in Current & Other Assets	(2,500.92)	(1,433.18)
(Increase)/Decrease in Current & Other Liabilities	992.20	680.98
<b>Cash generated from Operations</b>	<b>45.21</b>	<b>878.26</b>
Direct Taxes Paid (Net)	(212.93)	(208.13)
<b>Net Cash Flow from Operating Activities (A)</b>	<b>(167.72)</b>	<b>670.13</b>
<b>B. Cash Flow from Investing Activities</b>		
Interest Income	4.17	2.03
Profit on Sale of Fixed Assets	0.15	2.03
Sale of Property, Plant & Equipment	1.66	1.20
Purchase of Property, Plant & Equipment and Intangible Assets	(657.25)	(1,273.60)
<b>Net Cash Flow from Investing Activities (B)</b>	<b>(651.27)</b>	<b>(1,270.37)</b>
<b>C. Cash Flow from Financing Activities</b>		
Long Term Borrowings	(739.22)	(190.76)
Short Term Borrowings	1,987.17	990.13
Interest Paid	429.24	206.82
<b>Net Cash Flow from Financing Activities (C)</b>	<b>818.71</b>	<b>592.55</b>
Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)	(0.28)	(7.69)
Cash & Cash equivalents as at beginning of the year	3.16	10.85
<b>Cash &amp; Cash equivalents as at end of the year</b>	<b>2.88</b>	<b>3.16</b>

See Accompanying Notes to the Financial Statements

As per our report of even date

**For J T S T & Co LLP**

*Chartered Accountants*

Firm Registration No. 022577N / N500413

*Jatin Tehri*  
**Jatin Tehri**  
*Partner*  
Membership No. 506946



Place: Gurugram  
Date: **23 SEP 2024**

For and on behalf of the Board of Directors  
**Encraft India Private Limited**

*Rajeev Jain*  
**Rajeev Jain**  
Director  
DIN - 00271809

*Avanish Singh Vlsen*  
**Avanish Singh Vlsen**  
Director  
DIN - 09116842

*Nitin Jain*  
**Nitin Jain**  
Director  
DIN - 00071131

*Abhay Manral*  
**Abhay Manral**  
AGM Account & Finance

Place: New Delhi  
Date: **23 SEP 2024**

**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**CORPORATE INFORMATION**

ENCRAFT is a product brand of ENCRAFT India Pvt. Ltd. ("the Company"), the flagship company of the DCJ Group. The Company is engaged in Manufacturing of UPVC Doors & Window Profiles. Company is certified to and operate an Integrated Management System (IMS), covering ISO9001, ISO140001 and OHSAS180001 standards ensuring that all our operations meet international standards, covering design, manufacturing, supply and service. Taking into consideration quality, style, elegance and innovation, we strive hard to stand up to the expectations of our customers at all times.

**1. SIGNIFICANT ACCOUNTING POLICIES**

**a. Basis of Preparation of Financial Statements**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2021 dated 23.6.2021 and the relevant provisions of the Companies Act, 2013. The company is a small and medium-sized company (SMC) as defined in Companies (Accounting Standards) Rules, 2021 notified Companies Act, 2013. Accordingly, the company has complied with the Accounting Standards as applicable to an SMC. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year. There are no changes in any accounting policies during the year.

The Company follows mercantile system of accounting for accounting income and expenditure except stated below:

Insurance claim House Tax , Ground Rent are accounted for as and when received/paid, since the amount can not be determined on mercantile basis.

The Company's Financial Statements are presented in Indian Rupees, which is also its functional currency and the values are rounded to the nearest lakhs (₹ 00,000), except when otherwise indicated.

**b. Use of Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Estimates and underlying assumptions are reviewed at each Balance Sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

**c. Revenue Recognition**

**I) Sales**

Revenue from sale of goods is recognized:

- When goods are supplied and all the significant risks and rewards of ownership are transferred to the buyer and the company retains no effective control of the goods transferred to a degree usually associated with ownership and
- No significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods.

-Sales are recorded net of Sales Return, rebates, trade discounts and GST. Job work receipts are recorded net of GST. Export Sales are recognised on issue of bill of lading.

**II) Export Incentives**

Revenue in respect of the above benefits is recognized on post export basis.

**III) Rental Income**

Rental Income is recognized monthly on accrual basis.

**IV) Interest**

Revenue is recognized on a time Proportion basis taking into account the amount outstanding and the rate applicable.



**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**d. Inventories**

Finished Goods are valued at cost or net realizable value, whichever is lower and cost includes cost of conversion and other costs incurred in bringing the inventories to the present location and condition except:

- i) Raw Materials - valued at cost on FIFO Basis.
- ii) Wastage - valued at net realisable value.

Cost of raw material , packing material, stores and spares, trading and other products are determined on first in first out basis, which includes purchase price, freight, duties, taxes & other incidental expenses but net of GST.

**e. Fixed Assets and Depreciation / Amortization**

**i) Tangible Assets**

Tangible assets are stated at cost net of recoverable taxes, trade discount and rebates including inward freight, duties, taxes and incidental expenses related to acquisition net of GST, less accumulated depreciation and impairment loss, if any.

**ii) Capital Work in Progress**

Projects under which assets are not ready for their intended use are disclosed under capital work in progress.

**iii) Intangible Assets**

Intangible Assets (Computer software) are stated at their cost of acquisition, less accumulated amortization and impairment loss thereon. An intangible asset is recognized where it is probable that future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured.

**iv) Expenditure Incurred during construction period**

In respect of new/major expansion, the indirect expenditure incurred during implementation period up to the date of commencement of commercial production, which is attributable to the construction of the project, is capitalized on various categories of fixed assets on proportionate basis. The unallocated expenses are shown in pre-operative expenses.

**v) Depreciation**

Depreciation on Fixed Assets is provided on straight line method as per New Companies Act '2013 .The company has applied the estimated useful lives as specified in Schedule II. Accordingly the unamortised carrying value is being depreciated on Straight Line basis over the remaining useful lives of the assets. The written down value of Fixed Assets whose lives have expired as at 1st April 2014 have been adjusted, in the retained earnings.

Estimated useful lives of the assets is as given below :

Asset	Useful Life
Buildings (including roads)	10-60 years
Plant and machinery	5-25 years
Furniture and fixtures	10 years
Computers and data processing units	3-6 years
Electrical installations and equipment	10 years
Vehicles	8 years
Office equipments	5 years



**ENCRAFT INDIA PRIVATE LIMITED**  
70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**f. Impairment of Assets**

- i) The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.
- ii) After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

**g. Employee Benefits**

**i) Short term employee benefits:**

All employee benefits payable wholly within twelve months of rendering the service are classified as Short term employee benefits. Benefits such as salaries, wages, and bonus etc are recognized in the Profit and Loss Account in the period in which the employee renders the related service.

