
LYKIS MARKETING PRIVATE LIMITED

Financial Statements

(Financial Year: 2023 – 2024)

INDEPENDENT AUDITOR'S REPORT

To the Members of

Lykis Marketing Private Limited.

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Lykis Marketing Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (Including other comprehensive income), Statement of Changes in Equity and the Cash Flow Statements for the year then ended, and a summary of significant accounting policies and other explanatory information.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the 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.

Management's Responsibility for the Standalone 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 and presentation of these standalone financial statements that give a true and fair view of the state of affairs, profit/loss (including other comprehensive income), changes in equity 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management and Board of Directors are 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.



Auditors' Responsibility

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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements 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 standalone 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 auditors' 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub – section (11) of Section 143(3) of the Companies Act, 2013, we give in "Annexure A" a statement on the matters specified in paragraphs 3 & 4 of the order to the extent applicable.

(A) As required by section 143(3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our Knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
- e. On the basis of the written representations received from the directors as on 31st March, 2024 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 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 control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unqualified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.
- g. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023. Based on our examination which included test checks, the Company has used accounting softwares for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software.



- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the 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 did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **K T P S & Co.**
Chartered Accountant
FRN: 134942W



CA Anurag Khandelia
Partner
Mem. No.: 172909
UDIN - 24172909BKAKNS5616

Place: Mumbai
Date: 11/05/2024

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(A)(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

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

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". 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.

Auditors' 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") 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 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls 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 (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 authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 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, the Company has maintained, in all material respects, an adequate internal financial controls 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.

For **K T P S & Co.**

Chartered Accountant

FRN: 134942W


CA Anurag Khandelia

Partner

Mem. No.: 172909

UDIN - 24172909BKAKNS5616

Place: Mumbai

Date: 11/05/2024

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2024, we report the following:

- (i) The Company does not have any property, plant and equipment or intangible assets or right of use assets or investment property and accordingly, reporting under clause 3(i) of the Companies (Auditor's Report) Order, 2020 (hereinafter referred to as 'the Order') is not applicable to the Company.
- (ii) The Company does not hold any inventory/tangible inventory. Accordingly, reporting under clause 3(ii) of the Order is not applicable to the Company and the Company has not been sanctioned working capital limits/ working capital limits in excess of five crore rupees by banks or financial institutions on the basis of security of current assets during any point of time of the year. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) According to the information and explanations given to us and on the basis of our examination of the books of account, during the year the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii(a) to iii(c) 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 grant of loans, making investments, providing guarantees and securities, as applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and does not have unclaimed deposits as at 31 March, 2024 and therefore reporting under clause 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has not specified maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of Company's products/business activity. Accordingly, reporting under clause 3(vi) of the Order is not applicable.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of records of the company, amount deducted/accrued in the books of accounts in respect of undisputed statutory dues including 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, have not been regularly deposited during the year by the company with the appropriate authorities. According to the information and explanations given to us, no undisputed amount payable in respect of 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 were in arrear as at 31st March 2024 for a period of more than six months from the day they become payable.



- (b) According to the information and explanations given to us, there is no amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty and excise duty which have not been deposited on account of any disputes.
- (viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.
- (ix) According to the information and explanations given to us, the company has not defaulted in repayments of loans or borrowing to financial institutions, bank, government and dues to debenture holders, wherever availed.
- (x) Based upon the audit procedures performed and the information and explanations given by the management, there is no term loans raised during the year.
- (xi) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (xii) In our opinion, the Company is not a Nidhi Company and therefore reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information & explanation given to us, all the transactions with the related parties are in compliance with section 188 of Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards. Further the company neither being a listed company nor any class of companies being prescribed as on date. We are of the opinion that provisions of section 177 of companies act are not applicable.
- (xiv) According to the information and explanations given to us, the Company is not required to have an internal audit system under section 138 of the Act and consequently, does not have an internal audit system. Accordingly, reporting under clause 3(xiv) of the Order is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- (xvii) The Company has not incurred cash losses in the financial year also had not incurred cash losses in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.



- (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 standalone financial statements, our knowledge of the plans of the Board of Directors and management, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company is 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) According to the information and explanations given to us, The Company does not fulfill the criteria as specified under section 135(1) of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and according, reporting under clause (xx) of the Order is not applicable to the Company
- (xxi) The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report

For **K T P S & Co.**
Chartered Accountant
FRN: 134942W

CA Anurag Khandelwa
Partner
Mem. No.: 172909
UDIN - 24172909BKAKNS5616

Place: Mumbai
Date: 11/05/2024

To,
The Board of Directors,
Lykis Marketing (P) Ltd.
Grandeur Building, 4th Floor,
Opp. Gundecha Symphony,
Veera Desai Road, Andheri (W),
Mumbai - 400 053

Dear Sirs,

We refer to the letter dated 01/04/2023 informing us about our re-appointment as the auditors of the Company. You have requested that we audit the financial statements of the Company as defined in Section 2(40) of the Companies Act, 2013 ('2013 Act'), for the financial year beginning April 1, 2023 and ending March 31, 2024. We are pleased to confirm our acceptance and our understanding of this audit engagement by means of this letter.

Our audit will be conducted with the objective of our expressing an opinion if the aforesaid financial statements give the information required by the 2013 Act in the manner so required, and give a true and fair view in conformity with the applicable accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2024, and its profit/loss and its cash flows for the year ended on that date which, *inter alia*, includes reporting in conjunction whether the Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. In forming our opinion on the financial statements.

We will conduct our audit in accordance with the Standards on Auditing (SAs), issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed by the Central Government in accordance with Section 143(10) of the 2013 Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of



material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.

The terms of reference for our audit of internal financial controls over financial reporting carried out in conjunction with our audit of the Company's financial statements will be as stated in the separate engagement letter for conducting such audit and should be read in conjunction with this letter.

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

Because of the inherent limitations of an audit, including the possibility of collusion or improper management override of controls, there is an unavoidable risk that material misstatements due to fraud or error may occur and not be detected, even though the audit is properly planned and performed in accordance with the SAs. 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.

