

2nd ANNUAL REPORT
FOR THE YEAR ENDED 31-03-2023

FLAIR CYROSIL INDUSTRIES PRIVATE LIMITED

CIN: U28990MH2021PTC362069

Registered Address-

63 B/C, Government Industrial Estate, Charkop, Kandivali West,
Mumbai - 400067

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Email- cs@flairpens.com

Telephone- 022-28683876/06

DIRECTOR'S REPORT

Dear Members,

FLAIR CYROSIL INDUSTRIES PRIVATE LIMITED

Your Directors have pleasure in presenting this 2nd Annual Report on the affairs of the Company together with the Audited Statement of Accounts for the financial year ended March 31, 2023.

1) Financial Summary or performance of the Company:

The Company has prepared its standalone financial statements for the Financial Year ('F.Y.') 2022-23. The highlights of Financial Statements of the Company's operations for the year ended March 31, 2023 are as follows:

PARTICULARS	(Rs in Lakhs)	
	FY 2022-23	FY 2021-22
Revenue from Operations		
Other Income	40.25	-
Total Income	40.25	-
Earnings before Finance Cost, Tax and Depreciation	(3.05)	(54.35)
Less: Finance Cost	73.75	-
Less: Depreciation & Preliminary expenses written off	15.37	-
Profit / (Loss) before Taxation	(92.16)	(54.35)
Less: Provision for Taxation		
Current Tax		
Deferred Tax	(15.16)	(9.33)
Tax adjustments for earlier year		
Profit / (Loss) after Taxation	(77.00)	(45.02)
Add: Other Comprehensive Income		
Total Comprehensive Income for the year	(77.00)	(45.02)
Transfer to General Reserve	(77.00)	(45.02)
Balance at the end of the year	(122.02)	(45.02)
Earnings per Equity Share of face value of Rs 100/- each	(35.66)	(56.20)
Basic (In Rs)	(35.66)	(56.20)
Diluted (In Rs)	(35.66)	(56.20)

2) Financial Performance

During the year under review, the Company has commenced manufacturing of steel bottles since March 2023. The Trial and Commercial production was successful and the products were approved by the esteemed customer. The Company has started its

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operations to fulfill the first commercial order at its unit in Valsad, Gujarat which is expected to deliver its first consignment in around June 2023. Hence the Company's Revenue from Operations in NIL during the year under review. The loss after Tax during the year was Rs. 81.01 Lakhs as compared to Rs. 45.02 Lakhs in the previous year.

3) Dividend

Considering the loss in the financial year, our directors did not recommend any dividend.

4) Share Capital

A. Authorised Capital:

During the year under review there was no change in the Authorised Capital of the Company. The Authorised Capital of the Company is Rs. 10,00,00,000/- (Rupees Ten Crores Only) divided into 10,00,000 (Ten Lakh) Equity Shares of Rs. 100/- (Rupees One Hundred) each.

B. Paid up Capital:

During the year under review, on the consent & recommendation of the Board Members and on receipt of necessary statutory approvals, your Company had allotted 319890 Equity Shares of Face Value of Rs.100/- each at a face value on Right's Issue basis. Pursuant to the allotment of Shares on "Rights Basis" the Paid Up Capital of the Company has increase from Rs. 80,11,000/- (Rupees Eighty Lakhs Eleven Thousand only) to Rs. 4,00,00,000/- (Rupees Four Crores Only).

During the year the company has raised Rs. 3,19,89,000/- (Rupees Three Crore Nineteen Lakhs Eighty-Nine Thousand Only) through Rights issue, funds so raised through Rights issue has been utilized by the company as detailed in the offer letter dated September 01, 2022. There is no deviation of the funds utilized from the object mentioned in the offer letter dated September 01, 2022.

Sr. No.	Particulars	No of Shares	% of Holding
1	M/s. Flair Writing Industries Limited	360000	90
2	Mr. Jatin Chadha	20000	5
3	Mr. Ajay Sethi	20000	5
	Total	400000	100

Accordingly, your Company is now the Subsidiary of M/s. Flair Writing Industries Limited.

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C. Issue of Shares with Differential Rights

The Company, under the provisions of Section 43 read with Rule 4(4) of the Companies (Share Capital and Debentures) Rules, 2014 [Chapter IV], has not issued any shares with differential rights.