**ii) Long term employee benefits:**

**1) Defined contribution plans:**

The Contributions for Provident Funds & E.S.I.C. are deposited with the appropriate government authorities and are recognized in the Profit & Loss Account in the financial year to which they relate and there is no further obligation in this regard.

**2) Defined Benefit Plans:**

The Company provides for retirement benefits in the form of Gratuity. The Company's gratuity plan is a defined benefit plan. The present value of gratuity obligation under such defined plan is determined based on an actuarial valuation carried out by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under the defined benefit plans, is based on the market yields on Government securities as at the valuation date having maturity periods approximating to the terms of the related obligations. Actuarial gains and losses are recognized immediately in the Profit and Loss Account.

**3) Other long term employee benefits**

Benefits under the Company's leave encashment scheme constitute other employee benefits. The liability in respect of leave encashment is provided on the basis of an actuarial valuation done by an independent actuary at the year end. Actuarial gain and losses are recognized immediately in the Profit and Loss Account.

**h. Investments**

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. On initial recognition all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage fee and duties. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline, other than temporary, in the value of the investments.



A handwritten signature in black ink, appearing to read "Anup".

A handwritten signature in black ink, appearing to read "Jitendra".

A handwritten signature in black ink, appearing to read "Anup".

**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**i. Foreign Currency Transactions**

i) Foreign currency transactions are re-started at the rates prevailing at the time of receipt/payment thereof and all exchanges losses/gain arising there from adjusted to the respective accounts. However Foreign Currency transaction payment for which were not received/made till the balance sheet date, are recorded in the books at the rate of exchanges prevailing on the date of such transaction and any exchange difference is being recorded as profit or loss from change in foreign exchange rates in profit & loss account.  
ii) Monetary assets and liabilities related to foreign currency transactions remain unsettled are translated at year end rates and the exchange differences recorded as unrealized foreign exchange gain/loss in profit & loss account.

**j. Leases**

Lease arrangements where the risk & rewards incidental to ownership of assets substantially vest with the Lessor, are recognized as Operating Leases. Lease rental under operating leases are recognized in the profit/ loss account on straight line basis over the lease term.

**k. Taxation**

i) Tax expenses comprises of Current Tax & Deferred Tax. Current Income Tax measured at the amount expected to be paid to the tax authorities in respect of the taxable income of the current period in accordance with the Indian Income Tax Act, 1961.

ii) Deferred Income Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred Tax is measured based on the tax rates and the tax law enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that sufficient future taxable income will be available against which these assets can be realized in future where as in cases of existence of carry forward of losses or unabsorbed depreciation, deferred tax assets are recognized only if there is virtual certainty of realization backed by convincing evidence. Deferred tax assets are reviewed at each balance sheet date.

(iii) The Company has adopted section 115BAA of the Income Tax Act, 1961 inserted by Finance Act, 2020.

**l. Provisions & Contingent Liabilities**

i) Provisions are recognized when the Company has a present obligation as a result of past events and it is more likely that an outflow of resources will be required to settle the obligations and the amount has been reliably estimated. Such provisions are not discounted to their present value and are determined based on the management's estimation of the obligation required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect management's current estimates.

ii) Disclosure for a contingent liability is made where it is more likely than not that a present obligation or possible obligation may result in or involve an outflow of resources. When no present or possible obligation exists and the possibility of an outflow of resources is remote, no disclosure is made.

**m. Borrowing Costs**

Borrowing costs that are directly attributable to the acquisition or construction of qualifying asset are capitalised. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

**n. Segment Reporting**

The Company determines its business & geographical segments based on the risks & returns associated with the nature of its products and the geographical areas in which it operates.



*AC/*

*[Signature]*

*[Signature]*

**ENCRAFT INDIA PRIVATE LIMITED**70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**2.0** Amount in the financial statements are presented in rupees, except for per share values and as otherwise stated. The previous year figures have been regrouped/re-classified, wherever necessary.

**2.1 Share Capital**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>(a) Authorised Capital</b>		
50,00,000 Equity Shares of ₹ 10/- each (Previous year 50,00,000 equity shares)	500.00 <b>500.00</b>	500.00 <b>500.00</b>
<b>(b) Issued, Subscribed and Paid Up Share Capital</b>		
Share Capital	401.00	401.00
40,10,000 Shares of ₹ 10/- each fully paid-up (Previous year 40,10,000 equity shares)	<b>401.00</b>	<b>401.00</b>

**(c) Equity shares carry voting rights at the General Meeting of the company and are entitled to dividend and to participate in surplus, if any, in the event of winding up.**

**(d) Shareholder holding more than 5 percent of the Issued share capital:**

Name of Shareholders	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	% of Issued Share Capital	No. of Shares	% of Issued Share Capital
Mrs. Bina Jain	16,00,000	39.90%	16,00,000	39.90%
Mr. Rajeev Jain	12,00,000	29.93%	12,00,000	29.93%
Mr. Nitin Jain	12,00,000	29.93%	12,00,000	29.93%

**(e) Reconciliation of shares outstanding at the beginning and end of the year:**

Equity Shares	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the year	40,10,000	401.00	40,10,000	401.00
Issued during the year	-	-	-	-
Bought back during the year	-	-	-	-
<b>At the end of the year</b>	<b>40,10,000</b>	<b>401.00</b>	<b>40,10,000</b>	<b>401.00</b>



**ENCRAFT INDIA PRIVATE LIMITED**  
 70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
 CIN-U25200DL2013PTC247629

**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**(f) Disclosure of Shareholding of Promoters:**

**Disclosure of shareholding of promoters as at March 31, 2024 is as follows:**

Promoter Name	Shares held by promoters				% Change during the year	
	As on March 31, 2024		As on March 31, 2023			
	No. of Shares	% of total Shares	No. of Shares	% of total Shares		
Mrs. Bina Jain	16,00,000	39.90%	16,00,000	39.90%	-	
Mr. Rajeev Jain	12,00,000	29.93%	12,00,000	29.93%	-	
Mr. Nitin Jain	12,00,000	29.93%	12,00,000	29.93%	-	
Devendra Chandra Jain (HUF)	10,000	0.25%	10,000	0.25%	-	
	<b>40,10,000</b>	<b>100.00%</b>	<b>40,10,000</b>	<b>100.00%</b>	-	

**Disclosure of shareholding of promoters as at March 31, 2023 is as follows:**

Promoter Name	Shares held by promoters				% Change during the year	
	As on March 31, 2023		As on March 31, 2022			
	No. of Shares	% of total Shares	No. of Shares	% of total Shares		
Mrs. Bina Jain	16,00,000	39.90%	16,00,000	39.90%	-	
Mr. Rajeev Jain	12,00,000	29.93%	12,00,000	29.93%	-	
Mr. Nitin Jain	12,00,000	29.93%	12,00,000	29.93%	-	
Ajay Poly Private Limited	-	-	10,000	0.25%	-0.25%	
Devendra Chandra Jain (HUF)	10,000	0.25%	-	-	0.25%	
	<b>40,10,000</b>	<b>100.00%</b>	<b>40,10,000</b>	<b>100.00%</b>	-	

