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**INDEPENDENT AUDITOR'S REPORT**

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To The Members of

**SOUTHMADE REALTY & RETAIL PRIVATE LIMITED**

(Formerly Known as Southmade Retail Private Limited)

**Report on the audit of the Financial Statements**

**Opinion**

We have audited the accompanying financial statements of SOUTHMADE REALTY & RETAIL PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at March 31 2024, the Statement of Profit and Loss, the statement of Cash Flows for the year ended on that date and a summary of significant accounting policies and other explanatory information.

The name of the company was changed from SOUTHMADE RETAIL PRIVATE LIMITED to SOUTHMADE REALTY & RETAIL PRIVATE LIMITED vide approval from the Registrar of Companies dated 28-08-2023

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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 2024, of its statement of Loss and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of 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 financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and the Code of Ethics.

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

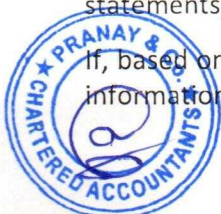
**Information other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors and Management is responsible for the preparation of the other information. The other information comprises the information obtained at the date of this auditor's report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.





**Responsibility of Management and Those Charged with Governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company

and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

**Auditor's Responsibility for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

• Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.





- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

#### Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure A" a statement on the matters Specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, based on our audit 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, and 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 Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of written representations received from the directors, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.



f) According to information and explanations given to us together without audit examination, reporting with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls is not applicable on the company.

g) With respect to the other matters to be included in the auditor's report under section 197(16) of the Act.

- In our opinion and to the best of our information and according to the explanations given to us, provisions of section 197 are not applicable on the company.

h) With respect to 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:


- The Company does not have any pending litigations which would impact its financial position.
- The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund by the company.
- The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.





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

For PRANAY & CO,  
CHARTERED ACCOUNTANTS  
(Firm Registration No. 014790S)




CH Pranay Kumar  
Proprietor  
(Membership No. 232419)  
UDIN: 25232419BMJFYS1851



Place: Bangalore  
Date: 04-11-2024



<b>INDIAN INCOME TAX RETURN ACKNOWLEDGEMENT</b>			
[Where the data of the Return of Income in Form ITR-1(SAHJ), ITR-2, ITR-3, ITR-4(SUGAM), ITR-5, ITR-6, ITR-7 filed and verified] (Please see Rule 12 of the Income-tax Rules, 1962)			Assessment Year 2024-25
PAN	AAYCS2218M		
Name	SOUTHMADE REALTY & RETAIL PRIVATE LIMITED		
Address	Sy No.158, Pattandur Agrahara Village, K R Puram Hobli, Bangalore East Taluk, Whitefield, Bangalore , BANGALORE , 15-Karnataka, 91-INDIA, 560066		
Status	7-Private company	Form Number	ITR-6
Filed u/s	139(4)-After due date	e-Filing Acknowledgement Number	780446991281224
Taxable Income and Tax Details	Current Year business loss, if any	1	1,47,120
	Total Income	2	0
	Book Profit under MAT, where applicable	3	0
	Adjusted Total Income under AMT, where applicable	4	0
	Net tax payable	5	0
	Interest and Fee Payable	6	1,000
	Total tax, interest and Fee payable	7	1,000
	Taxes Paid	8	1,000
	(+) Tax Payable /(-) Refundable (7-8)	9	0
Accreted Income and Tax Detail	Accreted Income as per section 115TD	10	0
	Additional Tax payable u/s 115TD	11	0
	Interest payable u/s 115TE	12	0
	Additional Tax and interest payable	13	0
	Tax and interest paid	14	0
	(+) Tax Payable /(-) Refundable (13-14)	15	0
	This return has been digitally signed by <u>GUNDA MADHUSUDHAN</u> in the capacity of <u>Director</u> having PAN <u>ACAPG2515J</u> from IP address <u>106.51.38.64</u> on <u>28-Dec-2024 11:53:54</u> at <u>BANGALORE</u> (Place) DSC SI.No & Issuer <u>2980001</u> & <u>25134922CN=e-Mudhra Sub CA for Class 3 Individual 2022,OU=Certifying Authority,O=eMudhra Limited,C=IN</u>		
System Generated Barcode/QR Code	 AAYCS2218M067804469912812244bf114603c93f26905b2b79140fba86973d3e77c		
<b>DO NOT SEND THIS ACKNOWLEDGEMENT TO CPC, BENGALURU</b>			



**Name** : Southmade Realty & Retail Private Limited

**Address** : Sy No.158  
Pattandur Agrahara Village, K R Puram Hobli  
Bangalore East Taluk  
Whitefield, Bangalore - 560 066