D. Issue of Sweat Equity Shares

The Company, under the provisions of Section 54 read with Rule 8(13) of the Companies (Share Capital and Debentures) Rules, 2014, has not issued any sweat equity shares.

E. Issue of Employee Stock Options

The Company, under rule 12 (9) of Companies (Share Capital and Debentures) Rules, 2014, did not issue any shares with respect to any employee stock option scheme.

5) Details of subsidiary/joint ventures/associate companies

As on 31st March 2023, the Company did not have any subsidiary /joint ventures/ associate companies.

6) Statutory Auditor

M/s. **Jeswani & Rathore**, Chartered Accountants, (Firm Registration No: 104202W) Mumbai are the Statutory Auditors of the Company for the year ended March 31, 2023.

M/s. **Jeswani & Rathore**, Chartered Accountants, (Firm Registration No: 104202W) were appointed as the Statutory Auditors of the Company at the 1st Annual General Meeting of the Company held on September 29, 2022, to hold office until conclusion of 5 years from the date of the said Annual General Meeting held on September 29, 2022 upto the 6th Annual General Meeting of the Company to be held in year 2027.

The Auditor's Report for the Financial Year ended March 31, 2023 on the Financial Statements of the Company is part of this Annual Report.

7) Board of Directors

A. Composition:

The following were members of the Company's Board of Directors, as of 31st March 2023 –

Sr. No.	Name of Director
1	Mr. Rajesh Khubilal Rathod
2	Mr. Mohit Khubilal Rathod
3	Mr. Sumit Vimalchand Rathod

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The Company being a private limited company, the directors are not liable to retire by rotation.

B. Change in Directorship during the year

There was no Director who was appointed/ceased/re-elected/re-appointment during the year.

The company is not mandatory required to appoint any whole time Key Managerial Personnel pursuant to the Section 203 of the Companies Act, 2013 and its applicable rules thereon. The Provision of Section 149 for appointment of Independent Director do not apply to the Company.

C. Number of meeting of the Board:

The dates on which the Board of Directors met during the financial year under review are as under:

Sr. No.	Date of Board Meeting
1.	06 th June 2022
2.	22 nd July 2022
3.	01 st September 2022
4.	28 th October 2022
5.	20 th February 2023

The date on which the Members met during the year under review are as under:

Sr. No.	Type of Meeting	Date of Meeting
1.	Annual General Meeting	29.09.2022

D. Declaration by Independent Directors

The Company was not required to appoint and did not appoint Independent Directors under Section 149(4) and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 hence no declaration has been obtained.

8) Annual return

In accordance with the requirements under Section 92(3) and Section 134(3)(a) of the Act and the applicable rules, the annual return as on March 31, 2023 is available on the website of the Company <https://www.flairworld.in/investor-relation.html>.

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9) Explanation or comments on qualifications, reservations or adverse remarks or disclaimers made by the auditors in their reports

The Auditors Report on the financial statement of the Company is part of this Directors Report. There has been no qualification, reservation, adverse remark or disclaimer given by the Auditors in their Report.

The provisions relating to submission of Secretarial Audit Report pursuant to Section 204 of the Companies Act, 2013 is not applicable to the Company.

10) Deposits

During the year ended March 31, 2023, the Company has not invited/ accepted any deposits from the public covered under Chapter V of the Companies Act, 2013 and accordingly, the disclosure requirements stipulated under the said Chapter are not applicable. There were no unclaimed or unpaid deposits as on March 31, 2023.

11) Board Committees

The Company is not required to constitute any statutory committees i.e. Audit Committee as per Section 177, Nomination and Remuneration Committee & Stakeholders Relationship Committee as per Section 178 and Corporate Social Responsibility (CSR) Committee as per Section 135 as it does not fall within purview of the said Sections of the Companies Act, 2013. The Company was also not required to form Vigil Mechanism.

12) Policy on Prevention of Sexual Harassment at Workplace

As per the requirement of the Sexual Harassment of women at Work place (Prevention, Prohibition and Redressal) Act, 2013, the Company has formulated a policy on prevention, prohibition and redressal of sexual harassment at work place in line with the provisions of the Act and the Rules framed thereunder for prevention and redressal of Complains of Sexual Harassment at workplace.

