

ASHOK T. KUKREJA & CO.
CHARTERED ACCOUNTANTS

111-A, ULTIMATE BUSINESS CENTRE, OPP. MUMBAI UNIVERSITY,
M. G .ROAD, FORT, MUMBAI – 400 023.
TEL. : 2267 2533, 2267 2626

Independent Auditor's Report

To

The Members of NV Distilleries & Breweries (AP) Private Limited

Report on the audit of the Standalone financial statements

Opinion

We have audited the accompanying Standalone financial statements of NV Distilleries & Breweries (AP) Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2023, and the Statement of Profit and Loss, Statement of changes in equity and 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 Standalone financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its loss and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the 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 Standalone financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the Standalone financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report, Business Responsibility Report but does not include the Standalone financial statements and our auditor's report thereon.



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

In connection with our audit of the Standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone financial statements or our knowledge obtained during the course of our 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 Standalone financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these Standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian accounting standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The boards of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the Standalone financial statements

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



reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone financial statements.

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

- Identify and assess the risks of material misstatement of the Standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 Standalone financial statements, including the disclosures, and whether the Standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public



disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

1) As required by Section 143 (3) of the Act, we report, to the extent applicable, that –

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under section 133 of the Act; read with Rule 7 of the Companies(Accounts) Rules, 2014;
- e) On the basis of the written representations received from the directors as on 31st March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer our separate report in “Annexure B” and
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended, we state that the matter relating to Managerial Remuneration is not applicable to the Company being a Private Limited Company
- h) With respect to the other matters to be included in the Auditor’s Reports in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to explanation given to us:
 - i. The company does not have any pending litigation as at March, 31st 2023 which would impact its financial position.
 - ii. The company did not have any long term contract nor any derivative contracts.



iii) The provisions of Investor Education and Protection fund are not applicable to the company.

- iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested by the company to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding that the intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of ultimate beneficiaries.
- iv. (b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the company from any person(s) or entities including foreign entities ("Funding Parties") with the understanding that such 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 guarantee, security or the like on behalf of the Ultimate beneficiaries.
- iv. (c) In view of the above, based on such audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.
- v. The Company has not declared or paid any dividend during the year.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of accounts using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the company with effect from April 1, 2023 and accordingly, reporting rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

2) As required by the Companies (Auditor's Report) Order, 2020 (the Order) issued by Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 'A', a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

For Ashok T. Kukreja & Co.
Chartered Accountants
FRN: 113391W

Ashok T. Kukreja

Ashok T. Kukreja
Proprietor

Membership No. : 032192

Place: Mumbai

Date: 31-5-2023

UDIN: 23032192BGPGTK9376

ANNEXURE 'A' TO AUDITORS REPORT

The Annexure referred to in our independent Auditor's Report to the members of the company on the Financial Statements for the year ended 31st March 2023, 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 does not have any intangible assets.

b) Property, plant and equipment were physically verified by the management and no discrepancy was noticed on such verification.

c) According to the information and explanations given to us and on the basis of our examinations of the records of the Company, we state as under regarding title deeds:

The Company Owns Land admeasuring 145 Acre as on 31st March 2023 out of which 132 Acre of land was allotted by Telangana State Industrial Infrastructure Corporation Limited (TSIICL), which is to be utilised for setting up the project.

In respect of Land of Telangana State Industrial Infrastructure Corporation Limited (TSIICL) admeasuring 132 acre of land, the company has entered in to Agreement of sale. The company is required to set up & complete the project, only then the company will be able to enter into a sale deed.

d) The Company has not revalued Property, plant and equipment.

e) As per the information and explanation given, the Company does not have any benami property and no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

ii. a) The company did not have any inventory and therefore, paragraph 3(ii)(a) of the order is not applicable.

b) The company does not have sanctioned limit of working capital and therefore, paragraph 3(ii)(b) of the order is not applicable.

iii. The company has not made any investments nor granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnership or other parties. Accordingly, the provisions of clause 3(iii) (a), (b), (c), (d), (e) & (f) not applicable

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 Act with respect to the loans, investments, guarantees and security.

v. The company has not accepted any deposit from public within the meaning of section 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder.

vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of products of the Company.

vii. a) According to information and explanation given to us and on the basis of our examination of the records of the Company, undisputed statutory dues including Income Tax and other Statutory dues have been generally regularly deposited during the year with the appropriate authorities;.

b) According to the information and explanations given to us and based on the records examined by us, there are no amount involving any disputes.