Our audit will be conducted on the basis that the Management and those charged with governance (Audit Committee / Board) acknowledge and understand that they have the responsibility:

(a) For the preparation of financial statements that give a true and fair view in accordance with the applicable Financial Reporting Standards and other generally accepted accounting principles in India. This includes:

- Compliance with the applicable provisions of the 2013 Act;
- Proper maintenance of accounts and other matters connected therewith;
- The responsibility for the preparation of the financial statements on a going concern basis;
- The preparation of the annual accounts in accordance with, the applicable accounting standards and providing proper explanation relating to any material departures from those accounting standards;
- Selection of accounting policies and applying them consistently and making judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- Taking proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the 2013 Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;



- Laying down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
 - Devising proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.
- (b) Identifying and informing us of financial transactions or matters that may have any adverse effect on the functioning of the Company.
- (c) Identifying and informing us of :
- All the pending litigations and confirming that the impact of the pending litigations on the Company's financial position has been disclosed in its financial statements;
 - All material foreseeable losses, if any, on long term contracts including derivative contracts and the accrual for such losses as required under any law or accounting standards; and
 - Any delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- (d) Informing us of facts that may affect the financial statements, of which Management may become aware during the period from the date of our report to the date the financial statements are issued.
- (e) Identifying and informing us as to whether any director is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the 2013 Act. This should be supported by written representations received from the directors as on March 31, 2024 and taken on record by the Board of Directors.
- (f) To provide me / us, *inter alia*, with:
- (i) Access, at all times, to all information, including the books, accounts, vouchers and other records and documentation of the Company, whether kept at the Head Office or elsewhere, of which the Management is aware that are relevant to the preparation of the financial statements such as records, documentation and other matters. This will include books of account maintained in electronic mode;
 - (ii) Access, at all times, to the records of all the subsidiaries (including associate companies and joint ventures as per Explanation to Section 129(3) of the 2013 Act) of the Company in so far as it relates to the consolidation of its financial statements, as envisaged in the 2013 Act;
 - (iii) Access to reports, if any, relating to internal reporting on frauds (e.g., vigil mechanism reports etc.), including those submitted by cost accountant or company secretary in practice to the extent it relates to their reporting on frauds in accordance with the requirements of Section 143(12) of the 2013 Act;



- (iv) Additional information that I / we may request from the Management for the purposes of my / our audit;
- (v) Unrestricted access to persons within the Company from whom we deem it necessary to obtain audit evidence. This includes our entitlement to require from the officers of the Company such information and explanations as we may think necessary for the performance of our duties as the auditors of the Company; and
- (vi) All the required support to discharge our duties as the statutory auditors as stipulated under the Companies Act, 2013/ ICAI standards on auditing and applicable guidance.
- (vii) Except to the extent finally determined to have resulted from K T P S & Co. gross negligence or willful misconduct, K T P S & Co. maximum liability to the Company, for any reason, relating to the services under this letter shall be limited to the fees paid to K T P S & Co. for the services or work product giving rise to liability, the Company will indemnify and hold harmless K T P S & Co. and its personnel from any claims, liabilities, costs and expenses relating to our services under this letter.

As part of our audit process, we will request from the Management written confirmation concerning representations made to us in connection with our audit.

Our report prepared in accordance with relevant provisions of the 2013 Act would be addressed to the shareholders of the Company for adoption of the accounts at the Annual General Meeting. In respect of other services, our report would be addressed to the Board of Directors. The form and content of our report may need to be amended in the light of our audit findings.

In accordance with the requirements of Section 143(12) of the 2013 Act, if in the course of performance of our duties as auditor, we have reason to believe that an offence involving fraud is being or has been committed against the Company by officers or employees of the Company, we will be required to report to the Central Government, in accordance with the rules prescribed in this regard which, *inter alia*, requires us to forward our report to the Board or Audit Committee, as the case may be, seeking their reply or observations, to enable us to forward the same to the Central Government.

As stated above, given that we are required as per Section 143(12) of the Act to report on frauds, such reporting will be made in good faith and, therefore, cannot be considered as breach of maintenance of client confidentiality requirements or be subject to any suit, prosecution or other legal proceeding since it is done in pursuance of the 2013 Act or of any rules or orders made thereunder.

We also wish to invite your attention to the fact that our audit process is subject to 'peer review' / 'quality review' under the Chartered Accountants Act, 1949. The reviewer(s) may inspect, examine or take abstract of our working papers during the course of the peer review/quality review.

We may involve specialists and staff from our affiliated network firms to perform certain specific audit procedures during the course of our audit.



In terms of Standard on Auditing 720 – “The Auditor’s Responsibility in Relation to Other Information in Documents Containing Audited Financial Statements” issued by the ICAI and deemed to be prescribed by the Central Government in accordance with Section 143(10) of the 2013 Act , we request you to provide to us a Draft of the Annual Report containing the audited financial statements so as to enable us to read the same and communicate material inconsistencies, if any, with the audited financial statements, before issuing the auditor’s report on the financial statements.

This letter should be read in conjunction with our letter for Internal Financial Controls over Financial Reporting under the 2013 Act, in respect of which separate fees will be mutually agreed.

We look forward to full cooperation from your staff during our audit.

Please sign and return the attached copy of this letter to indicate your acknowledgement of, and agreement with, the arrangements for my / our audit of the financial statements including our respective responsibilities.

For K T P S & Co.
Chartered Accountants

CA Anurag Khandelia
(Partner)
Mem No. 172909



Date: 01 – April - 2023
Place: Mumbai

Acknowledged on behalf of Lykis Marketing (P) Ltd

Nadir Dhrolia
(Director)

Date – 01 – April-2023





LYKIS MARKETING PVT. LTD.

Grandeur Bldg., 4th Floor, Veera Desai Road, Opp. Gundecha Symphony, Near Country Club,
Andheri (W), Mumbai - 400 053. Tel.: (+9122) 4069 4069 website: www.lykisgroup.com
CIN NO. U74120MH2012PTC230365

Date: 11-05-2024

To,

K T P S & Co.

Chartered Accountants

607, Corporate Annex Premises C.S.L

Sonawala Road, Near Udhyog Bhawan,

Goregaon (e), Mumbai – 400 063

Dear Sir,

This representation letter is provided in connection with your audit of the financial statements of **LYKIS MARKETING PRIVATE LIMITED** for the year ended 31.03.2024 for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position of **LYKIS MARKETING PRIVATE LIMITED** as of 31.03.2024 and of the results of operations for the year then ended. We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the Companies Act, 2013 and recognized accounting policies and practices, including the Indian Accounting Standards issued by the Institute of Chartered Accountants of India.