**(g) Details of the shares issued during the period of last Five Years, preceding from the date as at March 31, 2024:**

Particulars	Aggregate No. of Shares (for last 5 Financial Years)
<b>Equity Shares :</b>	<b>NIL</b>
Fully Paid Up Pursuant to Contract(s) without payment being received in Cash	NIL
Fully Paid up by way of Bonus Shares	NIL
Shares bought back	NIL



**ENCRAFT INDIA PRIVATE LIMITED**  
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 CIN-U25200DL2013PTC247629

NOTES FORMING PART OF FINANCIAL STATEMENTS

**2.2 Reserve & Surplus**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>Securities Premium Reserve:</b>		
Opening Balance	1,000.00	1,000.00
	<u>1,000.00</u>	<u>1,000.00</u>
<b>Surplus</b>		
(i) Opening Balance	1,249.11	300.16
(ii) Add: Net Profit/(Loss) for the Year	596.49	948.95
	<u>1,845.60</u>	<u>1,249.11</u>
(iii) Adjustment in Depreciation of Property, Plant & Equipment for earlier	-	-
	<u>1,845.60</u>	<u>1,249.11</u>
<b>Total</b>	<b>2,845.60</b>	<b>2,249.11</b>

**2.3 Long Term Borrowings**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>Secured</b>		
Kotak Mahindra Bank Limited - Term Loan *	674.35	413.97
ICICI Bank Limited - Vehicle Loan ^	-	5.36
Mercedez-Benz Financial Services India Private Ltd #	27.26	50.39
<b>Unsecured (Interest Free Loan, Repayable on demand)</b>		
-From Directors	110.79	240.59
-From Others	17.91	859.22
<b>Total</b>	<b>830.31</b>	<b>1,569.53</b>

\* Term Loan from Kotak Mahindra Bank

a) Balance Outstanding ₹ 6.17 Lakhs, including current maturities (Previous Year ₹ 27.71 Lakhs)

Repayable in equal monthly installments of ₹ 1.91 Lakhs. Installment due from balance sheet date are 4 installments. (Interest Rate is 8.00%)

b) Balance Outstanding ₹ 30.88 Lakhs including current maturities (Previous Year ₹ 42.46 Lakhs)

Repayable in equal principal installments of ₹ 0.96 Lakhs per month along with the floating interest @ Repo rate + 3.15% (presently 9.65%) over and above the Principal installments. Instalment due from balance sheet date are 32 installments.

c) Balance Outstanding ₹ 139.06 Lakhs including current maturities (Previous Year ₹ 191.21 Lakhs)

Repayable in equal principal installments of ₹ 4.35 Lakhs per month along with the floating interest @ Repo rate + 3.15% (presently 9.65%) over and above the Principal installments. Instalment due from balance sheet date are 32 installments.

d) Balance Outstanding ₹ 308.91 Lakhs including current maturities (Previous Year ₹ 327.69 Lakhs)

Repayable in equal principal installments of ₹ 7.02 Lakhs per month along with the floating interest @ Repo rate + 3.15% (presently 9.65%) over and above the Principal installments. Instalment due from balance sheet date are 44 installments.

e) Balance Outstanding ₹ 329.31 Lakhs including current maturities (Previous Year ₹ Nil Lakhs)

Repayable in equal principal installments of ₹ 6.59 Lakhs per month along with the floating interest @ Repo rate + 3.15% (presently 9.65%) over and above the Principal installments. Instalment due from balance sheet date are 50 installments.



**ENCRAFT INDIA PRIVATE LIMITED**  
 70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
 CIN-U25200DL2013PTC247629

**NOTES FORMING PART OF FINANCIAL STATEMENTS**

f) **Balance Outstanding** ₹ 117.01 Lakhs including current maturities (Previous Year ₹ Nil Lakhs )  
 Repayable in equal principal installments of ₹ 1.98 Lakhs per month along with the floating interest @ Repo rate + 3.15% (presently 9.65%) over and above the Principal installments. Instalment due from balance sheet date are 59 installments.

Above Term Loans are secured against (i) First and exclusive hypothecation charge on all existing and future current assets to be shared with HDFC Bank (ii) First and exclusive hypothecation charge on all existing and future moveable fixed assets of the Borrower. (iii) First and Exclusive charge on following immovable properties: a) Plot No. 30, Block B-2, Mohan Cooperative Industrial Estate, Mathura Road, New Delhi- 110044, in the name of Ajay Poly Pvt. Ltd. b) Land Kh. No. 1000 MIN, 1001 MIN, Situated at Jamanpur Road, near Beehive College, Central Central Hope Town, (Selaqui Industrial Area), Selaqui, Distt. Dehradun - 248011, in the name of Encraft India Pvt. Ltd. c) Property No. 70, Okhla Industrial Area, Phase-III, New Delhi- 110020, in the name of Ajay Industrial Polymers Pvt. Ltd. d) Property No. 70, Okhla Industrial Area, New Delhi- 110020, in the name of Ajay Poly Private Limited, Encraft India Private Limited and Ajay Industrial Polymers Private Limited (iv) Personal Guarantee/s of Mr. Rajeev Jain, Mr. Nitin Jain and Mrs. Bina Jain. (iv) Corporate Guarantee of Ajay Industrial Polymers Private Limited and Ajay Poly Private Limited.

^ **ICICI Bank Limited - Vehicle Loan**

Balance Outstanding ₹ 5.36 Lakhs including current maturities (Previous Year ₹ 17.55 Lakhs)

Repayable in equal installments of ₹ 1.09 Lakhs per month. Instalment due from balance sheet date are 5 installments.

# **Mercedez-Benz Financial Services India Private Ltd - Vehicle Loan**

Balance Outstanding ₹ 50.38 Lakhs including current maturities (Previous Year ₹ 70 Lakhs)

Repayable in equal installments of ₹ 2.20 Lakhs per month. Instalment due from balance sheet date are 25 installments.