**Previous Year** : 2023-2024

**PAN** : AAYCS 2218 M

**Date of Incorporation**: 27-Feb-2017

**Status** : Domestic Company

### Statement of Income

#### ■ Profits and gains of Business or Profession

##### Business-1: Southmade Realty & Retail Private Limited

Net Profit Before Tax as per P & L a/c -1,47,120

Income chargeable under the head "Business and Profession" -1,47,120

Total -1,47,120

Unabsorbed Losses - not C/F 1 1,47,120

Less - Brought forward losses set off 4 0

#### ■ Total Income

Tax on total income 0

Minimum Alternative Tax 2 0

Fee u/s 234F 1,000

Net tax payable 1,000

Self-assessment tax paid 3 1,000

#### Schedule 1

##### Description

Ordinary Business Loss

Total

Unabsorbed Loss	Loss not to be C/F, if any
1,47,120	1,47,120
1,47,120	1,47,120

#### Schedule 2

##### Minimum alternative tax

Net profit after tax (A) -1,47,120

Book Profit (A + B - C) -1,47,120

Mat on book profit 0

Mat with SC & Cess on book profit 0

Earning solely in Foreign Exchange in Intl. Financial Services Centre (MAT @ 9%)? No

Policies, standards & depreciation methods used in accounts laid before AGM are followed in P & L a/c Yes

#### Schedule 3

##### Self Assessment tax paid



<u>Name of the Bank and BSR Code</u>	<u>Date of deposit</u>	<u>Challan Sl.no.</u>	<u>Amount paid</u>
HDFC Bank - 0510002	28-Dec-2024	05634	1,000

**Bank A/cs**Bank Accounts in IndiaBank Name and Account No.

ICICI BANK - 313105000190

IFS Code Type of Account

ICIC0003131

Current

**For Southmade Realty & Retail Private Limited**

Date : 28-Dec-2024

Place : Bangalore

Authorised Signatory

**PART I - BALANCE SHEET****SOUTHMADE REALTY AND RETAIL PRIVATE LIMITED**

(Formerly Known as SOUTHMADE RETAIL PRIVATE LIMITED)

(CIN : U52609KA2017PTC100872)

(Sy No 158, Pattanduru Agrahara Village K R Puram Hobli, Bangalore East Taluk, Whitefield, Bangalore, Karnataka, 560066)

**Balance Sheet as at 31st March 2024**

(All amounts in Hundreds, unless otherwise stated)

Particulars	Note	As at March 31, 2024	As at March 31, 2023
1	2	3	4
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' funds</b>			
(a) Share capital	2	5,000	5,000
(b) Reserves and surplus	3	(21,80,656)	(21,79,185)
<b>(2) Share application money pending allotment</b>		-	-
<b>(3) Non-current liabilities</b>			
(a) Long-term borrowings	4	19,38,363	19,97,113
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
<b>(4) Current liabilities</b>			
(a) Short-term borrowings	5(a)	-	-
(b) Trade payables	5(b)	3,73,488	3,73,471
(c) Other current liabilities	5(c)	-	-
(d) Short-term provisions	5(d)	600	550
<b>TOTAL</b>		<b>1,36,795</b>	<b>1,96,949</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Property, Plant & Equipment and Intangible assets			
(i) Tangible assets	6(a)	-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances		-	-
(e) Other non-current assets	6(b)	-	-
<b>(2) Current assets</b>			
(a) Current investments		-	-
(b) Inventories	7(a)	-	-
(c) Trade receivables	7(b)	-	61,721
(d) Cash and Cash equivalents	7(c)	14,789	14,153
(e) Short-term loans and advances	7(d)	-	-
(f) Other current assets	7(e)	1,22,006	1,21,075
<b>TOTAL</b>		<b>1,36,795</b>	<b>1,96,949</b>

Significant Accounting Policies

See accompanying notes forming part of the financial statements

1

2 to 11

This is the Balance Sheet Referred to in our report even date

For Pranay &amp; Co.,

Chartered Accountants

Firm Registration No : 0147905

CH Pranay Kumar

Proprietor

Membership No: 232419

UDIN : 25232419BMJFYS1851

Place : Bangalore

Date : 04-11-2024



For and on behalf of the Board

Of Southmade Realty &amp; Retail Private Limited

G Madhusudhan

Director

DIN: 00391572



K Bharat Kumar

Director

DIN: 00391465



**PART II - STATEMENT OF PROFIT AND LOSS****SOUTHMADE REALTY AND RETAIL PRIVATE LIMITED**

(Formerly Known as SOUTHMADE RETAIL PRIVATE LIMITED)

(CIN : U52609KA2017PTC100872)

(Sy No 158, Pattanduru Agrahara Village K R Puram Hobli, Bangalore East Taluk, Whitefield, Bangalore, Karnataka, 560066)