We confirm, to the best of our knowledge and belief, the following representations:

ACCOUNTING POLICIES:

1. The accounting policies which are material or critical in determining the results of operations or financial position for the year are set out in the financial statements and are consistent with those adopted in the financial statements for the previous year.
2. The financial statements of the company have been prepared in accordance with Indian Accounting Standards (INDAS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended).. The company has prepared these financial statements to comply in all material respects with the Companies (Accounts) Rules, 2014 and the relevant provision of Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statement are consistent with those of previous year.



ASSETS

3. The Company has a satisfactory title to all assets and there are no liens or encumbrances on the Company's assets

FIXED ASSETS

4. The net book values at which fixed assets are stated in the balance sheet are arrived at:
 - a. After taking into account all capital expenditure on addition thereto, but not the expenditures properly chargeable to revenue.
 - b. After eliminating the cost and accumulated depreciation relating to items sold, discarded, demolished, or destroyed.
 - c. After providing adequate depreciation on fixed assets during the period.

CAPITAL COMMITMENTS

5. The company had no Capital Commitment as on 31st March, 2024.

INVESTMENTS

6. The company had no Investment as on 31st March, 2024.

COST RECORDS

7. The Central Government has not prescribed the maintenance of Cost records under section 148 of the Companies Act, 2013 for any of the activities of the company.

INVENTORIES

8. The Company does not have any inventories during the year.
9. All quantities were determined by actual physical count or weight or measurement that was taken under proper supervision.
10. All goods included in the inventory are the property of the Company, none of the goods are held as consignee for others or as Bailee.
11. All inventories owned by the Company, wherever located, have been recorded, including goods sent on consignment.
12. Inventories do not include goods sold to customers for which delivery is yet to be made.



13. The basis of valuation are the same as that those used in the previous year.

DEBTORS, LOANS AND ADVANCES

14. The following items appearing in the books as at 31.03.2024 (date of the Balance Sheet) are considered good and fully recoverable.

Loans and Advances
Debtors

Nil
Rs.28,58,900/-

OTHER CURRENT ASSETS

15. In the opinion of the Board of Directors, other current assets have a value on realization in the ordinary course of the company's business which is at least equal to the amount at which they are stated in the balance sheet.

LIABILITIES

16. We have recorded all known liabilities in the financial statements.

17. The company does not have contingent liabilities.

LONG TERM LOANS & ADVANCES

18. The company has not granted any loans, secured or unsecured to the Companies, firms or other parties covered in the register maintained under Section 189 of the companies Act, 2013.

PROVISIONS FOR CLAIMS AND LOSSES

19. Provision has been made in the accounts for all known losses and claims of material amounts.

20. There have been no material events subsequent to the balance sheet date which require adjustment of, or disclosure in, the financial statements or notes thereto.

PROFIT AND LOSS ACCOUNT



21. Except as disclosed in the financial statements, the results for the year were not materially affected by:
- a) transactions of a nature not usually undertaken by the company;
 - b) circumstances of an exceptional nature or non-recurring nature;
 - c) charges or credits relating to prior years;
 - d) changes in accounting policies
22. There have been no irregularities involving management or employees who have a significant role in the system of internal control that could have a material effect on the financial statements.
23. The financial statements are free of material mis-statements, including omissions.
24. The company has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of noncompliance. There has been no non-compliance with requirements of regulatory authorities that could have a material effect on the financial statements in the event of non-compliance.
25. We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.
26. According to record of the Company produced before us, the Company is not regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty, cess and other statutory dues applicable to it.
27. According to the information and explanations given, no undisputed amounts payable in respect of Income-Tax, sales tax, wealth tax, service tax, customs duty, excise duty/cess were outstanding as at 31.03.2024 for a period of more than six months from the date they became payable.
28. The company has not availed or applied for any loan facilities with financial institution and banks during the year.
29. The Company does not have any amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



30. The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
31. There are no frauds that have been noticed during the year ending 31.03.2024.
32. The Company has not given any guarantee in connection with loans taken by others from banks.
33. The company has not issued any debentures.
34. The company has not raised any money by way of public issues during the year.
35. The company has not given any donation during the year

MANAGERIAL REMUNERATION

36. As Company being a private limited company, the provisions of section 197 read with Schedule V to the Companies Act, 2013 are not applicable to the Company.

CORPORATE SOCIAL RESPONSIBILITY

37. Pursuant to Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 including further amendments thereto, the provision of said section are not applicable to the company.

For and on behalf of
Lykis Marketing Private Limited

Authorised Signatory



Lykis Marketing Private Limited
BALANCE SHEET AS AT MARCH 31, 2024

		(INR in Lakhs)	
Particulars	Note No.	As at MAR 31, 2024	As at MAR 31, 2023
ASSETS			
1. Non Current Assets			
(a) Property, Plant and Equipment	5	-	-
(b) Financial Assets			
(i) Investments		-	-
(ii) Loans		-	-
(iii) Others		-	-
(c) Income Tax Assets (Net)		-	-
(d) Deferred tax assets (Net)	6	-	-
(e) Other Non Current Assets		-	-
		<u>-</u>	<u>-</u>
2. Current Assets			
(a) Inventories	7	-	-
(b) Financial Assets			
(i) Investments		-	-
(ii) Trade Receivables	8	28.59	176.05
(iii) Cash and Cash Equivalents	9	7.94	41.85
(iv) Other Bank Balances other than (iii) above		-	-
(v) Loans	10	-	-
(vi) Others	11	0.10	-
(c) Other Current Assets	12	16.55	48.63
		<u>53.18</u>	<u>266.54</u>
		<u>53.18</u>	<u>266.54</u>
Total Assets		<u>53.18</u>	<u>266.54</u>
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	13	20.00	20.00
(b) Other Equity	14	(33.62)	(308.04)
		<u>(13.62)</u>	<u>(288.04)</u>
LIABILITIES			
1. Non Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	-
(b) Provisions	15	1.07	2.38
(c) Deferred Tax Liabilities (Net)		-	-
		<u>1.07</u>	<u>2.38</u>
2. Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	16	55.00	279.00
(ii) Trade Payable	17	-	225.58
(iii) Other Financial Liabilities	18	-	2.31
(b) Other Current Liabilities	19	10.31	44.59
(c) Provisions	20	0.42	0.72
(d) Current Tax Liabilities (Net)		-	-
		<u>65.73</u>	<u>552.20</u>
		<u>65.73</u>	<u>552.20</u>
Total Equity and Liabilities		<u>53.18</u>	<u>266.54</u>