**2.4 Deferred Tax Liability**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Deferred Tax Liability at the beginning of the Year	170.23	166.66
Add: Deferred Tax for Current Year	8.09	3.56
<b>Net Deferred Tax Liability/(Assets)</b>	<b>178.32</b>	<b>170.22</b>

**2.5 Long-Term Provisions**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Gratuity	52.06	45.31
Leave Encashment	56.17	49.40
<b>Total</b>	<b>108.23</b>	<b>94.71</b>

**2.6 Other Non-Current Liabilities**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Deposits from Customers (Non-Interest Bearing)	120.50	112.00
<b>Total</b>	<b>120.50</b>	<b>112.00</b>



**ENCRAFT INDIA PRIVATE LIMITED**  
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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**2.7 Short-Term Borrowings**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>Working Capital Loans (Secured)</b>		
<b>From Banks:-</b>		
Kotak Mahindra Bank Limited - CC Limit**	2,830.10	1,599.54
Kotak Mahindra Bank Limited - OD Limit##	486.13	493.19
HDFC Bank Limited - CC Limit^^	497.08	415.64
CITI Bank N.A.- CC Limit^^	603.65	-
Current Maturities of Term Loan	285.47	206.89
<b>Total</b>	<b>4,702.43</b>	<b>2,715.26</b>

**\*\* Cash Credit Limit from Kotak Mahindra Bank Limited**

(Interest Rate is Repo rate+3.35%, Presently 9.85%)

Above Cash Credit Limit of ₹ 3000.00 Lakhs is secured against (i) First and exclusive hypothecation charge on all existing and future current assets to be shared with HDFC Bank (ii) First and exclusive hypothecation charge on all existing and future moveable fixed assets of the Borrower. (iii) First and Exclusive charge on following immovable properties: a) Plot No. 30, Block B-2, Mohan Cooperative Industrial Estate, Mathura Road, New Delhi- 110044, in the name of Ajay Poly Pvt. Ltd. b) Land Kh. No. 1000 MIN, 1001 MIN, Situated at Jamanpur Road, near Beehive College, Central Central Hope Town, (Selaqui Industrial Area), Selaqui, Distt. Dehradun - 248011, in the name of Encraft India Pvt. Ltd. c) Property No. 70, Okhla Industrial Area, Phase-III, New Delhi- 110020, in the name of Ajay Industrial Polymers Pvt. Ltd. All four properties are cross-collateralised for exposure in Ajay Poly Private Limited, Encraft India Private Limited and Ajay Industrial Polymers Private Limited (iv) Personal Guarantee/s of Mr. Rajeev Jain, Mr. Nitin Jain and Mrs. Bina Jain. (iv) Corporate Guarantee of Ajay Industrial Polymers Private Limited and Ajay Poly Private Limited.

**## Over Draft Limit from Kotak Mahindra Bank Limited**

(Interest Rate is Repo rate+2.25%, Presently 8.75%)

Above Over draft Limit of ₹ 500.00 Lakhs is secured against (i) Lien over mutual fund units of Directors (ii) Personal Guarantee/s of Mr. Rajeev Jain, Mr. Nitin Jain and Mrs. Bina Jain. (iii) Corporate Guarantee of Ajay Industrial Polymers Private Limited and Ajay Poly Private Limited.

**^^ Cash Credit Limit from HDFC Bank Limited**

(Interest Rate is 8.56%)

Above Cash Credit Limit of Rs. 500.00 Lakhs is secured against (i)Debtors, Plant and Machinery, Stock and Fixed Deposits as primary Security (ii) Collateral: Guarantees, Properties situated at a) Commercial Properties/28/A-3, BEHIND GRAPHITE, DODDANE KUNDI INDUSTRIAL AREA, 560048, Bangalore, Karnataka, India 560048 owned by Ajay Poly Private Limited and b) Commercial Properties/28/A-2, BEHIND GRAPHITE, DODDANE KUNDI INDUSTRIAL AREA, 560048, Bangalore, Karnataka, India 560048 owned by Ajay Poly Private Limited (iii) Guarantors: Promoter Directors, 51% Shareholders and Collateral Owners.

**^^ Cash Credit from Citi Bank Limited**

(Interest Rate is 9%)

Above Cash Credit Limit of Rs. 1000.00 Lakhs is secured against (i) First pari passu charge on present and future stock and book debts of the company. (ii) First Pari Passu charge on Land Kh. No. 1000 MIN, 1001, Situated at Jamanpur Road, near Beehive College, Central Hope town, Selaqui Industrial Area, Selaqui, Distt. Dehradun -248011. (iii) Personal Guarantees of Mr. Rajeev Jain, Mr. Nitin Jain and Mrs. Bina Jain (iv) 10% cash margin applicable for Usance/ Sight LCs and Bank Guarantees.

The statements of current assets filed by the Company with bank in relation to secured borrowings are in agreement with the books of accounts and there are no material differences required to be reported.



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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**2.8 Trade Payables**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
- Due to Micro & Small Enterprises	371.10	67.23
- Others Trade Payables	1,385.47	742.40
<b>Total</b>	<b>1,756.57</b>	<b>809.63</b>

**Ageing for trade payables outstanding as at March 31, 2024 is as follows:**

Particulars	Outstanding for following periods from due date of payment				(Amount in ₹ Lakhs)
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	371.10	-	-	-	371.10
(ii) Others	1,379.94	5.54	-	-	1,385.47
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-
<b>Total</b>	<b>1,751.04</b>	<b>5.54</b>	-	-	<b>1,756.57</b>

**Ageing for trade payables outstanding as at March 31, 2023 is as follows:**

Particulars	Outstanding for following periods from due date of payment				(Amount in ₹ Lakhs)
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	67.23	-	-	-	67.23
(ii) Others	740.85	0.92	0.30	0.32	742.40
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-
<b>Total</b>	<b>808.09</b>	<b>0.92</b>	<b>0.30</b>	<b>0.32</b>	<b>809.63</b>

**2.9 Other Current Liabilities**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Statutory Dues Payables	39.62	18.04
Advance Received from Customers	24.76	98.10
Salary Payable	73.59	52.89
Expenses Payable	98.21	49.25
<b>Total</b>	<b>236.18</b>	<b>218.28</b>

**2.10 Short Term Provisions**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Gratuity	1.16	1.00
Leave Encashment	3.00	2.61
Provision for Income Tax	212.93	208.13
<b>Total</b>	<b>217.09</b>	<b>211.74</b>