- viii. According to the information and explanations given to us and based on the records examined by us, there are no instances of any transaction having been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 and therefore, the question of recording of such transactions in books of account does not arise.
- ix. a) Based on our audit procedure and according to the information and explanation given by the management, we are of the opinion the Company has not defaulted in repayment of dues to any lender.
- b) Based on our audit procedure and according to the information and explanation given by the management, the company is not declared a willful defaulter by any bank or financial institution or other lender.
- c) Based on our audit procedure and according to the information and explanation given by the management, the term loans were applied for the purpose for which they were taken.
- d) Based on our audit procedure and according to the information and explanation given by the management, the funds raised on short term basis have been used for the purpose of which they were taken.
- e) The Company does not have any subsidiaries, associates or joint ventures and thus, reporting under clause 3(ix)(e) is not applicable to the Company.
- f) The Company does not have any subsidiaries, associates or joint ventures and thus, reporting under clause 3(ix)(f) is not applicable to the Company.
- x. (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(x) of the Order is not applicable.
- (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 and therefore, clause (x) (b) is not applicable.
- xi. (a) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (b) No report under sub-section (12) of section 143 of Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) No whistle -blower complaints have been received by the Company. Further, vigil mechanism/ whistle blower provisions are not applicable to the company.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. The Company is not required under section 138 of the Companies Act, 2013 to appoint an internal auditor or to have internal audit department. Further, the company does not have an internal audit system. However, it has adequate internal controls commensurate with size and nature of the business.

- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph, 3(xv) of the Order is not applicable.
- 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 non-banking financial/ housing finance activities during the year. Accordingly, reporting under clause 3(xvi)(b) is not applicable to the Company.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under Clause 3(xvi)(c) is not applicable to the Company.
- (d) The company is not CIC, Accordingly, provisions of clause 3(xvi)(d) of the Order are not applicable..
- xvii. There was no operations during the year. Therefore, the company is has incurred the cash losses during the year, and also in the corresponding previous year there were cash losses.
- xviii. There being no resignation of the statutory auditors during the year. Accordingly, provisions of clause 3(xviii) of the Order are not applicable.
- 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 statement, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting assumptions and other circumstances we report that the company does not have any business operations and the payouts towards the non-operating and admin expenses are funded by way of unsecured loan from related parties. Accordingly, we state that the going concerns of the company is depend upon the financial supports from its directors and shareholders
- xx. Provisions of section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility is not applicable the Company. Accordingly, reporting under clause 3(xx) is not applicable to the Company.
- xxi. The company is not required to prepare the consolidated financial statements. Accordingly, provisions of clause 3(xxi) of Order are not applicable.

For Ashok T. Kukreja & Co.
Chartered Accountants
FRN: 113391W

Ashok T. Kukreja

Place: Mumbai

Ashok T. Kukreja
Proprietor

Membership No. : 032192

Date: 31-5-2023

UDIN: 23032192-BGPQTK9376

ANNEXURE- B TO AUDITORS REPORT

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

We have audited the internal financial controls over financial reporting of NV Distilleries & Breweries (AP) Private Limited ("the Company") as of March 31st 2023 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due of 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 controls 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 purpose in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and 3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatement 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 controls 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, the Company has, in all material respects, an adequate internal financial controls systems over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Ashok T. Kukreja & Co.
Chartered Accountants
FRN: 113391W

Ashok. T. Kukreja

Place: Mumbai

Date: 31-5-2023

Ashok T. Kukreja
Proprietor
Membership No. : 032192

UDIN: 23032192-BGP4TK9376

NV DISTILLERIES & BREWERIES

(AP)

PRIVATE LIMITED

ANNUAL ACCOUNTS

F. Y. 2022 – 23

NV Distilleries & Breweries (AP) Private Limited
Balance sheet as at 31 March 2023

(All figures are in ₹ lakhs unless stated otherwise)

| Particulars | Notes | As at 31 March 2023 | As at 31 March 2022 |
|-------------------------------------------------------------------------------------|-------|------------------------|------------------------|
| I Non-current assets | | | |
| Property, plant and equipment | 3 | 993.41 | 993.41 |
| Capital work-in-progress | 3 | 433.43 | 433.43 |
| Total non-current assets | | 1,426.84 | 1,426.84 |
| II Current assets | | | |
| Financial assets | | | |
| (i) Cash and cash equivalents | 4 | 1.87 | 1.87 |
| Other current assets | | | |
| Total current assets | | 1.87 | 1.87 |
| TOTAL ASSETS | | 1,428.71 | 1,428.71 |
| EQUITY AND LIABILITIES | | | |
| III Equity | | | |
| Equity share capital | 5 | 1.00 | 1.00 |
| Other equity | 6 | (546.75) | (446.58) |
| Total equity | | (545.75) | (445.58) |
| Liabilities | | | |
| IV Non-current liabilities | | | |
| Financial liabilities | | | |
| (i) Borrowings | 7 | 1,544.34 | 1,451.29 |
| Total non-current liabilities | | 1,544.34 | 1,451.29 |
| V Current liabilities | | | |
| Financial liabilities | | | |
| (i) Borrowings | 8 | 379.90 | 379.90 |
| (ii) Other financial liabilities | 9 | 41.07 | 40.86 |
| Other current liabilities | 10 | 9.15 | 2.24 |
| Total current liabilities | | 430.12 | 423.00 |
| TOTAL LIABILITIES | | 1,974.46 | 1,874.29 |
| TOTAL EQUITY AND LIABILITIES | | 1,428.71 | 1,428.71 |
| Summary of significant accounting policies and other explanatory information | 2 | | |

The accompanying notes from 1-26 form an integral part of the standalone financial statements.

This is the balance sheet referred to in our report of even date.