Summary of Significant Accounting Policies

2-4

The notes referred to above are an integral part of the financial statements

As per our report of even date

For K T P S & CO

Chartered Accountants

Firm Registration No: 134942W

CA Anurag Khandelia
Partner

Membership No. 172909

UDIN - 24T729O9BKAKNS5616

Place: Mumbai

Dated : 11-05-2024

For and on behalf of the Board of Directors



Nadir Dhrolia
Director

DIN- 03303675

Kismat Dhrolia
Director

DIN-02535858

Lykis Marketing Private Limited
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(INR in Lakhs)

Particulars	Note No.	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
I Revenue			
Revenue from Operations	21	317.71	580.30
Other Income	22	6.86	2.20
Total Income		324.57	582.50
II Expenses			
Purchases of Stock in Trade		-	-
Cost of Material Consumed		-	-
Change in Inventories of Finished Goods/Work-in-progress/ Stock in Trade	23	-	-
Employee Benefits Expenses	24	11.17	10.08
Finance Costs	25	0.05	0.01
Depreciation and Amortization Expenses	26	-	-
Other Expenses	27	41.09	60.10
Total Expenses		52.30	70.20
III Profit before tax (I- II)		272.27	512.30
IV Less: Tax Expense:			
Current Tax		-	-
MAT Credit Entitlement		-	-
Deferred Tax		-	-
Total Tax Expense		-	-
V Profit for the Year (III-IV)		272.27	512.30
VI Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Re-measurement gains/ (losses) on defined benefit obligations		-	-
Tax Effect on above		-	-
Other Comprehensive Income for the year, net of tax		-	-
VII Total Comprehensive Income for the year (V+VI) (Comprising Profit and Other Comprehensive Income for the year)		272.27	512.30
VIII Earnings Per Equity Share (Face Value INR 10 Per Share):	28		
Basic and Diluted (INR)		136.13	256.16

The notes referred to above are an integral part of the financial statements

As per our report of even date

For K T P S & CO

Chartered Accountants

Firm Registration No: 134942W

CA Anurag Khandelia

Partner

Membership No. 172909

UDIN - 24T729O9BKAKNS5616

Place: Mumbai

Date : 11-05-2024

For and on behalf of the Board of Directors



Nadir Dhrolia
Director
DIN- 03303675

Kismat Dhrolia
Director
DIN-02535858

LYKIS MARKETING PRIVATE LIMITED
Cash Flow Statement for the year 2023-24

Particulars	(INR in Lakhs)	
	For the Year ended March 31, 2024	For the Year ended March 31, 2023
A. Cash Flow from Operating Activities		
Net Profit Before Tax	272.27	512.30
Adjustments:		
Depreciation and Amortization of Property, Plant and Equipment	-	-
Amortisation and Impairment of Intangible Assets	-	-
Transferred To Investment Allowance Reserve	-	-
Decrease in Deferred Tax Liability	-	-
Loss on Sale of property, plant and equipment (net)	-	-
Loss/ (Profit) on Sale of Current Investments (net)	-	-
Reversal of Provision for Diminution in Value of Current Investments	-	-
Exchange Fluctuation (Gain)/ Loss on Loan	-	-
Finance Income (including Fair Value Change in Financial Instruments)	-	-
Provision/ (Reversal of Provision) for Loss Allowance on Trade Receivables	-	-
Other adjustment	-	-
Fees on Guarantee given on behalf of the Subsidiary Company	-	-
Finance Costs (Including Fair Value Change in Financial Instruments)	0.05	0.01
Operating cash flows before working capital changes	272.32	512.31
Adjustments for Changes in Working Capital		
Decrease/ (Increase) in Inventories	-	-
Decrease/ (Increase) in Trade receivables	147.46	(176.05)
Decrease/ (Increase) in Current Loans	-	-
Decrease/ (Increase) in Non-Current Loans	-	-
Decrease/ (Increase) in Non-Current Financial Assets - Others	-	-
Decrease/ (Increase) in Financial Assets - Other	(0.10)	-
Decrease/ (Increase) in Other Current Assets	32.08	(8.07)
Increase/ (Decrease) in Trade Payables	(225.58)	(334.25)
Increase/ (Decrease) in Current Financial Liabilities - Other	(2.31)	-
Increase/ (Decrease) in Other Current Liabilities	(34.28)	30.32
Increase/ (Decrease) in Non-Current Provisions	0.84	(1.59)
Increase/ (Decrease) in Current Provisions	(0.30)	(1.25)
Cash generated from operations	190.13	21.43
Income taxes paid	-	-
Net cash flow from operating activities	190.13	21.43
Less : Finance cost paid	(0.05)	(0.01)
Net cash flow(Used in) from operating activities (A)	190.09	21.42
B. Cash Flow from Investing Activities		
Purchase or construction of property, plant and equipment (including capital work-in-progress and capital advances)	-	-
Proceeds from/ (Investment in) fixed deposits (net)	-	-
Proceeds from/ (Investment in) Other Bank Balances	-	-
Proceeds from sale of property, plant and equipment	-	-
Purchase or construction of Investment Properties	-	-
Proceeds from Sale of Investments	-	-
Interest Received	-	-
Dividend Received	-	-
Net cash flow from/ (used in) investing activities (B)	-	-
C. Cash Flow from Financing Activities		
Proceeds from public issue of shares	-	-
Proceeds from securities premium (net of QIP expenses)	-	-
Proceeds from/ (Repayment of) Non-Current Borrowings (net)	(224.00)	6.00
Increase / (Decrease) in Current Borrowings	-	-
Finance Costs	-	-
Net cash flow from financing activities ©	(224.00)	6.00
Net cash Increase/(decrease) in cash and cash equivalents (A+B+C)	(33.92)	27.42
Cash and cash equivalents at the beginning of the year (Refer Note 9)	41.85	14.44
Cash and cash equivalents at the end of the year (Refer Note 9)	7.94	41.85
Net cash Increase/(decrease) in cash and cash equivalent	(33.92)	27.42

The notes referred to above are an integral part of the financial statements.