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NOTES FORMING PART OF FINANCIAL STATEMENTS

PARTICULARS	PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS				GROSS BLOCK				DEPRECIATION				(Amount in ₹ Lakhs)	
	AS ON APRIL 1, 2023	ADDITION DURING THE YEAR	SALES/ TRANSFER ADJ.	AS ON MARCH 31, 2024	AS ON APRIL 1, 2023	CURRENT YEAR	SALES/ TRFED ADJ.	AS ON MARCH 31, 2024	AS ON MARCH 31, 2024	AS ON MARCH 31, 2024	AS ON MARCH 31, 2023	NET BLOCK	AS ON MARCH 31, 2023	
<b>PROPERTY, PLANT &amp; EQUIPMENT</b>														
Land														
Freehold Land	169.65	-	-	169.65	-	-	-	-	-	-	169.65	169.65		
<b>Building</b>														
Factory Building	635.84	-	-	635.84	205.94	24.43	-	230.37	405.47	429.90	-			
Leasehold Improvement	-	250.94	-	250.94	-	13.32	-	13.32	237.62	255.76	-			
Office Building	-	255.87	-	255.87	0.11	-	-	0.11	-	-				
<b>Furniture &amp; Fixtures</b>														
Plant & Machinery	51.62	13.95	-	65.57	30.21	5.15	-	35.36	30.21	21.41				
Vehicles	4,191.98	385.13	6.13	4,570.98	2,274.66	221.66	4.61	2,491.71	2,079.27	1,917.30				
Office Equipments	127.24	1.34	-	128.58	7.32	15.20	-	22.52	106.06	119.92				
Computers, Laptops & Accessories	100.84	23.41	-	124.25	63.22	12.71	-	75.93	48.32	37.61				
Total	123.86	22.11	2.34	143.63	97.72	12.70	2.20	108.22	35.41	26.14				
<b>Intangible Assets</b>														
Total	5,401.03	952.75	8.47	6,345.31	2,679.07	305.28	6.81	2,977.54	3,367.77	2,721.93				
<b>Capital Work In Progress</b>														
Capital Work in Progress	303.28	140.11	437.28	6.11	-	-	-	99.31	12.96	17.51				
Total	303.28	140.11	437.28	6.11	-	-	-	99.31	12.96	17.51				
<b>GRAND TOTAL</b>	<b>5,814.91</b>	<b>1,094.53</b>	<b>445.75</b>	<b>6,463.69</b>	<b>2,772.17</b>	<b>311.50</b>	<b>6.81</b>	<b>3,076.85</b>	<b>3,386.84</b>	<b>3,042.72</b>				
<b>PREVIOUS YEAR</b>	<b>4,542.50</b>	<b>1,273.59</b>	<b>1.20</b>	<b>5,814.89</b>	<b>2,507.14</b>	<b>265.03</b>	<b>-</b>	<b>2,772.17</b>	<b>3,042.72</b>	<b>-</b>				

b) Capital Work-in-progress (CWIP) Schedule

CWIP	Amount in CWIP for a period of	Total
	Less than 1 year	
As at March 31, 2024	6.11	6.11
Projects in progress	-	-
Projects temporarily suspended	-	-

As at March 31, 2023  
 Projects in progress  
 Projects temporarily suspended

303.28



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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**2.12 Long Term Loans & Advances**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Capital Advance	0.94	99.93
<b>Total</b>	<b>0.94</b>	<b>99.93</b>

**2.13 Other Non-Current Assets**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Security Deposit - With Govt. Deptts & Public Bodies (including lien marked FDR's)	92.22	78.32
<b>Total</b>	<b>92.22</b>	<b>78.32</b>

**2.14 Inventories**

(Valued at lower of cost or net realizable value)\*

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Finished Stock of Manufactured Goods	1,771.45	600.33
Raw Material & Other Components	1,245.43	1,170.13
Traded Goods	1,114.74	898.51
Packing Material	55.70	42.82
Goods-in-Transit (Raw Materials)	6.74	26.96
<b>Total</b>	<b>4,194.06</b>	<b>2,738.75</b>

\*As certified by the Management

**2.15 Trade Receivables**

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>Trade Receivables Outstanding for a Period Exceeding Six Months</b>		
Unsecured Considered Good	48.72	8.66
Doubtful	13.13	3.74
<b>Less: Provision for doubtful debts</b>	<b>61.85</b>	<b>12.40</b>
	9.39	-
<b>Trade Receivables Outstanding for a Period Less than Six Months</b>		
Unsecured Considered Good	(A) 52.46	12.40
	(B) 2,862.68	2,051.76
<b>Total (A+B)</b>	<b>2,915.14</b>	<b>2,064.16</b>

**Ageing for trade receivables – current outstanding as at March 31, 2024 is as follows:**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	2,862.68	23.25	25.32	0.15	-	2,911.40
(ii) Undisputed Trade Receivables - considered doubtful	-	9.39	-	-	-	9.39
(iii) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables - doubtful	-	-	3.74	-	-	3.74
<b>Total</b>	<b>2,862.68</b>	<b>32.64</b>	<b>29.06</b>	<b>0.15</b>	-	<b>2,924.53</b>



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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**Ageing for trade receivables – current outstanding as at March 31, 2023 is as follows:** (Amount in ₹ Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	2,051.76	4.43	0.00	-	4.23	2,060.42
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables doubtful	-	3.74	-	-	-	3.74
<b>Total</b>	<b>2,051.76</b>	<b>8.17</b>	<b>0.00</b>	<b>-</b>	<b>4.23</b>	<b>2,064.16</b>

**2.16 Cash and Cash Equivalents** (Amount in ₹ Lakhs)

Particulars	As at	
	March 31, 2024	March 31, 2023
Cash in Hand	2.88	3.16
Balance with Banks	-	-
<b>Total</b>	<b>2.88</b>	<b>3.16</b>

**2.17 Short Term Loans and Advances** (Amount in ₹ Lakhs)

Particulars	As at	
	March 31, 2024	March 31, 2023
Advances to Suppliers & Contractors	356.34	328.02
Staff Imprest & Advance to Employees	12.32	4.01
<b>Total</b>	<b>368.66</b>	<b>332.03</b>

**2.18 Other Current Assets** (Amount in ₹ Lakhs)

Particulars	As at	
	March 31, 2024	March 31, 2023
Prepaid Expenses	40.56	38.82
Tax Credits	175.66	39.63
-Duty & Taxes Receivables	219.26	113.96
-GST Credits	<b>435.48</b>	<b>192.41</b>
<b>Total</b>		



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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**2.19 Revenue from Operations**

Particulars	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Sale of Manufactured Goods	13,790.75	12,746.42
Sale of Traded Goods	1,819.17	1,565.53
<b>Total</b>	<b>15,609.92</b>	<b>14,311.95</b>

**2.20 Other Income**

Particulars	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Interest Received	4.17	2.03
Sale of Scrap	104.33	53.20
Export Benefits	-	0.45
Sundry Balance Written off	-	3.06
Profit on sale of Fixed Assets	0.15	-
Net Gain On Foreign Currency Transactions and Translation	17.20	14.09
	<b>125.85</b>	<b>72.83</b>

**2.21 Cost of Material Consumed**

Particulars	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Consumption of Raw Material & Other Components	9,727.66	8,661.13
Packing Material Consumed	304.49	227.24
<b>Total</b>	<b>10,032.15</b>	<b>8,888.37</b>

**2.22 Purchase of Traded Goods**

Particulars	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Purchase of Traded Goods	1,422.12	1,385.42
<b>Total</b>	<b>1,422.12</b>	<b>1,385.42</b>

**2.23 Change in Finished Stock of Manufactured & Traded Goods**

Particulars	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Closing Stock		
-Manufactured Goods	1,771.45	600.33
-Traded Goods	1,114.74	898.51
Less: Opening Stock		
-Manufactured Goods	600.33	647.79
-Traded Goods	898.51	527.31
<b>Net Change in Finished Stock of Manufactured &amp; Traded Goods</b>	<b>(1,387.35)</b>	<b>(323.74)</b>