Ashok T. Kukreja & Co.
Chartered Accountants
Firm Registration No: 113391W

Ashok T. Kukreja
Ashok T. Kukreja

Proprietor
Membership No. 32192
Place : Mumbai
Date: 31-May-2023

For and on behalf of the Board of Directors
NV Distilleries & Breweries (AP) Private Limited

Ratan Lal Jain
Ratan Lal Jain
Director
DIN: 00030299
Place : Mumbai
Date: 31-May-2023

Kishore M. Keswani
Kishore M. Keswani
Director
DIN: 08414821
Place : Mumbai
Date: 31-May-2023

NV Distilleries & Breweries (AP) Private Limited
Statement of profit and loss for the year ended 31 March 2023
(All figures are in ₹ lakhs unless stated otherwise)

| | | For the Year Ended 31 March 2023 | For the Year Ended 31 March 2022 |
|------------------------------------------------------------|----|----------------------------------------|----------------------------------------|
| Revenue | | | |
| Revenue from contract with customers | | - | - |
| Other income | 11 | 0.12 | 0.03 |
| Total Income | | 0.12 | 0.03 |
| Expenses | | | |
| Finance costs | 12 | 102.94 | 100.42 |
| Other expenses | 13 | 9.19 | 10.47 |
| Total expenses | | 112.13 | 110.89 |
| Total Loss before tax | | (112.01) | (110.86) |
| Tax expense/(credit),net | 14 | | |
| (i) Current tax | | - | - |
| (ii) Deferred tax expense | | - | - |
| Loss after tax | | (112.01) | (110.86) |
| Other comprehensive income for the year, net of tax | | - | - |
| Total comprehensive income for the Year | | (112.01) | (110.86) |
| Earnings per equity share: | | | |
| Basic and diluted (in ₹) | | (1,120.10) | (1,108.60) |
| Face value per share (in ₹) | | 10.00 | 10.00 |

Summary of significant accounting policies and other explanatory information 2

The accompanying notes from 1-26 form an integral part of the standalone financial statements.

This is the Statement of profit and loss referred to in our report of even date.

Ashok T. Kukreja & Co.
Chartered Accountants
Firm Registration No: 113391W

Ashok T. Kukreja

Ashok T. Kukreja
Proprietor
Membership No. 32192
Place : Mumbai
Date: 31-May-2023

For and on behalf of the Board of Directors
NV Distilleries & Breweries (AP) Private Limited

Ratan Lal Jain

Ratan Lal Jain
Director
DIN: 00030299
Place : Mumbai
Date: 31-May-2023

Kishore M. Keswani

Kishore M. Keswani
Director
DIN: 08414821
Place : Mumbai
Date: 31-May-2023

NV Distilleries & Breweries (AP) Private Limited
Statement of cash flow for the year ended 31 March 2023
(All figures are in ₹ lakhs unless stated otherwise)

| | For the Year Ended 31 March 2023 |
|--------------------------------------------------------------|---------------------------------------------|
| Particulars | |
| A Cash flow from operating activities | |
| Loss before tax | (112.01) |
| Adjustment for: | |
| Finance cost | 102.94 |
| Operating profit before working capital changes | (9.07) |
| Decrease/(Increase) in other financial asset | - |
| (Decrease)/Increase in other liabilities | 7.12 |
| Cash generated from operating activities | (1.95) |
| Direct taxes paid (net) | - |
| Net cash generated from operating activities | (1.95) |
| B Cash flow from investing activities | |
| Investment in property plant and machinery | - |
| Net cash generated / (used in) investing activities | - |
| C Cash flow from financing activities | |
| Proceeds from borrowings | 93.05 |
| Payment of finance cost | (91.10) |
| Net cash used in financing activities | 1.95 |
| Net increase / (decrease) in cash and cash equivalent | - |
| Opening balance of cash and cash equivalent | 1.87 |
| Closing balance of cash and cash equivalent (A+B+C) | 1.87 |
| D Net debt reconciliation | |
| Opening debt | 1,829.26 |
| Cash flow (net) | 1.95 |
| Finance cost | 102.94 |
| Adjustment for interest benefit accounted as deemed equity | (11.84) |
| Others | 1.93 |
| Total | 1,924.24 |

Summary of significant accounting policies and other explanatory information

The accompanying notes from 1 -26 form an integral part of the standalone financial statements.

This is the Statement of profit and loss referred to in our report of even date.