**Statement of Profit and loss for the period ended 31st March 2024**

(All amounts in Hundreds, unless otherwise stated)

Particulars	Note	Period ended March 31, 2024	Year ended March 31, 2023
1	2	3	4
<b>Income</b>			
Revenue from operations	8	-	4,13,447
Other income	9	-	11,732
<b>I.Total Income</b>		-	<b>4,25,179</b>
<b>Expenses:</b>			
Cost of materials consumed		-	-
Purchases of Stock-in-Trade		-	6,783
Changes in inventories of finished goods and Stock-in-Trade		-	3,51,232
Employee benefits expense	10(a)	-	41,146
Finance costs	10(b)	-	18,241
Depreciation and amortization expense	6(a)	-	80,034
Selling & Marketing Expenses	10(c)	-	365
Administrative Expenses	10(d)	1,471	1,34,195
<b>II. Total expenses</b>		<b>1,471</b>	<b>6,31,996</b>
<b>III. Profit before exceptional and extraordinary items and tax (I - II)</b>		<b>(1,471)</b>	<b>(2,06,817)</b>
<b>IV. Exceptional items</b>			
- Loss on Disposal of Fixed Assets (No Value)		-	(4,31,811)
- Gain on Sale of Fixed Assets		-	2,24,758
<b>V.Profit before extraordinary items and tax (III- IV)</b>		<b>(1,471)</b>	<b>(4,13,870)</b>
<b>VI.Extraordinary items</b>			
Insurance Claim		-	51,187
<b>VII. Profit before tax (V- VI)</b>		<b>(1,471)</b>	<b>(3,62,684)</b>
<b>VIII. Tax expense:</b>			
(1) Current tax		-	-
(2) Deferred tax		-	-
<b>IX. Profit (Loss) for the period from continuing operations (VII-VIII)</b>		<b>(1,471)</b>	<b>(3,62,684)</b>
<b>X. Profit/(loss) from discontinuing operations</b>		-	-
<b>XI.Tax expense of discontinuing operations</b>		-	-
<b>XII.Profit/(loss) from Discontinuing operations (after tax) (X-XI)</b>		-	-
<b>XIII. Profit (Loss) for the period (X + XII)</b>		<b>(1,471)</b>	<b>(3,62,684)</b>
<b>XIV.Earnings per equity share:</b>			
(1) Basic		(0.03)	(7.25)
(2) Diluted		(0.03)	(7.25)

Significant Accounting Policies

See accompanying notes forming part of the financial statements

1

2 to 11

This is the Statement of Profit and Loss referred to in our report even date

For Pranay &amp; Co.,

Chartered Accountants

Firm Registration No : 0147905

CH Pranay Kumar

Proprietor

Membership No: 232419

UDIN : 25232419BMJFYS1851

Place : Bangalore

Date : 04-11-2024

For and on behalf of the Board  
Of Southmade Realty & Retail Private Limited

G Madhusudhan

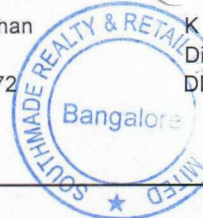
Director

DIN: 00391572

K Bharat Kumar

Director

DIN: 00391465



**SOUTHMADE REALTY AND RETAIL PRIVATE LIMITED**  
**(Formerly Known as SOUTHMADE RETAIL PRIVATE LIMITED)**  
(Sy No 158, Pattanduru Agrahara Village K R Puram Hobli, Bangalore East Taluk, Whitefield, Bangalore, Karnataka, 560066)  
(CIN : U52609KA2017PTC100872)