The Company has complied with provisions relating to the constitution of the Internal Complaints Committee(ICC) under the Sexual Harassment of Women at Work Place (Prevention, Prohibition & Redressal) Act, 2013. All the women employees, Permanent, Contractual, Temporary and trainees are covered under this policy. The said policy has been uploaded on the Internal Portals / Leaflets of the Company for information to all employees.

During the Financial Year 2022-23, no cases in the nature of Sexual harassment were reported at any work place of the Company.

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13) Directors' Responsibility Statement

In terms of Section 134(5) of the Companies Act, 2013, and in relation to the audited financial statements of the Company for the year ended 31st March, 2023, the Board of Directors hereby confirms that:

- i. in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. such accounting policies have been selected and applied consistently and the Directors have made 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 as at March 31, 2023 and of the profit of the Company for that year;
- iii. proper and sufficient care was taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. the annual accounts of the Company have been prepared on a going concern basis;
- v. internal financial controls have been laid down to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
- vi. proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

14) Particulars of contracts or arrangements with related parties

The particulars of every contract or arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto is disclosed in Form No. AOC-2 (Annexure -I).

15) Particulars of Loans, Guarantees, Investments in Securities:

During the period under review, the Company has taken loans from its Directors, Its Holding Company and Financial Institutions. The Company has not given any guarantee, have not made any investments in any securities (in whatsoever form it may be). Details of Loans taken, Guarantees and Investments covered under the provisions of the Companies Act, 2013 along with the applicable Rules of the Act are given in the notes to the Financial Statements forming part of this Annual Report.

16) Payment of Remuneration / Commission to Directors from Holding or Subsidiary Company

None of the directors had received any remuneration / commission on behalf of our Company from its Holding Company and the Company do not have any subsidiary.

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17) Internal Financial Controls

The Company has put in place adequate system of internal finance controls, commensurate with its size and nature of its operations. During the year no material weakness in its operating effectiveness was observed.

18) Conservation of energy, technology absorption, foreign exchange earnings and outgo

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 in respect of conservation of energy and technology absorption have been furnished below considering the nature of activities undertaken by the company during the year under review.

A. Conservation of Energy

a) The following energy conservation measures are taken on continuing basis: -

1. Scheduled preventive maintenance of machines and equipment for better efficiency.
2. Systematic Study of power consummation of machines.
3. Installation of highly energy-efficient lighting technology LEDs
4. Optimize the use of energy through improved operational method.

b) Additional investments and proposals being implemented for reduction of consumption of energy. The Company is however, carrying on continuous education and awareness programs for its employees for energy conservation. But no major specific investment proposals are envisaged.

B. Technology Absorption

The Company has recently commissioned its steel bottle plant with latest automated technology and the full benefit of the plant is yet to be achieved.

C. Foreign Exchange Earnings and Outgo:

Activities relating to exports; initiatives taken to increase exports: - Development of Innovative packaging and products for export markets along with improvement in quality, cost and lead time.

(Amount in Lakhs.)

Particulars	Period Ended 31.03.2022	Period Ended 31.03.2023
Actual Foreign Exchange Earnings	NIL	173.23
Actual Foreign Exchange Outgo	51.58	1156.67

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19) Disclosure of Orders Passed by Regulators or Courts or Tribunal

No orders have been passed by any Regulator or Court or Tribunal which can have impact on the going concern status and on the Company's operations in future.

20) Acknowledgments

Your Directors wish to place on record their sincere appreciation and acknowledge with gratitude the support and co-operation extended by the regulators, creditors, bankers, shareholders, and employees, who have helped in the day to day management.