Ashok T. Kukreja & Co.
Chartered Accountants
Firm Registration No: 113391W

Ashok T. Kukreja

Ashok T. Kukreja
Proprietor
Membership No. 32192
Place : Mumbai
Date: 31-May-2023

For and on behalf of the Board of Directors
NV Distilleries & Breweries (AP) Private Limited

Ratan Lal Jain

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Director
DIN: 00030299
Place : Mumbai
Date: 31-May-2023

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Kishore M. Keswani
Director
DIN: 08414821
Place : Mumbai
Date: 31-May-2023

NV Distilleries & Breweries (AP) Private Limited
Statement of changes in equity as at 31 March 2023
(All figures are in ₹ lakhs unless stated otherwise)

Equity share capital

| Particulars | Number of shares | Amount |
|------------------------------------|------------------|--------|
| Issued, subscribed and paid up: | | |
| As at 31 March 2021 | 10,000.00 | 1.00 |
| Add: Shares issued during the year | | - |
| As at 31 March 2022 | 10,000.00 | 1.00 |
| Add: Shares issued during the year | | - |
| As at 31 March 2023 | 10,000.00 | 1.00 |

Other equity

| Particulars | Attributable to owner of parent | | Total |
|-----------------------------------------|---------------------------------|---------------------------------------------|----------|
| | Deemed Equity | surplus in the statement of profit and loss | |
| Balance as at 31 March 2021 | 68.41 | (415.68) | (347.27) |
| Loss for the year | | (110.86) | (110.86) |
| Fair valuation of financial liabilities | 11.55 | - | 11.55 |
| Balance as at 31 March 2022 | 79.96 | (526.54) | (446.58) |
| Loss for the year | | (112.01) | (112.01) |
| Fair valuation of financial liabilities | 11.84 | - | 11.84 |
| Balance as at 31 March 2023 | 91.80 | (638.55) | (546.75) |

The accompanying notes from 1-26 form an integral part of the standalone financial statements.

This is the Statement of changes in equity referred to in our report of even date.

Ashok T. Kukreja & Co.
Chartered Accountants
Firm Registration No: 113391W

Ashok T. Kukreja

Ashok T. Kukreja
Proprietor
Membership No. 32192
Place: Mumbai
Date: 31-May-2023

For and on behalf of the Board of Directors
NV Distilleries & Breweries (AP) Private Limited

Ratan Lal Jain

Ratan Lal Jain
Director
DIN No 00030299
Place: Mumbai
Date: 31-May-2023

Kishore M. Keswani

Kishore M. Keswani
Director
DIN No 08414821
Place: Mumbai
Date: 31-May-2023

NV Distilleries & Breweries (AP) Private Limited
Notes to financial statement for the year ended 31 March 2023

Summary of significant accounting policies and other explanatory information

1. Company information

NV Distilleries & Breweries (AP) Private Limited ("the Company") is a private limited company domiciled and headquartered in Maharashtra, India. It is incorporated under the Companies Act, 1956.

2. Significant accounting policies

a. Basis of Preparation

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the 'Act') and Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time, and other relevant provisions of the Act.

The accounting policies are applied consistently to all the periods presented in the financial statements, including amendments in Schedule III to the Companies Act, 2013 applicable from 1st April 2021.

The financial statements have been prepared on a historical cost convention and accrual basis, except for the certain financial assets and liabilities that are measured at fair value.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to Companies Act, 2013.

b. Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet

c. Property plant and equipment (including Capital Work-in-Progress)

Freehold land is carried at historical cost. Historical cost includes expenditure that is attributable to the acquisition/construction and all other costs (including borrowing related to qualifying assets), that are not refundable and are necessary to bring the asset to its working condition of use as intended.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is possible that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to statement of profit or loss during the reporting period in which they are incurred.

The cost of property, plant and equipment which are not ready for their intended use before such date, are disclosed as capital work-in-progress.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

d. Borrowings

Borrowings are initially recognised at fair value (net of transaction costs incurred). Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in Statement of profit and loss over the period of the borrowings using the effective interest method. Subsequently all borrowings are measured at amortised cost using the effective interest rate method.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred

NV Distilleries & Breweries (AP) Private Limited
Notes to financial statement for the year ended 31 March 2023

to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in statement of profit or loss. The gain / loss is recognised in other equity in case of transaction with shareholders.

e. Borrowing Costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time the assets are substantially ready for their intended use. All other borrowing costs are recognised as an expense in statement of Profit or Loss in the period in which they are incurred.

f. Provisions, Contingent Liabilities and contingent assets

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects the current market assessments of time value of money and the risks specific to the liability. The increase in the provision due to passage of time is recognised as interest expense. The provisions are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events, whose existence would be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company, or a present obligation where outflow of resources is not probable or where outflow is possible but reliable estimate of the amount cannot be made.

Contingent assets are not recognised in the financial statements. However, they are disclosed only when an inflow of economic benefits is probable.

g. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss (excluding other comprehensive income) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for events such as bonus issue, bonus element in a right issue, shares split (sub-division) and reverse share splits (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss (excluding other comprehensive income) for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

3. Critical estimates and judgements

The preparation of financial statements in conformity with Ind AS requires estimates and assumptions to be made by the Management of the Company that affect the reported amounts of assets and liabilities and amounts disclosed as contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognised in the period in which the results are known.

The Management believes that these estimates are prudent and reasonable and are based upon the Management's best knowledge of current events and actions. Actual results could differ from these estimates and differences between actual results and estimates are recognised in the periods in which the results are known or materialised.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed.

Examples of such estimates include the useful life of property, plant and equipment, provision for doubtful debts/advances, future obligation in respect of retirement benefit plans, provision for inventory obsolescence, impairment of investments/assets, etc.