As per our report of even date
For K T P S & CO
Chartered Accountants
Firm Registration No: 134942W

CA Anurag Khendelia
Partner
Membership No. 172909
UDIN - 24T729O9BKAKNS5616

Place: Mumbai
Dated : 11-05-2024



For and on behalf of the Board of Directors

Nadir Dhrolia
Director
DIN - 03303675

Kismat Dhrolia
Director
DIN - 02535858

LYKIS MARKETING PRIVATE LIMITED
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2024

Note 1 : Statement of Changes in Equity

A : Equity Share Capital (Equity shares of INR 10 each issued, subscribed and fully paid)

(1) For F.Y. 2023-2024				(INR in Lakhs)
Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
20.00	-	20.00	-	20.00
				20.00

(1) For F.Y. 2022-2023				(INR in Lakhs)
Balance at the beginning of the previous reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the previous reporting period	Changes in equity share capital during the previous year	Balance at the end of the previous reporting period
20.00	-	20.00	-	20.00
				20.00

B : Other Equity

(1) For F.Y. 2023-2024		(INR in Lakhs)		(INR in Lakhs)
Particulars	Note No.	Reserve and Surplus		Total Other Equity
		Retained Earnings	Other Comprehensive Income	
Balance at the April 01, 2023		(306.63)	(1.40)	(308.03)
Total Comprehensive income for the year				-
Profit for the year		272.27	-	272.27
Other Comprehensive Income		-	2.15	2.15
Issue of share capital		-	-	-
Share Issue Expenses		-	-	-
Transfer to Capital Redemption Reserve		-	-	-
Balance at the March 31, 2024		(34.36)	0.75	(33.62)

(2) For F.Y. 2022-2023		(INR in Lakhs)		(INR in Lakhs)
Particulars	Note No.	Reserve and Surplus		Total Other Equity
		Retained Earnings	Other Comprehensive Income	
Balance at the April 01, 2022		(818.93)	(0.28)	(819.21)
Total Comprehensive income for the year				-
Profit for the year		512.30	-	512.30
Other Comprehensive Income		-	(1.11)	(1.11)
Issue of share capital		-	-	-
Share Issue Expenses		-	-	-
Transfer to Capital Redemption Reserve		-	-	-
Balance at the March 31, 2023		(306.63)	(1.40)	(308.04)



Lykis Marketing Private Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

Note 5 : Property, Plant and Equipment

(INR in Lakhs)

Particulars	Computers	Office Equipment	Total
Gross Carrying Amount as at April 1, 2023	1.97	0.57	2.54
Additions	-	-	-
Disposals	-	-	-
As at March 31, 2024	1.97	0.57	2.54
Accumulated depreciation as at April 1, 2023	1.97	0.57	2.54
Depreciation charge during the year	-	-	-
Accumulated depreciation on deletions	-	-	-
As at March 31, 2024	1.97	0.57	2.54
Net carrying amount as at March 31, 2024	-	(0.00)	(0.00)

1. The Gross carrying amount of any fully depreciated property, plant and equipment is INR *1.97 lakhs (March 31, 2023: INR 1.97 lakhs) that is still in use.



Note 6 : Income Tax Assets (Net):

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Income tax assets	-	-
Less: Provision for Tax	-	-
Total	-	-

Note 6 - Deferred Tax Assets (Net)

The major components of deferred tax Liabilities/ (Assets) as recognized in the financial statements are as follows:

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Deferred Tax Liabilities/ (Assets) arising on account of timing differences in:	-	-
Property, Plant and Equipment including Intangible Assets - Depreciation	-	-
Gratuity	-	-
Leave Entitlement	-	-
Financial Instruments - Borrowings	-	-
Allowances for credit losses - Trade Receivables	-	-
Others	-	-
Deferred Tax Liabilities (net)	-	-

Movement in Deferred Tax Liabilities/ (Assets)

(INR in Lakhs)					
Depreciation	Gratuity	Leave Entitlement	Borrowings	Others	Total
As at April 1, 2022	-	-	-	-	-
Charged/ (Credited):					
To Profit or Loss	-	-	-	-	-
To Other Comprehensive Income	-	-	-	-	-
As at March 31, 2023	-	-	-	-	-
Charged/ (Credited):					
To Profit or Loss	-	-	-	-	-
To Other Comprehensive Income	-	-	-	-	-
As at March 31, 2024	-	-	-	-	-

Note 7 - Inventories

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Finished Goods	-	-
Total	-	-

Note 8 - Current Financial Assets - Trade Receivables

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Trade Receivable considered good - Unsecured	28.59	176.05
Less: Allowance for expected credit loss	-	-
Trade Receivable considered good - Unsecured	28.59	176.05
Trade Receivable - credit impaired - Unsecured	-	-
Less: Allowance for credit impairment	-	-
Trade Receivable - credit impaired - Unsecured	-	-
Total	28.59	176.05

Trade receivables ageing schedule for the year ended as on March 31, 2024 and March 31, 2023:

Particulars	Not Due	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables – considered good	-	28.59	-	-	-	-	28.59
		176.05					176.05
Undisputed Trade receivables – credit impaired	-	-	-	-	-	-	-
Disputed Trade receivables – considered good	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	-	-	-	-	-
	-	28.59	-	-	-	-	28.59
	-	176.05	-	-	-	-	176.05
Less: Allowance for credit loss							-
							-
Total Trade Receivables							28.59
							176.05



Lykis Marketing Private Limited
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MAR 31, 2024

Note 9 - Current Financial Assets - Cash and Cash Equivalents

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Bank Balances		
- In current accounts	7.90	41.82
- In fixed deposits with maturity of less than 3 months		
Cash on Hand	0.04	0.04
Total	7.94	41.85

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

Note 10 - Current Financial Assets - Loans and Advances

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Unsecured, considered good		
Advances to Employees	-	-
Total	-	-

Note 11 - Current Financial Assets - Others

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Unsecured, considered good		
Security Deposits	0.10	-
Bank deposits with more than 12 months maturity	-	-
Others	-	-
Total	0.10	-

Note 12 : Other Current Assets

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Balance with Government Authorities:		
- VAT Receivables	-	-
- GST Receivables	-	-
- Income Tax	16.55	48.63
Advance to Vendor	-	-
Total	16.55	48.63

Note 13 - Share Capital

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Authorised Capital		
2,00,000 (March 31, 2023: 2,00,000) Equity Shares of INR 10 each	20.00	20.00
	20.00	20.00
Issued, Subscribed and Paid up Capital		
2,00,000 (March 31, 2023: 2,00,000) Equity Shares of INR 10 each fully paid up	20.00	20.00
Total	20.00	20.00

**(a) Terms / rights attached to:
Equity Shares**

The Company has one class of equity shares having a par value of INR 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the company after distribution of all preferential amounts in proportion to their share holding.