# ENCRAFT INDIA PRIVATE LIMITED

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## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 2.24 Employee Benefit Expenses

Particulars	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Salaries & Wages	1,064.23	777.34
Directors' Remuneration	275.48	188.83
Gratuity & Leave Encashment	37.74	34.65
Contribution To Provident & Other Funds	33.48	28.47
Staff Welfare	113.71	32.27
<b>Total</b>	<b>1,524.64</b>	<b>1,061.56</b>

### 2.25 Finance Cost

Particulars	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Interest on Term Loan	90.93	27.61
Interest on Working Capital Loan	327.76	172.72
Bank Processing Fees	10.55	6.49
<b>Total</b>	<b>429.24</b>	<b>206.82</b>

### 2.26 Other Expenses

Particulars	(Amount in ₹ Lakhs)	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Power & Fuel Expenses	553.61	401.54
Bank Charges	5.37	7.77
Advertisement & Sale Promotion	730.19	451.33
Freight & Cartage	256.00	206.87
Rates & Taxes	17.02	20.37
Auditor's Remuneration	7.78	5.39
Security Guard Charges	50.27	45.03
Postage & Telephone	34.79	26.14
Printing & Stationary	4.03	3.07
Insurance Charges	22.45	8.90
Rent Office	105.34	77.53
Travelling & Conveyance	348.36	180.96
Repair & Maintenance		
-Plant & Machinery	66.95	69.52
-Others	135.06	51.57
Professional Charges	184.30	121.23
Miscellaneous Expenses	1.01	0.04
Fees & Subscription	6.06	2.97
Bad Debts Written off	-	60.45
Provision for doubtful debts	9.39	-
CSR Expenses	12.21	-
<b>Total</b>	<b>2,550.19</b>	<b>1,740.68</b>



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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**2.27 Earning Per Share**

<b>Particulars</b>	<b>For the Year Ended March 31, 2024</b>	<b>For the Year Ended March 31, 2023</b>
Number of Shares outstanding at the beginning of the year	40,10,000	40,10,000
Number of Shares outstanding at the end of the year	40,10,000	40,10,000
Weighted average number of equity shares for basic EPS (A)	40,10,000	40,10,000
Weighted average number of equity shares for diluted EPS (B)	40,10,000	40,10,000
Profit/ (Loss) after tax (C) (Amount in ₹ Lakhs)	596.49	948.95
Nominal value of equity share ( in ₹)	10.00	10.00
<b>Basic Earnings per Share (₹) (C) / (A)</b>	<b>14.88</b>	<b>23.66</b>
<b>Diluted Earnings per Share (₹) (C) / (B)</b>	<b>14.88</b>	<b>23.66</b>

**2.28 RELATED PARTY DISCLOSURES**

**(a) Names of related parties with whom transactions have taken place and relationship**

<b>Name</b>	<b>Designation</b>	<b>Relationship</b>
Mrs. Bina Jain	Director	Key Managerial Personnel
Mr. Rajeev Jain	Director	Key Managerial Personnel
Mr. Nitin Jain	Director	Key Managerial Personnel
Mr. Avanish Singh Visen	Director	Key Managerial Personnel
Mrs. Anuradha Jain	Director	Key Managerial Personnel
Mrs. Kanupriya Jain		Relative of Key Managerial Personnel
M/S A I C Plastics Private Limited		Relative of Key Managerial Personnel
M/S GLJ Realty Private Limited		Common Control
M/S Ajay Industrial Polymers Private Limited		Common Control
M/S Ajay Poly Private Limited		Common Control
M/S Enczo India Private Limited		Common Control
M/S Awadhoot Solutions		Common Control
		Relative of Key Managerial Personnel

**(Amount in ₹ Lakhs)**

<b>(b) Details of Transaction with related parties</b>	<b>For the Year Ended March 31, 2024</b>	<b>For the Year Ended March 31, 2023</b>
<b>1. Director Remuneration</b>		
Mr. Rajeev Jain	32.74	32.74
Mr. Nitin Jain	32.74	32.74
Mr. Avanish Singh Visen	210.00	123.35
<b>2. Consultancy Charges</b>		
Mrs. Bina Jain	30.00	30.00
Mrs. Anuradha Jain	42.48	14.00
Mrs. Kanupriya Jain	42.48	14.00
<b>3. Rent Paid</b>		
Ajay Industrial Polymers Private Limited	47.96	45.67
Ajay Poly Private Limited	-	3.33
A I C Plastics Private Limited	1.74	0.66
<b>4. Sales of Goods</b>		
Ajay Poly Private Limited	64.29	52.39
Enczo India Private Limited	419.47	1.39
<b>5. Purchase of Goods</b>		
Ajay Poly Private Limited	496.87	335.54
<b>6. Loan Repayment (Net)</b>		
Mrs. Bina Jain	582.24	553.90
Devendra Chandra Jain (HUF)	841.31	-
<b>7. Commission paid</b>		
Awadhoot Solutions	56.62	27.58



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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**8. Corporate Guarantee Given to**

Ajay Poly Private Limited	5,263.37	2,918.00
Ajay Industrial Polymers Private Limited	1,322.34	1,322.34

**9. Advances Received (Net)**

Ajay Poly Private Limited	184.85	-
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**9. Reimbursement**

Enczo India Private Limited	64.59	-
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*(Amount in ₹ Lakhs)*

<b>(c) Details of Outstanding Balance</b>	<b>As at</b>	<b>As at</b>
	<b>March 31, 2024</b>	<b>March 31, 2023</b>
Ajay Poly Private Limited	631.29 (CR)	36.49 (CR)
Ajay Industrial Polymers Private Limited	178.56 (DR)	126.85 (DR)
Enczo India Private Limited	89.07 (DR)	1.39 (DR)
A I C Plastics Private Limited	15.02 (CR)	2.35 (DR)
Mrs. Bina Jain	2.25 (CR)	132.05 (CR)
Mr. Rajeev Jain	111.71 (CR)	113.51 (CR)
Mr. Nitin Jain	2.73 (CR)	2.73 (CR)
Mr. Avanish Singh Visen	17.50 (CR)	10.28 (CR)
Mrs. Anuradha Jain	2.94 (CR)	1.80 (CR)
Mrs. Kanupriya Jain	3.24 (CR)	1.80 (CR)
Devendra Chandra Jain (HUF)	17.91 (CR)	859.22 (CR)
Awadhoot Solutions	4.58 (CR)	2.27 (CR)

**2.29 Contingent Liabilities and Commitments**

*(Amount in ₹ Lakhs)*

<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>March 31, 2024</b>	<b>March 31, 2023</b>
<b>Contingent Liabilities</b>		
<i>Claims against the Company not acknowledged as debts:</i>		
(i) Matters pending in assessment/appeal/ Ward		
-VAT assessment cases are under proceeding at Commercial Tax Department		
Assessment Year 2015-16, VAT Department, Uttarakhand (Case under Appeal)	-	18.35
Demand Paid under OTS Scheme vide GST department Uttarakhand Govt.		
Assessment Year 2016-17, VAT Department, Uttarakhand	-	12.41
Demand Paid under OTS Scheme vide GST department Uttarakhand Govt		
In respect of Corporate Guarantee given (amount outstanding at the end of the year)		
-On behalf of Related Parties	6,585.71	4,240.34

**2.30 SEGMENT REPORTING**

**(a) PRIMARY BUSINESS SEGMENTS**

The company reviewed the disclosure of Business segments information and is of the view that the company is only in the business of UPVC Doors & Window Profiles. Since there is no reportable segment as per the view of AS-17 "Segment Reporting". Hence, no information required to be disclosed.