Place: Mumbai
Dated: June 08, 2023

For and on behalf of the Board of Directors



Rajesh K. Rathod
Director
(DIN: 00122907)



Sumit Rathod
Director
(DIN:02987687)

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ANNEXURE I

FORM NO. AOC -2

Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in of Section 188(1) of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NIL
b)	Nature of contracts/arrangements/transaction	NIL
c)	Duration of the contracts/arrangements/transaction	NIL
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
e)	Justification for entering into such contracts or arrangements or transactions'	NIL
f)	Date of approval by the Board	NIL
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NIL

2. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Flair Pens & Plastic Industries – Associate Enterprises
b)	Nature of contracts/arrangements/transaction	Rent Paid
c)	Duration of the contracts/arrangements/transaction	Ongoing
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Business Transaction Rs. 5.35 lakhs
e)	Date of approval by the Board	NA
f)	Amount paid as advances, if any	Nil

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SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Flair Pens Limited – Associate Enterprise
b)	Nature of contracts/arrangements/transaction	Rent Paid
c)	Duration of the contracts/arrangements/transaction	Ongoing
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Business Transaction Rs.1.42 Lakhs
e)	Date of approval by the Board	NA
f)	Amount paid as advances, if any	Nil

SL. No.	Particulars	Details	
a)	Name (s) of the related party & nature of relationship	Rajesh Rathod - Director	
b)	Nature of contracts/arrangements/transaction	Loan Taken	Loan Repaid and Interest Paid
c)	Duration of the contracts/arrangements/transaction	Ongoing	Ongoing
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Business Transaction Rs.25.92 Lakhs	Business Transaction Rs.32.42 Lakhs
e)	Date of approval by the Board	NA	NA
f)	Amount paid as advances, if any	Nil	Nil

SL. No.	Particulars	Details	
a)	Name (s) of the related party & nature of relationship	Mohit Rathod - Director	
b)	Nature of contracts/arrangements/transaction	Loan Taken	Loan Repaid and Interest Paid
c)	Duration of the contracts/arrangements/transaction	Ongoing	Ongoing
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Business Transaction Rs.133.20 Lakhs	Business Transaction Rs.142.49 Lakhs
e)	Date of approval by the Board	NA	NA
f)	Amount paid as advances, if any	Nil	Nil

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SL. No.	Particulars	Details	
a)	Name (s) of the related party & nature of relationship	Sumit Rathod - Director	
b)	Nature of contracts/arrangements/transaction	Loan Taken	Loan Repaid and Interest Paid
c)	Duration of the contracts/arrangements/transaction	Ongoing	Ongoing
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Business Transaction Rs.112.87 Lakhs	Business Transaction Rs.200.60 Lakhs
e)	Date of approval by the Board	NA	NA
f)	Amount paid as advances, if any	Nil	Nil

SL. No.	Particulars	Details	
a)	Name (s) of the related party & nature of relationship	Flair Writing Industries Limited - Holding Company	
b)	Nature of contracts/arrangements/transaction	Loan Taken	Loan Repaid and Interest Paid
c)	Duration of the contracts/arrangements/transaction	Ongoing	Ongoing
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Business Transaction Rs.1722.30 Lakhs	Business Transaction Rs.178.63 Lakhs
e)	Date of approval by the Board	NA	NA
f)	Amount paid as advances, if any	Nil	Nil

For and on behalf of the Board of Directors

Place: Mumbai
Dated: June 08, 2023




Rajesh K. Rathod
Director
(DIN: 00122907)


Sumit Rathod
Director
(DIN:02987687)

JESWANI & RATHORE

CHARTERED ACCOUNTANTS

408/C, NIRANJAN, 99, MARINE DRIVE, MUMBAI-400 002

TEL NO: +91 22 22816968/22834451/40066968

Email: jeswani.rathore@gmail.com

Independent Auditor's Report

To the Members of Flair Cyrosil Industries Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of **Flair Cyrosil Industries Private Limited ("the Company")**, which comprise Balance Sheet as at March 31, 2023, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013, as amended ("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, 2023, its losses including other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing (SAs) as specified under section 143(10) of the Act. 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements for the financial year ended March 31, 2023. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

There are no key audit matters identified in our audit.

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

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



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

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

Management's Responsibilities for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance 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 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the 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 the Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial 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 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 the 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 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 misstatement in the 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements for the financial year ended March 31, 2023 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report 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 book;

c) The Balance sheet, the Statement of Profit & Loss including, the Statement of other comprehensive income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account;

d) In our opinion, the aforesaid Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;



e) On the basis of the written representation received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a Director in terms of Section 164(2) of the Act;

f) Since the Company's turnover as per last audited financial statements is less than Rs. 50 crores and its borrowing from banks or financial institutions or any body corporate at any point of time during the year is less than Rs. 25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial control over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017;

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended;

The provisions of Sections 197 read with schedule V to the Companies Act, 2013 are applicable to Public Companies and hence, the reporting under this clause is not applicable to the company;

h) With respect to the matters to be included in the Auditor's report in accordance with the Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

(i) The Company did not have any pending litigations on its financial position in its Financial Statements.