(b) Reconciliation of number of shares outstanding at the beginning and at the end of the reporting year

Equity Shares:

Particulars	Year Ended Mar 31, 2024		Year Ended Mar 31, 2023	
	Number of shares (in Lakhs)	Amount (INR in Lakhs)	Number of shares (in Lakhs)	Amount (INR in Lakhs)
Balance as at the Beginning of the year	2.00	20.00	2.00	20.00
Add: Shares allotted as bonus shares	-	-	-	-
Add: Shares issued in QIP (QIP)	-	-	-	-
Balance as at the end of the year	2.00	20.00	2.00	20.00



Lykis Marketing Private Limited
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MAR 31, 2024

(c) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company:

Equity Shares

Shares held	As at Mar 31, 2024		As at Mar 31, 2023	
	Number of Shares (in Lakhs)	%	Number of Shares (in Lakhs)	%
1. Lykis Ltd	1.9990	99.95%	1.9990	99.95%

(d) Shares held by promoters at March 31, 2024:

Promoter Name	Number of Shares	% of total shares	% of change during the year
1. Mr. Nadir Dhrolia	100	0.05%	-

Note 14 - Other Equity

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Retained Earnings	(34.36)	(306.63)
Other Comprehensive Income	0.75	(1.40)
Total	(33.62)	(308.04)

(i) Retained Earnings:

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Balance as at the beginning of the year	(306.63)	(818.93)
Add: Profit for the year	272.27	512.30
Add: Items of Other Comprehensive Income recognised directly in Retained Earnings	-	-
Re-measurement gains/ (losses) on defined benefit obligations (net of tax)	-	-
Balance as at the end of the year	(34.36)	(306.63)

(ii) Other Comprehensive Income:

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Balance as at the beginning of the year	(1.40)	(0.28)
Items that will not be reclassified to profit or loss-Continuing Operations		
- Actuarial Gain/loss on Gratuity Valuation	2.15	(1.11)
Items that will be reclassified to profit or loss		
- Actuarial Gain/loss on Gratuity Valuation	-	-
Balance as at the end of the year	0.75	(1.40)

Note 15- Non-Current Provisions:

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Provision for Employee benefits:		
Provision for Gratuity	1.07	2.38
Total	1.07	2.38

Note 16- Current Financial Liabilities - Borrowings

Particulars	(INR in Lakhs)	
	As at Mar 31, 2024	As at Mar 31, 2023
Unsecured Loans (Repayable on demand)		
Working Capital Loans from Related Parties*	55.00	279.00
Total	55.00	279.00

*Unsecured loan taken from related parties is interest free



Lykis Marketing Private Limited
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MAR 31, 2024

Note 17- Current Financial Liabilities - Trade Payables

(INR in Lakhs)

Particulars	As at Mar 31, 2024	As at Mar 31, 2023
Trade Payable		
Dues to Micro and Small Enterprises	-	-
Others	-	225.58
Total	-	225.58

Trade payables ageing schedule for the year ended as on March 31, 2024 and March 31, 2023:

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	
Others	-	-	-	-	-	-	-
		34.25	-	-	-	191.33	225.58
Total Trade payables		-	-	-	-	-	-
		34.25	-	-	-	191.33	225.58

Note 18- Current Financial Liabilities - Others

(INR in Lakhs)

Particulars	As at Mar 31, 2024	As at Mar 31, 2023
Trade Advances and Deposits (Security Deposit)	-	2.31
Total	-	2.31

Note 19 - Other Current Liabilities

(INR in Lakhs)

Particulars	As at Mar 31, 2024	As at Mar 31, 2023
Statutory Tax Payable (Including Provident Fund, Tax Deducted at Source and other	9.31	42.52
Expenses payable	1.00	-
Advances from customers	-	2.07
Total	10.31	44.59

Note 20 : Current Provisions:

(INR in Lakhs)

Particulars	As at Mar 31, 2024	As at Mar 31, 2023
Provision for Audit fees	0.23	0.25
Provision for Expenses	0.05	0.11
Provision for Employee benefits:		
Provision for Gratuity	0.15	0.36
Total	0.42	0.72



Lykis Marketing Private Limited
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MAR 31, 2024

Note 21 : Revenue from Operations

Particulars	(INR in lakhs)	
	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
Sale of Goods:		
Finished Goods sales (Including Excise Duty)	-	-
Other Operating Income:		
Sale of Services	317.71	580.30
Total	317.71	580.30

Note 22 : Other Income

Particulars	(INR in lakhs)	
	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
Interest Income:		
From Term Deposits with Banks	-	-
On Income Tax Refund	2.48	2.20
Other Income	4.38	-
Total	6.86	2.20

Note 23 : Change in Inventories of Finished Goods/Work-in-progress/ Stock in Trade

Particulars	(INR in lakhs)	
	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
Stock at the beginning of the year		
Finished Goods	-	-
Stock at the end of the year		
Finished Goods	-	-
Changes in Inventories of Finished Goods, Stock-In-Trade & Work-In-Progress	-	-

Note 24 : Employee Benefits Expenses

Particulars	(INR in lakhs)	
	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
Salaries, Wages and Bonus	10.54	9.53
Gratuity Expenses	0.63	0.56
Staff Welfare Expenses	-	-
Total	11.17	10.08

Note 25 : Finance Costs

Particulars	(INR in lakhs)	
	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
Bank Charges and Commission	0.05	0.01
Total	0.05	0.01

Note 26 : Depreciation and Amortisation Expense

Particulars	(INR in lakhs)	
	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
Depreciation on tangible assets (Refer Note 5)	-	-
Total	-	-



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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MAR 31, 2024

Note 27 : Other Expenses

Particulars	(INR in lakhs)	
	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
Corporate Social Responsibility		
CSR expenditure during the year	8.15	-
	8.15	-
Selling & Distribution Expenses		
Commission Charges paid	31.23	-
Collie & Cartage Charges	-	-
Marketing Support Services	-	34.60
	31.23	34.60
Establishment Expenses		
Payment to Auditors:		
Statutory Audit Fees	0.25	0.25
General and Office Expenses	-	-
Doubtful Debts		
Legal and Professional Fees	0.72	25.22
Printing & Stationery Expenses	-	-
Postage & Telegram Expenses	-	-
Rent Expenses	-	-
Rates and Taxes	0.18	0.04
Travelling Expenses	-	-
Miscellaneous Expenses	-	-
Sundry Balances w/off	0.55	-
Total	41.09	60.10

Note 27A : Corporate Social Responsibility (CSR)

Particulars	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
Opening balance of provision of CSR	-	-
Add: Amount required to be spent in F.Y. 2023-24 pertaining to F.Y.2022-23	8.15	-
Less: Amount spent during the year	8.15	-
Closing balance of provision of CSR	(0.00)	-