**(b) GEOGRAPHICAL SEGMENTS**

The company has only single geographical area i.e. India. Hence, there is no any other reportable geographical segments as per the view of AS-17 "Segment Reporting".



*[Handwritten signatures and initials in blue ink, including 'B', 'A', 'S', and 'dmc']*

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**70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020**  
**CIN-U25200DL2013PTC247629**

**NOTES FORMING PART OF FINANCIAL STATEMENTS**

**2.31 MICRO , SMALL & MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006**

According to information available with management, on the basis of information received from suppliers regarding their status under the Micro, Small and medium enterprises Development Act, 2006 (MSMED Act), the company has no dues to Micro & Small Enterprises during the year ended 31st March, 2024.

Particulars	(Amount in ₹ Lakhs)	
	As at March 31, 2024	As at March 31, 2023
(i) Principal amount remaining unpaid to any supplier as at the end of the year	371.10	67.20
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the year	0.45	0.03
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

**2.32 EMPLOYEE BENEFITS PLANS:**

a) Provident Fund - Defined Contribution Plan

All employees are entitled to Provident Fund benefits. Amount debited in Statement of Profit & Loss is ₹ 32.22 Lakhs (Previous Year ₹ 27.08 Lakhs) excluding admin & DLI charges.

b) In accordance with applicable Indian Laws, the Company provides for gratuity, a defined benefit retirement plan (Gratuity Plan). The Gratuity Plan provides a lump sum payment to vested employees, at retirement or termination of employment, an amount based on the respective employees' last drawn salary & the years of employment with the Company.

c) Leave Encashment - Defined Benefit Plan

The Company has a scheme of encashment of accumulated leaves. The Scheme is unfunded and is recognized in Statement of Profit & Loss on the basis of actuarial valuation on accrual basis.

The Summarized position of defined benefits recognized in Statement of Profit & Loss and Balance Sheet are as under:

Particulars	For the year ended March 31, 2024		For the year ended March 31, 2023	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
<b>Expenses recognized in the Statement of Profit &amp; Loss Account for the year ended March 31, 2024</b>				
1. Current Service Cost	10.53	13.00	8.88	11.64
2. Interest Cost	3.42	3.84	3.16	2.98
3. Expected return on plan assets	Nil	Nil	Nil	Nil
4. Employee Contribution	Nil	Nil	Nil	Nil
5. Actuarial (Gains)/Losses	2.00	4.94	6.20	1.79
6. Past Service Cost	Nil	Nil	Nil	Nil
7. Settlement Cost	Nil	Nil	Nil	Nil
8. Total Expenses	15.95	21.78	18.24	16.41
<b>Net Asset/ (Liability) recognized in the Balance Sheet as at March 31, 2024</b>				
1. Present Value of Defined Benefit Obligation.	53.21	59.18	46.32	52.01
2. Fair Value of Plan Assets	Nil	Nil	Nil	Nil
3. Funded Status /Difference	(53.21)	(59.18)	(46.32)	(52.01)
4. Excess of Actual over estimated	Nil	Nil	Nil	Nil
5. Net Asset/ (Liability) at the end of the year.	(53.21)	(59.18)	(46.32)	(52.01)



# ENCRAFT INDIA PRIVATE LIMITED

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
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## NOTES FORMING PART OF FINANCIAL STATEMENTS

### Change in Obligation during the year ended March 31, 2024

1. Present value of Defined Benefit Obligation at the beginning of the year.	46.32	52.01	44.00	41.44
2. Current Service Cost.	10.53	13.00	8.88	11.64
3. Interest Cost	3.42	3.84	3.16	2.98
4. Benefits paid	(9.05)	(14.62)	(15.92)	(5.83)
5. Settlement Cost	Nil	Nil	Nil	Nil
6. Past Service Cost.	Nil	Nil	Nil	Nil
7. Employee Contributions	Nil	Nil	Nil	Nil
8. Actuarial (Gains)/Losses	2.00	4.94	6.20	1.79
9. Present Value of Defined Benefit Obligation at the end of the year.	53.23	59.18	(46.32)	52.01

### Change in Assets during the year ended March 31, 2024.

1. Plan Assets at the beginning of the year.	Nil	Nil	Nil	Nil
2. Assets acquired on amalgamation in previous year.	Nil	Nil	Nil	Nil
3. Settlements	Nil	Nil	Nil	Nil
4. Expected return on Plan Assets	Nil	Nil	Nil	Nil
5. Contribution by Employer	Nil	Nil	Nil	Nil
6. Actual Benefit Paid	Nil	Nil	Nil	Nil
7. Actuarial Gains/ (Losses)	Nil	Nil	Nil	Nil
8. Plan Assets at the end of the year.	Nil	Nil	Nil	Nil
9. Actual Return on Plan Assets	Nil	Nil	Nil	Nil

Note: The information on composition of the planned assets held by the fund managed by the insurer is not provided since the same is not available.

### Actuarial Assumptions:

Particular	For the year ended March 31, 2024	For the year ended March 31, 2023
Discount Rate	7.22%	7.38%
Mortality	As per IALM (2012-14)	As per IALM (2012-14)
Turnover Rate	--	--
Future Salary Increase	5.50%	5.50%

### 2.33 Auditors' remuneration (excluding taxes)

(Amount in ₹ Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
For Statutory Audit	4.50	3.25
For Tax Audit	1.50	1.00
For Certification and Other Services	1.78	1.14
	<b>7.78</b>	<b>5.39</b>

### 2.34 Corporate social responsibility expenditure (CSR)

(Amount in ₹ Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
a) Gross amount required to be spent by the Company during the year	12.21	-



*[Handwritten signatures and initials in blue ink, including 'Y', 'A', and 'A' in the bottom right corner.]*

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**NOTES FORMING PART OF FINANCIAL STATEMENTS**

b) Amount Spent during the year

<b>Particulars</b>	<b>(Amount in ₹ Lakhs)</b>	
	<b>For the year ended March 31, 2024</b>	<b>For the year ended March 31, 2023</b>
In Cash		
Construction/acquisition	-	-
On purposes other than above	-	-
Yet to be paid in cash		
Construction/acquisition	-	-
On purposes other than above	12.21	-
<b>Total</b>	<b>12.21</b>	-
c) (Shortfall)/ Excess at the end of the year*	(12.21)	-
d) Total of previous years shortfall	-	-
e) Details of related party transactions	NA	NA
f) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year.	-	-
g) Reason for shortfall: The shortfall for the year ended March 31, 2024 has been deposited on September 12th, 2024 in Prime Minister National Relief Fund, in accordance with the Companies Act, 2013 read with CSR Amendment Rules.		