NV Distilleries & Breweries (AP) Private Limited
Notes to financial statement for the year ended 31 March 2023

i) Property, plant and equipment and Intangible Assets:

Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation/amortisation to be recorded during any reporting period. The useful lives and residual values as per schedule II to the Companies Act, 2013 or otherwise are based on the Company's historical experience with similar assets and taking into account anticipated technological changes, whichever is more appropriate.

ii) Income Tax:

The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to an adjustment to the amounts reported in the standalone financial statements.

iii) Contingencies:

Management has estimated the possible outflow of resources at the end of each annual reporting financial year, if any, in respect of contingencies/claim/litigations against the Company as it is not possible to predict the outcome of pending matters with accuracy.

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NV Distilleries & Breweries (AP) Private Limited

Notes to financial statement for the Year ended 31 March 2023

(All figures are in ₹ lakhs unless stated otherwise)

3 Property plant and equipment

| Particular | Land * | Borewell | Total |
|----------------------------------------------|--------|----------|--------|
| Gross carrying value | | | |
| As at 31 March 2021 | 987.18 | 6.23 | 993.41 |
| Adjustments | - | - | - |
| Deductions | - | - | - |
| As at 31 March 2022 | 987.18 | 6.23 | 993.41 |
| Additions | | | |
| Deductions | - | - | - |
| As at 31 March 2023 | 987.18 | 6.23 | 993.41 |
| Accumulated depreciation/amortisation | | | |
| As at 31 March 2021 | - | - | - |
| Charge for the year | - | - | - |
| Additions | - | - | - |
| Deductions | - | - | - |
| As at 31 March 2022 | - | - | - |
| Charge for the year | - | - | - |
| Deductions | - | - | - |
| As at 31 March 2023 | - | - | - |
| Net carrying value | | | |
| Balance as at 31 March 2022 | 987.18 | 6.23 | 993.41 |
| Balance as at 31 March 2023 | 987.18 | 6.23 | 993.41 |

Capital work in progress

| | |
|------------------------------------|--------|
| Balance as at 31 March 2021 | 433.43 |
| Additions | - |
| Capitalised during the year | - |
| Balance as at 31 March 2022 | 433.43 |
| Additions | - |
| Capitalised during the year | - |
| Balance as at 31 March 2023 | 433.43 |

Note :- *

- A The Company Owns Land admeasuring 145 Acre as on 31st March 2023 out of which 132 Acre of land was allotted by Telangana State Industrial Infrastructure Corporation Limited (TSIICL), which is to be utilised for setting up the project.

In respect of Land of Telangana State Industrial Infrastructure Corporation Limited (TSIICL) admeasuring 132 acre of land, the company has entered in to Agreement of sale. The company is required to set up & complete the project, only then the company will be able to enter into a sale deed.

- B In the earlier year, Office of Telangana State Industrial Infrastructure Corporation Limited (TSIICL) vide their letter dated 06.03.2018 cancelled the allotment of 132 acres of land in favour of the Company in the State of Andhra Pradesh (now Telangana) for non-fulfilment of certain attached conditions of allotment.

Aggrieved by the said order the Company has filed a Writ Petition No. 16125 / 2019 before the High Court for the State of Telangana at Hyderabad seeking remedy for the cancellation of order passed by TSIIC. The Telengana High Court vide its order dated 23.09.2019 passed an Interim order for maintaining status quo till the matter reached its finality.

Against the said High Court Order, TSIIC have issued a letter dated 07.02.2023 asking submission detailed Project Report for their review before 30th June 2023. The Company is in the process of filing the Project Report within the stipulated time prescribed in the letter and therefore, is hopeful and confident in getting further extension of time post filing of Detailed Project Report. The Company will also fulfill condition mentioned in the letter dated 07/02/2023.

Ate

4 Cash and cash equivalent

| Particulars | As at 31 March 2023 | As at 31 March 2022 |
|---------------------|------------------------|------------------------|
| Balance with bank | | |
| -in current account | 1.87 | 1.87 |
| Total | 1.87 | 1.87 |

5 Share Capital

| Particulars | Amount in Rs. | |
|-----------------------------------------------------------------------------------------------------------------------------------------|------------------------|------------------------|
| | As at 31 March 2023 | As at 31 March 2022 |
| Authorised 10,000 Equity Shares of Rs.10 each (Previous Year 10,000 Equity Shares of Rs.10 each) | 1,00,000 | 1,00,000 |
| Issued, Subscribed And fully paid up 10,000 Equity Shares of Rs.10 each (Previous Year 10,000 Equity Shares of Rs.10 each) | 1,00,000 | 1,00,000 |

Reconciliation of No. of Shares Outstanding in the Beginning & at the End of the year

| Particulars | As at 31 March 2023 | | As at 31 March 2022 | |
|--------------------------------------------------|------------------------|-------------|------------------------|-------------|
| | No. of Shares | Amount | No. of Shares | Amount |
| Equity Shares | | | | |
| Shares outstanding at the beginning of the year | 10,000 | 1.00 | 10,000 | 1.00 |
| Shares Issued during the year | - | - | - | - |
| Shares bought back during the year | - | - | - | - |
| Shares outstanding at the end of the year | 10,000 | 1.00 | 10,000 | 1.00 |