Note 28 : Earnings Per Equity Share

Particulars	For the Year ended Mar 31, 2024	For the Year ended Mar 31, 2023
Net Profit attributable to Equity Shareholders (INR in Lakhs)	272.27	512.30
Weighted Average Number of Equity Shares (Nos. in Lakhs)	2.00	2.00
Basic and Diluted Earnings Per Share (INR)	136.13	256.16
Face value per Share (INR)	10.00	10.00



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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

Note 29:- Financial Assets at Amortised Cost Method

The carrying value of the following financial assets recognised at amortised cost:

Particulars	As at March 31, 2024	As at March 31, 2023
Non-Current Financial Assets		
Loans	-	-
Others	-	-
Current Financial Assets		
Trade receivables	28.59	176.05
Cash and Cash Equivalents	7.94	41.85
Other bank balances	-	-
Loans	-	-
Others	0.10	-
Total	36.63	217.91

Note: The fair value of the above financial assets are approximately equivalent to carrying values as recognised above.

Note 30:- Financial Liabilities at Amortised Cost Method

The carrying value of the following financial liabilities recognised at amortised cost:

Particulars	As at March 31, 2024	As at March 31, 2023
Non-Current Financial Liabilities		
Borrowings	-	-
Current Financial Liabilities		
Borrowings	55.00	279.00
Trade Payable	-	225.58
Other Financial Liabilities	-	2.31
Total	55.00	506.89

Note: The fair value of the above financial liabilities are approximately equivalent to carrying values as recognised above.

Note 31 : Financial Risk Management Objectives and Policies

The Company's principal financial liabilities, other than derivatives, comprise loans and borrowings, trade and other payables, and financial guarantee contracts. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations directly or indirectly. The Company's principal financial assets include investments, loans, trade and other receivables, cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The below note explains the sources of risk which the entity is exposed to and how the entity manages the risk :

Risk	Exposure arising from	Measurement	Management
Credit Risk	Cash and cash equivalents, trade receivables, derivative financial instruments, financial assets measured at amortised cost.	Ageing analysis and Credit ratings	Diversification of
Liquidity Risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market Risk - interest rate	Long-Term borrowings at variable rates	Sensitivity analysis	Interest rate swaps



Lykis Marketing Private Limited
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and financial institutions and other financial instruments.

Trade receivables

Customer credit risk is managed by the Company's established policy, procedures and control relating to customer credit risk management. The Company is in the business of Shop activities. Credit quality of a customer is assessed by the management on regular basis with market information and individual credit limits are defined accordingly. Outstanding customer receivables are regularly monitored and any further services to major customers are approved by the senior

An impairment analysis is performed at each reEquipmenting date on an individual basis for major customers. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The maximum exposure to credit risk at the reEquipmenting date is the carrying value of each class of

On account of adoption of Ind-AS 109, the Company uses expected credit loss model to assess the impairment loss or gain. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables. The provision matrix takes into account available external and internal credit risk factors and the Company's historical

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's finance department in accordance with the Company's policy. Investments of surplus funds are made generally in the fixed deposits and for funding to subsidiary company. The investment limits are set to minimise the concentration of risks and therefore mitigate financial loss to make payments for vendors.

The Company's maximum exposure to credit risk for the components of the balance sheet at March 31, 2023 and March 31, 2024 is the carrying amounts as stated in balance sheet except for balances of subsidiary company. The Company's maximum exposure relating to financial guarantees and financial derivative instruments is noted in the liquidity table below.

Liquidity Risk

The Company monitors its risk of a shortage of funds using a liquidity planning tool.

The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank loans, preference shares and unsecured loans. The Company has access to a sufficient variety of sources of funding which can be rolled over with existing lenders. The Company believes that the working capital is sufficient to meet its

The table below provides details regarding the maturities of significant financial liabilities as of March 31, 2024 and March 31, 2023

Particulars	Less than 3 Months	3 to 12 months	1 to 5 years	> 5 years
Year ended March 31, 2024				
Trade Payables	-		-	
Others	-		-	
Year ended March 31, 2023				
Trade Payables			-	
Others			2.31	



Lykis Marketing Private Limited
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

Note 32 : Capital Management

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

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company can adjust the dividend payment to shareholders, issue new shares, etc. The Company monitors capital using a gearing ratio, which is net debt divided by total equity. The Company includes within net debt, interest bearing loans and borrowings, less cash and cash equivalents.

Particulars	March 31, 2024	March 31, 2023
A) Net Debt		
Borrowings (Current and Non-Current)	55.00	279.00
Net Debt (A)	55.00	279.00
B) Equity		
Equity share capital	20.00	20.00
Other Equity	(33.62)	(308.04)
Total Equity (B)	(13.62)	(288.04)
Gearing Ratio (Net Debt / Capital) i.e. (A / B)	-404%	-97%

Note 33 : Related Party Disclosure:

i) Relationship

Description of relationship	Names of Related Parties
Holding Company	Lykis Limited
Key Managerial Personnel	Nadir Dhrolia Kismat Dhrolia

Notes:

1. The list of related parties above has been limited to entities with which transactions have taken place.
2. Related party transactions have been disclosed till the time the relationship existed.



Lykis Marketing Private Limited
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

ii) Transaction with Related Parties during the year

Particulars	(INR in lakhs)	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Loan Repayment		
Nadir Dhrolia	226.00	-
	226.00	-
Purchases		
Lykis Limited	-	-
Lykis Packaging Private Limited	-	-
	-	-
Loan Taken		
Nadir Dhrolia	2.00	6.00
	2.00	6.00

iii) Balance with Related Parties :

Particulars	Balances as at March 31, 2024	Balances as at March 31, 2023
Trade Payable		
Lykis Limited	-	191.33
	-	191.33
Short term Loans & Advances		
Nadir Dhrolia	55.00	279.00
Bharat Jain	-	-
Hitesh Jain	-	-
	55.00	279.00

Note 34 : Ratios:

The following are analytical ratios for the year ended March 31, 2024 and March 31, 2023