**Cash Flow Statement for the Period ended 31st March 2024**

Sl.No	Particulars	Year ended March 31, 2024	Year ended March 31, 2023
<b>1</b>	<b>Cash Flow from Operating Activities</b>		
	Net Profit/(Loss) Before Taxation	(1,471)	(3,62,684)
	Adjustments for -		
	Depreciation	-	80,034
	<b>Operating Profit / ( Loss) before working Capital Changes</b>	<b>(1,471)</b>	<b>(2,82,649)</b>
	<b>Adjustments for working capital changes:-</b>		
	(Increase) / Decrease in Non Current Assets	-	1,14,050
	(Increase) / Decrease in Other Current Asset	(931)	83,947
	(Increase) / Decrease in Short Term Loans and Advances	-	4,522
	(Increase) / Decrease in Inventory	-	3,51,232
	(Increase) / Decrease in Trade Receivables	61,721	(59,721)
	Increase / (Decrease) in Trade Payables / other creditors	17	(4,87,926)
	Increase / (Decrease) in Long Term Borrowings	(58,750)	(8,750)
	Increase / (Decrease) in Short Term Borrowings	-	-
	Increase / (Decrease) in other current liabilities	-	(213)
	Increase / (Decrease) in other Short Term provisions	50	(9,804)
	<b>Cash Generated from Operations</b>	<b>636</b>	<b>(2,95,312)</b>
	Less: Taxes Paid (Direct Tax)	-	-
	<b>Net Cash Flow from Operating Activities(1)</b>	<b>636</b>	<b>(2,95,312)</b>
<b>2</b>	<b>Cash Flow from Investing Activities</b>		
	Less: Purchase of Fixed Assets	-	-
	Less: Disposal of Fixed Assets	-	5,47,054
	<b>Net Cash Flow from Investing Activities(2)</b>	<b>-</b>	<b>5,47,054</b>
<b>3</b>	<b>Cash Flow from Financing Activities</b>		
	Add: Proceeds from Issue of shares	-	-
	Less: Payment of Loan funds (Net) Interest Paid	-	(3,01,315)
	<b>Net Cash Flow from Financing Activities(3)</b>	<b>-</b>	<b>(3,01,315)</b>
	<b>Net Increase/(Decrease) in cash and cash equivalents (1+2+3)</b>	<b>636</b>	<b>(49,574)</b>
	<b>Cash and Cash equivalent at the beginning of the year</b>	<b>14,153</b>	<b>63,727</b>
	<b>Cash and Cash equivalent at the end of the year</b>	<b>14,789</b>	<b>14,153</b>

**Note:**The above cash flow statement has been prepared using the indirect method as per Accounting Standard 3 issued by the Institute of Chartered Accountants of India

This is the Cash flow statement referred to in our report even date

For Pranay & Co.,  
Chartered Accountants  
Firm Registration No : 0147909

CH Pranay Kumar  
Proprietor  
Membership No: 232419  
UDIN : 25232419BMJFYS1851  
Place : Bangalore  
Date : 04-11-2024



For and on behalf of the Board  
Of Southmade Realty & Retail Private Limited

G Madhusudhan  
Director  
DIN: 00391572

K Bharat Kumar  
Director  
DIN: 00391465





**Notes Forming Part of Financial Statements**

PARTICULARS	As at March 31, 2024	As at March 31, 2023
<b>NOTE 2 : SHARE CAPITAL</b>		
<b>(a) AUTHORISED CAPITAL:</b>		
1,00,000 Equity Shares of Rs.10/- Each	10,000	10,000
	<b>10,000</b>	<b>10,000</b>
<b>(b) ISSUED &amp; SUBSCRIBED CAPITAL</b>		
50,000 Equity Shares of Rs.10/-each fully paid	5,000	5,000
<b>Total</b>	<b>5,000</b>	<b>5,000</b>

**Particulars of Equity Share holders holding more than 5% of the total number of equity share capital:**

Name of the Share Holder	As on 31.03.2024		As On 31.03.2023	
	Number	Amount	Number	Amount
G Madhusudhan	31,960	3,196	31,960	3,196
P V S Abhinay	-	-	-	-
S Suresh	3,000	300	3,000	300
K V Rama Rao	9,400	940	9,400	940
P V L Greeshma	-	-	-	-
P Rachana Sree	-	-	-	-
T Rakesh	-	-	-	-
T Kesav Gupta	-	-	-	-
K Bharat Kumar	2,820	282	2,820	282
G Naveen Kumar	2,820	282	2,820	282
<b>Total</b>	<b>50,000</b>	<b>5,000</b>	<b>50,000</b>	<b>5,000</b>

**The reconciliation of the number of shares outstanding as at March 31,2024 and March 31,2023 is set out below:**

Particulars	As at March 31, 2024	As at March 31, 2023
Number of shares at the beginning	50,000	50,000
Add: Shares issued during the year	-	-
Less: Shares bought back during the year	-	-
Number of shares at the end	<b>50,000</b>	<b>50,000</b>

Disclosure of Shareholding of Promoters	As at March 31,2024		As at March 31,2023		% of change during the Year
	No of Sahares	% of Issued Share Capital	No of Sahares	% of Issued Share Capital	
G Madhusudhan	31,960	63.92%	31,960	64%	0.00%
P V S Abhinay	-	0.00%	-	0%	0.00%
S Suresh	3,000	6.00%	3,000	6%	0.00%
K V Rama Rao	9,400	18.80%	9,400	19%	0.00%
P V L Greeshma	-	0.00%	-	0%	0.00%
P Rachana Sree	-	0.00%	-	0%	0.00%
T Rakesh	-	0.00%	-	0%	0.00%
T Kesav Gupta	-	0.00%	-	0%	0.00%
K Bharat Kumar	2,820	5.64%	2,820	6%	0.00%
G Naveen Kumar	2,820	5.64%	2,820	6%	0.00%