The details of Shareholders holding more than 5% of shares

| Name Of Shareholder | As at 31 March 2023 | | | As at 31 March 2022 | | |
|-------------------------------------------------------|------------------------|--------|--------------------------|------------------------|--------|--------------------------|
| | No. of Shares | % held | % Change during the year | No. of Shares | % held | % Change during the year |
| Allied Blenders And Distillers Limited | 5,000 | 50 | 0 | 5,000 | 50 | 0 |
| Bina Chhabria Enterprises Pvt. Ltd. Jointly with ABDL | 5,000 | 50 | 0 | 5,000 | 50 | 0 |

As per the records of the company, including register of shareholders/members and other declaration received from shareholders regarding beneficial interest the above shareholding represent both legal and beneficial ownership of shares.

Rights, preferences and restriction attached to each class of shares:

The company has only one class of shares having a par value of 10 per share. Each holder of the equity shares is entitled to once vote per share. The dividend proposed, if the Board of directors is subject to approval of the stakeholder in enusing annual general meeting, except in the case of interim dividend.

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

6 Other Equity

| Particulars | As at 31 March 2023 | As at 31 March 2022 |
|-----------------------------------------|------------------------|------------------------|
| Deficit in statement of profit and loss | (638.55) | (526.54) |
| Deemed capital contribution | 91.80 | 79.96 |
| Total | (546.75) | (446.58) |

Nature and purpose of reserve

(i) Deficit in the statement of profit and loss

Retained earnings pertains to the accumulated earnings made by the Company over the years

(ii) Deemed capital contribution

The waiver of interest on the loan from holding company is in nature of benefits passed on to the subsidiary company and hence capital contribution

Deficit in the statement of profit and loss

| Particular | For the Year Ended 31 March 2023 | For the Year Ended 31 March 2022 |
|---------------------------------------|-------------------------------------|-------------------------------------|
| Balance as at beginning of the year | (526.54) | (415.68) |
| Add: Profit/loss during the year | (112.01) | (110.86) |
| Balance at the end of the year | (638.55) | (526.54) |

Deemed capital contribution

| Particular | As at 31 March 2023 | As at 31 March 2022 |
|---------------------------------------|------------------------|------------------------|
| Balance as at beginning of the year | 79.96 | 68.41 |
| Add: Contribution during the year | 11.84 | 11.55 |
| Balance at the end of the year | 91.80 | 79.96 |

7 Non-current borrowing

| Particular | As at 31 March 2023 | As at 31 March 2022 |
|----------------------------|------------------------|------------------------|
| Unsecured | | |
| Loan from holding company* | 1544.34 | 1451.29 |
| Total | 1544.34 | 1451.29 |

* loan is payable on demand and carries 11.3% (P.Y. 11.3%) interest p.a.

Ageing Schedule

| Sr. | Particulars | Less than 1 Yr | 1-2 Yrs | 2-3 Yrs | More Than 3 Yrs | Total |
|-----|-----------------|----------------|---------|---------|-----------------|----------|
| 1 | MSME | - | - | - | - | - |
| 2 | OTHERS | 93.04 | 103.52 | 97.65 | 1,250.13 | 1,544.34 |
| 3 | Disputed MSME | - | - | - | - | - |
| 4 | Disputed Others | - | - | - | - | - |
| | | 93.04 | 103.52 | 97.65 | 1,250.13 | 1,544.34 |

8 Current borrowing

| Particular | As at 31 March 2023 | As at 31 March 2022 |
|-------------------------------------------------------------------------------------------------------------------------|------------------------|------------------------|
| Unsecured | | |
| Okatti Infrastructure Projects LLP (Formally Known as Okatti Infrastrucure Projects Private Limited) (See Note No. 24) | 379.90 | 379.90 |
| Total | 379.90 | 379.90 |

Ageing Schedule

| Sr. | Particulars | Less than 1 Yr | 1-2 Yrs | 2-3 Yrs | More Than 3 Yrs | Total |
|-----|-----------------|----------------|---------|---------|-----------------|--------|
| 1 | MSME | - | - | - | - | - |
| 2 | OTHERS | - | - | - | 379.90 | 379.90 |
| 3 | Disputed MSME | - | - | - | - | - |
| 4 | Disputed Others | - | - | - | - | - |
| | | - | - | - | 379.90 | 379.90 |

AS

9 Other current financial liabilities

| Particular | As at 31 March 2023 | As at 31 March 2022 |
|----------------------------------------|------------------------|------------------------|
| Creditor for expense (See Note No. 24) | 40.58 | 40.68 |
| Audit fees payable | 0.49 | 0.18 |
| Total | 41.07 | 40.86 |

Ageging Schedule

| Sr. | Particulars | Less than 1 Yr | 1-2 Yrs | 2-3 Yrs | More Than 3 Yrs | Total |
|-----|-----------------|----------------|---------|---------|-----------------|-------|
| 1 | MSME | - | 0.02 | - | - | 0.02 |
| 2 | OTHERS | 0.18 | 0.08 | 0.05 | 40.74 | 41.05 |
| 3 | Disputed MSME | - | - | - | - | - |
| 4 | Disputed Others | - | - | - | - | - |
| | | 0.18 | 0.10 | 0.05 | 40.74 | 41.07 |