**2.35 Disclosure under AS 19 "Leases"**

i) **Finance leases:**

(a) The Company has taken a vehicle on finance lease. The ownership of such vehicle will get transferred to the Company at the end of lease term.  
 (b) The minimum lease rentals in respect of assets acquired under finance leases are as follows:

<b>Particulars</b>	<b>(Amount in ₹ Lakhs)</b>	
	<b>For the year ended March 31, 2024</b>	<b>For the year ended March 31, 2023</b>
1. Payable not later than 1 year	28.49	31.80
2. Payable later than 1 year and not later than 5 years	27.26	55.75
<b>Total</b>	<b>55.75</b>	<b>87.55</b>

**Included in the financial statements**

<b>Particulars</b>	<b>(Amount in ₹ Lakhs)</b>	
	<b>For the year ended March 31, 2024</b>	<b>For the year ended March 31, 2023</b>
Current maturities of finance lease obligations	28.49	31.80
Non current borrowings	27.26	55.75
<b>Total</b>	<b>55.75</b>	<b>87.55</b>

ii) **Operating leases :**

General description of the Company's operating lease arrangements:

The Company has entered into operating lease arrangements for certain facilities.

Some of the significant terms and conditions of the arrangements are:

- the lease arrangements are generally renewable on the expiry of the lease period subject to mutual agreement;

<b>Particulars</b>	<b>(Amount in ₹ Lakhs)</b>	
	<b>For the year ended March 31, 2024</b>	<b>For the year ended March 31, 2023</b>
Lease rent in respect of the operating leases, charged to the statement of profit and loss for the year :	105.34	77.53



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**NOTES FORMING PART OF FINANCIAL STATEMENTS**  
**2.36 Deferred Tax**

Breakup of net Deferred Tax Asset/(Liability) is as follows:

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
<b>Deferred Tax Liability</b>		
Tax Impact of difference between carrying amount of Fixed Assets	847.92	774.69
<b>Total Timing Difference on which Deferred Tax Liability Arised</b>	<b>847.92</b>	<b>774.69</b>
<b>Total Net Deferred Tax Liability @ 25.168%</b>	<b>213.40</b>	<b>194.97</b>
<b>Deferred Tax Asset</b>		
Expenses charged in financial statements but allowable as deduction under Income Tax Act in future years (to the extent considered realizable)		
- Provision for Gratuity	53.22	46.32
- Provision for Leave Encashment	59.17	52.01
- MSME 43B(h) Disallowance	17.63	-
- Provision for Doubtful Debts	9.39	-
<b>Total Timing Difference on which Deferred Tax Asset Arised</b>	<b>139.41</b>	<b>98.33</b>
<b>Total Net Deferred Tax Asset @ 25.168%</b>	<b>35.09</b>	<b>24.75</b>
<b>Net Deferred Tax Liability/(Asset)</b>	<b>178.32</b>	<b>170.23</b>

**2.37 Additional information pursuant to provisions of Companies Act, 2013:**

**i) Details of Purchase of Raw Materials**

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Imported	1,074.26	2,656.17
Indigenous	8,003.76	7,857.28

**ii) Opening & Closing Stock of Inventories**

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening Stock	2,738.74	1,978.92
Closing Stock	4,194.06	2,738.74

**iii) Detail of Foreign Exchange Outflow**

Particulars	(Amount in ₹ Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Payment against Supplies	1,086.50	2,993.56
Payment against Expenses	59.30	2.29

**2.38** In the opinion of the Board of Directors of the Company, Current Assets and Loans & Advances have a value or realization in the ordinary course of business at least equal to amounts at which they are stated.



*[Handwritten signatures and initials over the stamp]*

## ENCRAFT INDIA PRIVATE LIMITED

70,OKHLA INDUSTRIAL ESTATE, PHASE-III, NEW DELHI-110020  
CIN-U25200DL2013PTC247629

### NOTES FORMING PART OF FINANCIAL STATEMENTS

#### 2.39 Ratios as per Schedule III

Ratio	Ratio Formula	As at March 31, 2024	As at March 31, 2023	Variance%	Explanation for Variance
a) Current Ratio	Current Assets/Current Liabilities	1.15	1.35	-15.03%	Not Applicable
b) Debt-equity ratio	Total Debt/Shareholder's equity	1.70	1.62	5.40%	Not Applicable
c) Debt service coverage ratio	Earnings available for debt service/Debt service	1.33	4.11	-67.52%	Due to decrease in net profit and increase in debt during the year.
d) Return on equity(%)	Net Profits after taxes/Average shareholder's equity	20.23%	43.62%	-53.62%	Declined due to decrease in Net profits during the year
e) Inventory turnover ratio	Cost of Goods Sold/Average Inventory	2.90	4.22	-31.15%	Due to increase in inventory during the year
f) Trade receivables turnover ratio	Revenue from operations/Average trade receivables	6.27	8.06	-22.24%	Not Applicable
g) Trade payables turnover ratio	Purchases /Average trade payables	8.95	16.01	-44.07%	Due to increase in average trade payables during the year.
h) Net capital turnover ratio	Revenue from operations/Average Working capital	13.12	9.42	39.26%	Due to increase in Revenue from operations during the year
i) Net profit ratio(%)	Profit for the year/Revenue from operations	3.82%	6.63%	-42.37%	Due to decrease in Net profits during the year
j) Return on capital employed(%)	Earnings before interest and taxes/Capital employed	13.92%	19.25%	-27.68%	Due to decrease in Net profits during the year

As per our report of even date

For J T S T & Co LLP

Chartered Accountants

Firm Registration No. 022577N / N500413

Jatin Tehri

Partner

Membership No. 506946



Place: Gurugram

Date: 23 SEP 2024

For and on behalf of the Board of Directors  
Encraft India Private Limited

Rajeev Jain  
Director  
DIN - 00271809

Nitin Jain  
Director  
DIN - 00071131

Avanish Singh Visen  
Director & Group CEO  
DIN - 09116842

Abhay Manral  
AGM Account & Finance

Place: New Delhi  
Date: 23 SEP 2024