**NOTE 3 : RESERVES & SURPLUS**
**(a) Surplus/ (Deficit) in Statement of Profit & Loss :**

Opening Balance	(21,79,185)	(18,16,501)
Net Profit/(Loss) after tax transferred from statement of Profit & Loss Account	(1,471)	(3,62,684)
<b>Total</b>	<b>(21,80,656)</b>	<b>(21,79,185)</b>



NOTE 4 : NON-CURRENT LIABILITIES					
(a) Long Term Borrowings :					
i. Secured Loans				-	-
Total				-	-
ii. Unsecured Loans					
Loan From Directors				19,38,363	19,97,113
Total				19,38,363	19,97,113
NOTE 5 : CURRENT LIABILITIES					
(a) Short Term Borrowings					
i. ICICI Bank CC A/c- 0002				-	-
ii. ICICI Bank Term Loan				-	-
Total				-	-
(b) Trade Payables					
	As at March 31, 2024				
	Upto 1 Year	1-2 Years	2-3 Year	Over 3 Years	Total
Outstanding Dues of MSME					
Disputed Dues	-	-	-	-	-
Undisputed Dues	-	-	-	-	-
Total	-	-	-	-	-
Outstanding Dues other than MSME					
Disputed Dues	-	-	-	-	-
Undisputed Dues	17	-	3,73,471	-	3,73,488
Total	17	-	3,73,471	-	3,73,488
Balance As at March 31, 2024	17	-	3,73,471	-	3,73,488
	As at March 31, 2023				
	Upto 1 Year	1-2 Years	2-3 Year	Over 3 Years	Total
Outstanding Dues of MSME					
Disputed Dues	-	-	-	-	-
Undisputed Dues	-	-	-	-	-
Total	-	-	-	-	-
Outstanding Dues other than MSME					
Disputed Dues	-	-	-	-	-
Undisputed Dues	13,292	3,60,178	-	-	3,73,471
Total	13,292	3,60,178	-	-	3,73,471
Balance As at March 31, 2023	13,292	3,60,178	-	-	3,73,471
(c) Other Current Liabilities					
i. Others				-	-
Total				-	-
(d) Short-Term Provisions					
Audit fees Payable				600	550
Total				600	550



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*Handwritten signature: K.B. Shaleh*



NOTE 6: NON-CURRENT ASSETS					
(b) Other Non Current Assets					
Rent Advance - Bannerghatta				-	-
Rent Advance - Whitefield				-	-
Rent Advance - SIBN Guest house				-	-
Rent Advance - SIBG Guest house				-	-
Total				-	-
NOTE 7 : CURRENT ASSETS					
(a) Inventories					
Closing Stock - Finished Goods				-	-
Total				-	-
(b) Trade Receivables					
	Outstanding for Following periods from due date of payment as on 31-03-24				
	Less than 6 Months	6 Months to 1 year	1 to 2 Years	2 to 3 Years	Total
Undisputed Trade Receivables					
- Considered Good	-	-	-	-	-
- Considered Doubtful	-	-	-	-	-
Total	-	-	-	-	-
Disputed Trade Receivables					
- Considered Good	-	-	-	-	-
- Considered Doubtful	-	-	-	-	-
Total	-	-	-	-	-
Balance As at March 31, 2024	-	-	-	-	-
	Outstanding for Following periods from due date of payment as on 31-03-23				
	Less than 6 Months	6 Months to 1 year	1 to 2 Years	2 to 3 Years	Total
Undisputed Trade Receivables					
- Considered Good	61,721	-	-	-	61,721
- Considered Doubtful	-	-	-	-	-
Total	61,721	-	-	-	61,721
Disputed Trade Receivables					
- Considered Good	-	-	-	-	-
- Considered Doubtful	-	-	-	-	-
Total	-	-	-	-	-
Balance As at March 31, 2023	61,721	-	-	-	61,721
(c) Cash & Cash Equivalents					
Cash at Bank: Cash at Banks in Current Accounts					
ICICI Bank - 0190				910	274
Cash In Hand				13,879	13,879
Total				14,789	14,153
(d) Short Term Loans & Advances					
Salary Advance				-	-
Total				-	-
(e) Other Current Assets					
Goods & Service tax Input Credit				1,19,484	1,18,449
Prepaid Insurance				-	-
Excess TDS Paid				2,522	2,626
Electricity Deposit's(Arrears)				-	-
Total				1,22,006	1,21,075