10 Other current liabilities

| Particular | As at 31 March 2023 | As at 31 March 2022 |
|-------------------------------|------------------------|------------------------|
| Statutory dues payable | | |
| Tax deducted at source | 9.15 | 2.24 |
| Total | 9.15 | 2.24 |

Payable ageing Schedules

| Sr. | Particulars | Less than 1 Yr | 1-2 Yrs | 2-3 Yrs | More Than 3 Yrs | Total |
|-----|-----------------|----------------|---------|---------|-----------------|-------|
| 1 | MSME | - | - | - | - | - |
| 2 | OTHERS | 9.15 | - | - | - | 9.15 |
| 3 | Disputed MSME | - | - | - | - | - |
| 4 | Disputed Others | - | - | - | - | - |
| | | 9.15 | - | - | - | 9.15 |

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NV Distilleries & Breweries (AP) Private Limited
Notes to financial statement for the Year ended 31 March 2023
All figures are in ₹ lakhs unless stated otherwise

11 Other Income

| Particular | For the Year Ended 31 March 2023 | For the Year Ended 31 March 2022 |
|-------------------------------------------|-------------------------------------|----------------------------------------|
| Liability No Longer Required Written Back | 0.12 | 0.03 |
| Total | 0.12 | 0.03 |

12 Finance cost

| Particular | For the Year Ended 31 March 2023 | For the Year Ended 31 March 2022 |
|------------------------------------------------------------|-------------------------------------|----------------------------------------|
| On financial liabilities measured at amortised cost | | |
| Interest | 91.10 | 88.87 |
| Fair value adjustment of Loan from Holding Company | 11.84 | 11.55 |
| Total | 102.94 | 100.42 |

13 Other expense

| Particular | For the Year Ended 31 March 2023 | For the Year Ended 31 March 2022 |
|--------------------------------------------|-------------------------------------|----------------------------------------|
| Auditors' Remuneration | | |
| As Auditors | 0.35 | 0.18 |
| Security Expenses | 8.76 | 8.59 |
| Demat Charges | - | 0.12 |
| Printing & Stationery Exp. | - | 0.02 |
| Interest on late payment of statutory dues | 0.08 | 1.56 |
| Total | 9.19 | 10.47 |

14 Tax expense

The reconciliation of estimated income tax expense at tax rate to income tax expense reported in statement of profit and loss is as follows for 31 March 2023:

| Particular | For the Year Ended 31 March 2023 | For the Year Ended 31 March 2022 |
|-------------------------------------------|-------------------------------------|----------------------------------------|
| Loss for the year | (112.01) | (110.86) |
| Current tax for the year | (29.12) | (28.82) |
| Deferred tax not created on business loss | 29.12 | 28.82 |
| Total current tax expense | - | - |

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NV Distilleries & Breweries (AP) Private Limited
Notes to financial statement for the Year ended 31 March 2023
All figures are in ₹ lakhs unless stated otherwise

15 Fair Value Measurement

| Particular | 31 March 2023 | 31 March 2022 |
|---------------------------------------------------|-----------------------|------------------|
| | Amortised cost | |
| <u>Financial assets - current</u> | | |
| Cash and cash equivalents | 1.87 | 1.87 |
| <u>Financial liabilities - non-current</u> | | |
| Borrowings | 1,544.34 | 1,451.29 |
| <u>Financial liabilities - current</u> | | |
| Borrowings | 379.90 | 379.90 |
| Other financial liabilities | 41.07 | 40.86 |

I. Fair value hierarchy

The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. For example, listed equity instruments that have quoted market price.

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

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration and indemnification asset included in level 3.

II. Valuation techniques used to determine fair value

The fair values for non-current borrowings are based on discounted cash flows using a discount rate determined considering the incremental borrowing rate of the company. The same has been categorised under level 2 and its fair value is approximately same as carrying value.

III. Assets and liabilities accounted at amortised cost for which fair values are disclosed

During the periods mentioned above, there have been no transfers amongst the levels of hierarchy.

The carrying amounts of trade receivables, cash and cash equivalents and other bank balances, current loans, other current financial assets, trade payables, current borrowings and other current financial liabilities are considered to be approximately equal to the fair value, due to their short term nature.



NV Distilleries & Breweries (AP) Private Limited**Notes to financial statement for the Year ended 31 March 2023**

All figures are in ₹ lakhs unless stated otherwise

16 Financial risk management**A Liquidity risk**

Liquidity risk is the risk that the company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The company's objective is to maintain optimum levels of liquidity and to ensure that funds are available for use as per requirement.

The liquidity risk principally arises from obligations on account of financial liabilities viz. borrowings, trade payables and other financial liabilities.

The finance department of the company is responsible for liquidity and funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. Management monitors the company's net liquidity position through rolling forecast on the basis of expected cash flow

(i) Maturities of financial liabilities

The table below summarises the maturity profile of the company's financial liabilities based on contractual undiscounted payments at each reporting date.