Particulars	Numerator	Denominator	31st March 2024	31st March 2023	Variance
Current Ratio*	Current assets	Current liabilities	0.81	0.48	(67.61)
Debt – Equity Ratio	Total Debt	Shareholder's Equity	-	-	-
Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	-	-	-
Return on Equity Ratio**	Net Profits after taxes	Average Shareholder's Equity	180.51	94.24	(91.56)
Inventory turnover ratio	Revenue	Average Inventory	-	-	-
Trade receivables turnover ratio***	Revenue	Average Trade Receivable	3.11	6.59	52.90
Trade payables turnover ratio****	Purchases of services and other expenses	Average Trade Payables	0.46	0.18	(159.40)
Net capital turnover ratio*****	Revenue	Working Capital	(25.31)	(2.03)	(1,145.87)
Net profit ratio	Net Profit	Revenue	85.70	88.28	2.93
Return on capital employed (ROCE)*****	Earning before interest and taxes	Capital Employed	1,998.79	177.86	(1,023.81)
Return on Investment(ROI)	Income generated from investments	Time weighted average investments	-	-	-

* Due to better management of working capital there is improvement in ratio

** Due to good profit there is improvement in ratio

*** Due to better management of working capital there is improvement in ratio

**** Due to business expansion there is impact on ratio

***** Due to decrease in revenue there is change in ratio

***** Due to good profit there is improvement in ratio



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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

Note 35 : Employees Benefit Obligation:

a) : Gratuity

The company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of five years are eligible for gratuity. The amount of gratuity payable on retirement/ termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied by number of years of service.

The gratuity plan is a unfunded plan.

The amount recognised in the balance sheet and the movement in the net defined benefit obligation over the period are as follows:

	(INR in lakhs)
Particulars	Presentation Value of Obligation
As at April 1, 2022	3.26
Current service cost	0.35
Interest expense/(income)	0.21
Total amount recognised in profit or loss	0.56
Liability Transferred in/Acquisitions	-
Liability Transferred out/Disinvestments	-
Total Liability	3.82
Remeasurements	
(Gain)/Loss from change in financial assumptions	(0.14)
Experience (gains)/losses	1.26
Total amount recognised in other comprehensive income	1.11
Less: Benefit payments	2.19
As at March 31, 2023	2.74
Current service cost	0.43
Interest expense/(income)	0.20
Total amount recognised in profit or loss	0.63
Liability Transferred in/Acquisitions	-
Liability Transferred out/Disinvestments	-
Total Liability	3.37
Remeasurements	
(Gain)/Loss from change in financial assumptions	0.01
Experience (gains)/losses	(2.16)
Total amount recognised in other comprehensive income	(2.15)
Less: Benefit payments	-
Less : Transferred to Discontinued Operations	-
As at March 31, 2024	1.22

	(INR in lakhs)	As at March 31, 2024	As at March 31, 2023
Amount Recognized in the Balance Sheet			
(Present Value of Benefit Obligation at the end of the period)	(1.22)	(1.22)	(2.74)
Funded Status (Surplus/Deficit)	(1.22)	-	(2.74)
Less: Transferred to Discontinued Operations	-	-	-
Net (Liability)/Assets Recognized in the Balance Sheet	(1.22)	(1.22)	(2.74)

	(INR in lakhs)	As at March 31, 2024	As at March 31, 2023
Expenses Recognized in the Statement of Profit or Loss for Current Period			
Current Service Cost	0.43	0.43	0.35
Net Interest Cost	0.20	0.20	0.21
Expenses Recognized in the Statement of Profit or Loss	0.63	0.63	0.56

	(INR in lakhs)	As at March 31, 2024	As at March 31, 2023
Expenses Recognized in the Other Comprehensive Income (OCI) for current Period			
Actuarial (Gain)/Losses on Obligation for the period	(2.15)	(2.15)	1.11
Less : Remeasurement Gain /loss of Discontinued Operations	-	-	-
Net (Income)/Expenses for the period Recognized in OCI	(2.15)	(2.15)	1.11

	(INR in lakhs)	As at March 31, 2024	As at March 31, 2023
Balance Sheet Reconciliation			
Opening Net Liability	2.74	2.74	3.26
Expenses Recognized in Statement of Profit and Loss	0.63	0.63	0.56
Expenses Recognized in OCI	(2.15)	(2.15)	1.11
Net liability /(Asset) Transfer In	-	-	-
Net liability /(Asset) Transfer Out	-	-	-
(Benefit Paid Directly by the Employer)	-	-	(2.19)
Less : Transferred to Discontinued Operations	-	-	-
Net Liability/(Asset) Recognized in the Balance Sheet	1.22	1.22	2.74



Lykis Marketing Private Limited
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

b) The significant actuarial assumptions were as follows:

Particulars	(INR in lakhs)	
	As at March 31, 2024	As at March 31, 2023
Interest/Discount rate	7.17%	7.30%
Rate of increase in compensation	10.00%	10.00%
Expected average remaining service	5 Years	5 Years
Retirement Age	58 Years	58 Years
Employee Attrition Rate	15.00%	15.00%

c) A quantitative sensitivity analysis for significant assumption as at March 31, 2024 is shown below:

Assumption	Discount Rate		Salary Growth Rate	
	1% increase	1% decrease	1% increase	1% decrease
31-Mar-24				
Impact on defined benefit obligation	(0.07)	0.07	0.07	(0.07)
% Impact	-5.59%	6.12%	5.99%	-5.45%
31-Mar-23				
Impact on defined benefit obligation	(0.15)	0.16	0.16	(0.14)
% Impact	-5.32%	5.96%	5.75%	-5.24%

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

d) The following payments are expected contributions to the defined benefit plan in future years:

Particulars	(INR in lakhs)	
	As at March 31, 2024	As at March 31, 2023
Expected Payout Year one	0.15	0.36
Expected Payout Year two	0.14	0.34
Expected Payout Year three	0.13	0.32
Expected Payout Year four	0.12	0.29
Expected Payout Year five	0.13	0.27
Expected Payout Year six to ten	0.52	1.12
Expected Payout Year 11 and above	0.86	1.87



Lykis Marketing Private Limited
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

Note 36 : Previous Years' Figures:

The financial statements have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. The Company has adopted Ind-AS on April 1, 2017 with the transition date as April 1, 2016, and adoption was carried out in accordance with Ind-AS 101 - First Time Adoption of Indian Accounting Standards. The previous period's figures have been regrouped or rearranged wherever necessary.

Note 37 : Crypto Currency or Virtual Currency :

Company has not involved into any transaction w.r.t crypto or any other virtual currency during the financial year 2023-24

Note 38 : Relationship with Struck off Companies :

Company has not involved into any transaction with companies which are struck off during the financial year 2023-24

Note 39 : Details of Benami Properties held :

No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

Note 40 : Contingent liabilities or provision :

Company does not have any contingent liabilities for the year ended March 31, 2024.

The accompanying notes are an integral part of these financial statements