Sony  
K. Bhadani  
REALTY & RETAIL PR

Notes Forming Part of financial statements		
PARTICULARS	As at March 31, 2024	As at March 31, 2023
<b>NOTE 7 : REVENUE FROM OPERATIONS</b>		
Sale of Goods	-	4,13,447
<b>Total</b>	-	<b>4,13,447</b>
<b>NOTE 8 : OTHER INCOME</b>		
Sundry Creditors Written off	-	11,541
Micellaneous Income	-	192
<b>Total</b>	-	<b>11,732</b>
<b>NOTE 9 : EXPENSES</b>		
<b>(a) Employee Benefits</b>		
Salaries & Wages	-	34,700
Leave Encashment	-	2,052
Staff Welfare	-	178
ESI & PF	-	1,906
Incentives for Staff	-	2,311
Employee Bonus	-	-
<b>Total</b>	-	<b>41,146</b>
<b>(b) Finance Cost</b>		
POS Transaction Charges	-	1,393
Bank Charges & Pick Up Charges	-	83
Interest On term Loan	-	2,424
CC Renewal Charges	-	-
Interest on CC A/c	-	2,779
Exchange Difference on Settlement of Loan	-	11,562
<b>Total</b>	-	<b>18,241</b>
<b>(c) Selling &amp; Marketing Expenses</b>		
Advertising Expenses	-	365
Printing Contract Charges	-	-
Business Promotion Expenses	-	-
<b>Total</b>	-	<b>365</b>
<b>(d) Administrative Expenses</b>		
Rent - Bannerghatta	-	39,795
Electricity Charges	-	12,077
Rent - Whitefield	-	11,424
House Keeping Charges	-	2,668
Security Service Charges	-	3,548
Showroom Maintenance Expenses	-	2,858
Transportation Charges	-	330
Boarding and Lodging	-	1,110
Insurance Charges	-	4,078
Office Expenses & Stationery	70	1,411
Professional Fee (Consultancy, Statutory Filing Charges)	1,190	1,276
Pooja Expenses	-	61
Interest and Late fees on delayed payments	-	100
Printing & Stationery	-	11
BWSSB & Water Charges	-	490
Telephone & Internet Charges	-	213
Miscellaneous Expenses	-	17
Rent On Machinaries(Decoration)	-	300
Audit Fees	50	100
Rental Deposit Loss- On Cancellation of Lease	-	52,248
EDC Machine Rent	-	80
ROC Filing Charges	136	-
Professional Tax Annual	25	-
<b>Total</b>	<b>1,471</b>	<b>1,34,195</b>



## **SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS**

### **Note: 1 SIGNIFICANT ACCOUNTING POLICIES**

#### **1.01 Company overview:**

SOUTHMADE REALTY & RETAIL PRIVATE LIMITED (Formerly Known as SOUTHMADE RETAIL PRIVATE LIMITED) was incorporated on 27th February 2017 as a private limited company under the provisions of Companies Act, 2013 and the Company is engaged in the business of Retailing of Fashion products through Departmental stores under various formats in Bangalore.

Pursuant to the approval of the Registrar of Companies, Karnataka, The name of the Company was changed from SOUTHMADE RETAIL PRIVATE LIMITED to SOUTHMADE REALTY & RETAIL PRIVATE LIMITED with effect from 28-08-2023

#### **1.02 Basis of accounting and preparation of financial statements**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2014 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention method. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards (AS) prescribed under Section 133 of the Act read with the relevant rules thereunder. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company

#### **1.03 Going Concern**

The financial statements have been prepared on a going concern basis. Accordingly, these financial statements do not include any adjustments relating to the recoverability and classification of carrying amount of assets or the amounts and classification of liability that may be necessary if the entity is unable to continue as a going concern.

#### **1.04 Use of Estimates**

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize..

#### **1.05 Current-non-current classification**

All assets and liabilities are classified in to current and non-current.

##### **Assets**

**An asset is classified as current when it satisfies any of the following criteria:**

It is expected to be realized in, or is intended for sale or consumption in the company's normal operating cycle;

It is held primarily for the purpose of being traded;

It is expected to be realized within 12 months after the reporting date; or it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

##### **Liabilities**

**A liability is classified as current when it satisfies any of the following criteria:**

It is expected to be settled in the company's normal operating cycle;

It is held primarily for the purpose of being traded;

It is due to be settled within 12 months after the reporting date; or

The company does not have an unconditional right to defer settlement of the liability for the at least 12 months after the reporting date.

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

#### **1.06 Property, plant and equipments (PP&E) & Intangible Asset and Depreciation**

Property, plant and equipments (PP&E) and Intangible assets are stated at cost of acquisition less accumulated depreciation and impairment, if any. Cost directly attributable to acquisition are capitalised until the property, plant and equipment are ready for use as intended by the management. and on disposal of an item of property, plant and equipment (PP&E) and Intangible assets, the difference between the disposal proceeds and its carrying amount is recognised in profit or loss with (loss)/gain on disposal under exceptional items.