As at 31 March 2023

| Particular | Upto 1 year | 2-5 years | Beyond 5 years | Total |
|--------------------------------------------|--------------|---------------|-----------------|-----------------|
| Financial liabilities - non-current | | | | |
| Borrowings | 93.04 | 392.43 | 1,058.87 | 1,544.34 |
| Financial liabilities - current | | | | |
| Borrowings | - | - | 379.90 | 379.90 |
| Other financial liabilities | 0.54 | - | 40.53 | 41.07 |
| Total | 93.58 | 392.43 | 1,479.30 | 1,965.31 |

As at 31 March 2022

| Particular | Upto 1 year | 2-5 years | Beyond 5 years | Total |
|--------------------------------------------|---------------|-----------------|----------------|-----------------|
| Financial liabilities - non-current | | | | |
| Borrowings | 103.53 | 1,347.76 | - | 1,451.29 |
| Financial liabilities - current | | | | |
| Borrowings | - | - | 379.90 | 379.90 |
| Other financial liabilities | 0.33 | - | 40.53 | 40.86 |
| Total | 103.86 | 1,347.76 | 420.43 | 1,872.05 |

NV Distilleries & Breweries (AP) Private Limited

Notes to financial statement for the Year ended 31 March 2023

All figures are in ₹ lakhs unless stated otherwise

17 Capital Management

The Company has not yet started operations , however for initial cost, has availed borrowing from holding company and other parties.

18 Earnings per share

| Particular | As at 31 March 2023 | As at 31 March 2022 |
|-----------------------------------------------------|------------------------|------------------------|
| Net profit attributable to equity share holders | (112.01) | (110.86) |
| Number of equity shares outstanding at the year end | 10,000 | 10,000 |
| Earnings per share | | |
| Basic and diluted EPS (in ₹) | (1,120.10) | (1,108.60) |
| Nominal value per share (in ₹) | 10.00 | 10.00 |

APB

NV Distilleries & Breweries (AP) Private Limited**Notes to financial statement for the Year ended 31 March 2023**

All figures are in ₹ lakhs unless stated otherwise

19 Related party disclosure as per Ind AS 24

| Name of company | Relationship |
|----------------------------------------|---------------------|
| Allied Blenders and Distillers Limited | Holding company |

(b) Transactions during year with related parties

| Particular | For the Year Ended 31 March 2023 | For the Year Ended 31 March 2022 |
|------------------------------------------------------------------|-------------------------------------------------|-------------------------------------------------|
| Unsecured Loan received from Allied Blenders And Distillers Ltd. | 11.06 | 23.55 |
| Interest to Allied Blenders And Distillers Limited | 91.10 | 88.86 |
| Total | 102.16 | 112.41 |

(c) Balances as at end of the Year

| Particular | For the Year Ended 31 March 2023 | For the Year Ended 31 March 2022 |
|--------------------------------------------|-------------------------------------------------|-------------------------------------------------|
| Allied Blenders And Distillers Ltd. | | |
| Unsecured Loans taken | 916.85 | 905.78 |
| Interest payable | 627.49 | 545.51 |
| Deemed equity | 91.80 | 79.96 |
| Total | 1,636.14 | 1,531.25 |



NV Distilleries & Breweries (AP) Private Limited

Notes to financial statement for the Year ended 31 March 2023

All figures are in ₹ lakhs unless stated otherwise

- 20 The Company has received any memorandum (as required to be filed by the Suppliers with the notified authority under the Micro.Small and Medium Enterprises Development Act,2006) claiming their Status as on 31 March 2023 as micro,small and medium enterprises.Consequently the amount paid/payable to these parties during the year is Rs. 0.02 (Prev. Year - 0.02)
- 21 The Company has preoperative expenses aggregating to ₹ 433.44 as on 31st March 2023 which includes various expenditure of pre operative in nature viz. prepaid expenses and other administrative expenses. The Company will capitalise all the expenses to the various Fixed Assets of the Company as and when operation of the Company commences. The ratio of allocation of expenses shall be decided on commencement of manufacturing operation.
- 22 In view of Loss, no provision for Income tax has been made.
- 23 Filing fees has been paid directly by 100% Holding Company and therefore same is not accounted/provided in the
- 24 Creditor for Expenses aggregating to Rs. 27.33 is shown under Creditor for Expenses and Current Borrowings - unsecured aggregating to Rs. 379.90 have not been confirmed by the respective parties.
- 25 The Company has not commenced business operations. Therefore, ratios such as inventory turnover ratio, trade receivable ratio, net profit ratio, current ratio, return on equity ratio, return on investment ratio are not applicable. Hence, not given.

Other ratio is as follows:-

| | For the Year Ended 31 March 2023 | For the Year Ended 31 March 2022 |
|-------------------|-------------------------------------|-------------------------------------|
| Debt-Equity Ratio | (3.53) | (4.11) |
| Debt - Rs | 1,924.24 | 1,831.19 |
| Equity - Rs. | (545.75) | (445.58) |

- 26 Previous year figures have been regrouped and rearranged to make them comparable with the current year figures.