Depreciation on Property, plant and equipments (PP&E) is provided on the written down value method (WDV) over their useful lives as specified in the Schedule II to the Companies Act, 2013. The residual values and their useful lives are reviewed by the company at the financial year end. The residual value of Asset after the useful life is taken as NIL. Depreciation on additions / deletions of PP&E during the year is provided on a pro-rata basis.



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**1.07 Inventories**

Inventories for the reporting period is Nil, hence no valuation method is taken

**1.08 Revenue recognition**

**Sale of Goods**

Sales are recognized, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers and sales is net of returns, trade discounts and excludes Goods and service tax .

During the period there are no sales

**Miscellaneous Income:** Unknow receipt, which is wrongly credited in business account and not claimed by anyone to the substantial period of time has been declared as income. By declaring total receipt as income by considering inclusive of tax.

**1.09 Borrowing Costs**

Borrowing costs include interest and amortisation of ancillary costs incurred to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan.

**1.10 Provision for Current and Deferred Tax**

Provision for current tax is nil after taking into consideration benefits admissible under the provisions of the Income tax Act,1961. Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred tax asset/(liability) is not recognized during the year, since there is no virtual certainty that the asset will be realized in future.

**1.11 Provisions, Contingent Liabilities and Assets**

The Company created a provision where there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation or present that may, but probably will not require an outflow of resources. When there is a possible obligation in respect of which likelihood of outflow or resources is remote, hence no provision or disclosure is made

**1.12 Impairment of Assets - Accounting Standard-28**

In accordance with Accounting Standard 28 – Impairment of Assets (AS 28), the carrying amounts of the company's assets including intangible assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated, as the higher of the net selling price and the value in use. Any impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount.

**1.13 Treatment of exchange differences**

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company and its integral foreign operations are recognised as income or expense in the Statement of Profit and Loss. The exchange differences on restatement / settlement of loans to non-integral foreign operations that are considered as net investment in such operations are accumulated in a "Foreign currency translation reserve" until disposal / recovery of the net investment.

The exchange differences arising on restatement / settlement of long-term foreign currency monetary items are capitalised as part of the depreciable fixed assets to which the monetary item relates and depreciated over the remaining useful life of such assets or amortised on settlement / over the maturity period of such items if such items do not relate to acquisition of depreciable fixed assets. The unamortised balance is carried in the Balance Sheet as "Foreign currency monetary item translation difference account" net of the tax effect thereon.





**Note 11. NOTES ON ACCOUNTS**

**As at 31 March, 2024**

**As at 31 March, 2023**

	<b>Rs.</b>	<b>Rs.</b>
11.01 Claims against the Company not acknowledged as debts	Nil	Nil
11.02 Auditors Remuneration	50.00	100.00

**11.03 Related party disclosures:**

**A. List of Related Parties**

**Name of the Party**

Gunda Madhusudhan  
Seerna Suresh  
Kalakuntla Venkata Rama Rao  
Kandukuri Bharat Kumar  
Gunda Naveen Kumar

**Nature of Relationship**

Director & Shareholder  
Director & Shareholder  
Director & Shareholder  
Director & Shareholder  
Director & Shareholder

**B. Transaction with parties listed above during the year under consideration:**

<b>Related Party</b>	<b>Nature Of Transaction</b>	<b>Balance as on 01.04.20223</b>	<b>Receipts/ Expenditure</b>	<b>Payment</b>	<b>Balance as on 31.03.2024</b>
Gunda Madhusudhan	Loans and advances	9,24,112	-	58,750	8,65,362
G Naveen Kumar	Loans and advances	13,000	-	-	13,000
K V Rama rao	Loans and advances	45,000	-	-	45,000
K Bharat Kumar	Loans and advances	15,000	-	-	15,000
P Rachana	Loans and advances	1,00,000	-	-	1,00,000
PVL Greeshma	Loans and advances	1,00,000	-	-	1,00,000
P V Sai Abhinay	Loans and advances	3,00,000	-	-	3,00,000
S Suresh	Loans and advances	3,00,000	-	-	3,00,000
T Keshav Gupta	Loans and advances	1,00,000	-	-	1,00,000
T Rakesh	Loans and advances	1,00,000	-	-	1,00,000

**11.04 Earnings /Expenditure In Foreign Currency :**

Earnings  
Expenditure

NIL  
NIL (Previous year - NIL)

**11.05 The company has entered into operating lease agreements for office premises**

<b>Particulars</b>	<b>As at March 31, 2024</b>	<b>As at March 31, 2023</b>
Total rental expenses under non-cancellable operating lease for the premises Bannerghatta. (Lease period 20 years from 01-12-2016, with condition of 5 years Lock-in-Period from rent commencement date (i.e neither party will be entitled to terminate the lease, save and except for un-rectified breach or misrepresentation as provided in lease agreement)	-	-
Total rental expenses under Non- cancellable operating lease for the premises Whitefield. (Lease period 15 years from 01-08-2018, with condition of 3 years Lock-in-Period from rent commencement date (i.e neither party will be entitled to terminate the lease, save and except for un-rectified breach or misrepresentation as provided in lease agreement)	-	-



**11.06 Earning per share:**

The Company has evaluated its earnings per share as per the requirements of accounting standard -20, issued by the institute of Chartered Accountants of India

Particulars	As at March 31, 2024	As at March 31, 2023
Weighted Average No. of Equity Shares of Rs.10/-each *	50,000	50,000
Net profit attributable to shareholders	-1,471	-3,62,684
<b>Basic earnings per share</b>	<b>-0.03</b>	<b>-7.25</b>

\* \*The Company does not have any outstanding dilutive potential equity shares as at March 31, 2024. Consequently, the basic and diluted earnings per share of the Company remain the same.

**11.07** In accordance with Accounting Standard 22 "Accounting for Taxes on Income" issued by the ICAI, the Company has not accounted deferred tax during the year. As there is significant amount of business loss.**11.08 Other Statutory Information**

(i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

(ii) The Company does not have any transactions with companies struck off companies under section 248 of the companies Act 2013 or Section 560 of Companies Act 1956

(iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

(v) The Company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961

(vi) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017, and there are no companies beyond the specified layers.

(vii) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

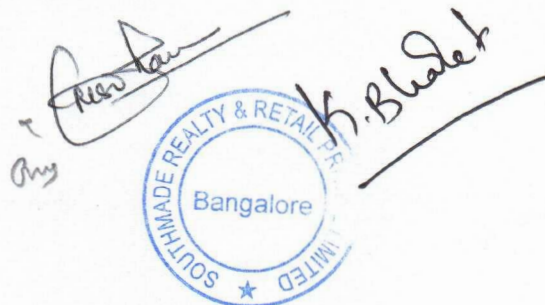
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

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

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

(a) 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

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





**11.09 Analytical Ratios**  
**Particulars**

Particulars	For the Year Ended 31-Mar-24	For the Year Ended 31-03-2023
<b>Key Ratio's</b>		
<b>(a) Current Ratio(Times)</b>	<b>0.37</b>	<b>0.53</b>
Numerator		
- Current Assets	1,36,795	1,96,949
Denominator		
- Current Liabilities	3,74,088	3,74,021
<b>(b) Debt- Equity Ratio (Times)</b>	<b>-0.89</b>	<b>-0.92</b>
Numerator		
- Borrowings	19,38,362.99	19,97,112.98
Denominator		
- Share Holders Equity	-21,75,656.10	-21,74,184.90
<b>(c) Inventory Turnover Ratio</b>	<b>-</b>	<b>0.01</b>
Numerator		
- Cost of Goods Sold	-	3,58,014
Denominator		
- Average Inventory	-	2,58,94,604
<b>(d) Return On Equity Ratio(%)</b>	<b>-0.07%</b>	<b>-16.68%</b>
Numerator		
- Net Profits after Taxes	-1,471	-3,62,684
Denominator		
- Share Holders Equity	-21,75,656	-21,74,185
<b>(e) Net Profit Ratio(%)</b>	<b>#DIV/0!</b>	<b>-85.30%</b>
- Net Profits	-1,471	-3,62,684
Denominator		
- Net Sales	-	4,25,179
<b>(f) Return On Investment (%)</b>	<b>0.07%</b>	<b>16.68%</b>
Numerator		
- Return/Profit/Earnings	-1,471	-3,62,684
Denominator		
- Investments	-21,75,656	-21,74,185

**11.10 Exceptional Items**

The Company recognizes exceptional items in its financial statements in accordance with the requirements of Schedule III of the Companies Act, 2013. Exceptional items represent significant transactions or events that are outside the ordinary course of business and require separate disclosure in the financial statements.

**11.11** Previous year figures have been rearranged, regrouped wherever necessary.

As per report of even date  
for Pranay & Co.,  
Chartered Accountants  
ICAI FRN : 014790S

Pranay Kumar CH  
Membership No.:232419  
UDIN: 25232419BMJFYS1851  
Place: Bangalore  
Date : 04-11-2024



For and on behalf of the Board  
Of Southmade Realty & Retail Private Limited

G Madhusudhan  
Director  
DIN: 00391572

K Bharat Kumar  
Director  
DIN: 00391465