(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 during the year ended March 31, 2023.

(iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) 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 or entity, including foreign entity ("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;

b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations as provided under sub clause (iv)(a) and (iv) (b) above, contain any material misstatement.

(v) 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.



(vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (1) 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.

For Jeswani & Rathore
Chartered Accountants
(FRN: 104202W)



Khubilal G. Rathore
(Partner)

M. No: 012807

UDIN: 23012807B4XVFK3520

Place: Mumbai

Date:

08 JUN 2023

JESWANI & RATHORE

CHARTERED ACCOUNTANTS

408/C, NIRANJAN, 99, MARINE DRIVE, MUMBAI-400 002

TEL NO: +91 22 22816968/22834451/40066968

Email: jeswani.rathore@gmail.com

Annexure "A" to the Independent Auditors' Report of even date on the Financial Statements of Flair Cyrosil Industries Private Limited

(Referred to in paragraph 2, under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

- a) (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
(ii) The Company has maintained proper records showing full particulars of intangible assets.
- b) The Company has a phased program for physical verification of the Property, Plant and Equipment and right-of-use assets. In our opinion, the frequency of verification is reasonable considering the size of the company and nature of its Property, Plant and Equipment and right-of-use assets. Physical verification of the assets has been carried out by the Management during the year pursuant to the program in that respect and no material discrepancies were noticed during such verification.
- c) On the basis of our examination of the records of the Company, the Company does not own any immovable property.
- d) The Company has not revalued its Property, Plant and Equipment (including right of use assets) during the year.
- e) There are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made there under.

ii. In respect of its inventories:

- a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. Discrepancies of 10% or more in aggregate for each class of inventory were not noticed on such physical verification.
- b) The Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets. Accordingly, reporting under clause (ii)(b) of paragraph 3 of the Order is not applicable to the Company.

- iii. On the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, reporting under clause (iii)(a) to (iii)(f) of paragraph 3 of the Order is not applicable to the Company.



- iv. The Company has not given any loans, or provided any guarantee or security as specified under section 185 and 186 of the Companies Act, 2013. Accordingly, reporting under clause (iv) of paragraph 3 of the Order is not applicable to the Company.
- v. The Company has not accepted any deposits or amounts which are deemed to be deposits. Hence, reporting under clause (v) of paragraph 3 of the Order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause (vi) of paragraph 3 of the order is not applicable to the Company.
- vii. (a) The Company is regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it with appropriate authorities. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.
- (b) There are no dues in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues that have not been deposited with the appropriate authorities on account of any dispute Company is regular in depositing undisputed statutory dues including goods and services
- viii. The Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the income-tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- ix. (a) The Company has not defaulted in repayment of loan or other borrowings or in the payment of interest thereon to any banks and related parties during the year.
- (b) The Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.
- (c) The Company has utilised the money obtained by way of term loan during the year for the purposes for which they were obtained.
- (d) On an overall of examination of the financial statement of the Company, we report that no funds raised on short term basis have been used for long term purpose by the Company.
- (e) Based on our audit procedures and on the basis of information and explanations given to us, the Company has not taken loan from any entity or any person on account of or to meet the obligation of its subsidiaries, joint ventures as defined under Companies Act, 2013. Accordingly, reporting under clause (ix)(e) of paragraph 3 of the Order is not applicable to the Company.
- (f) Based on our audit procedures and on the basis of information and explanations given to us, the Company has not raised any funds during the year on the pledge of securities held in its subsidiaries, joint ventures or associates Companies. Accordingly, reporting under clause (ix)(f) of paragraph 3 of the Order is not applicable to the Company.
- x. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, the Company has raised money by way of right issued to the existing shareholders during the year and the funds were applied for the purposes for which they were raised.
- (b) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, reporting under clause (x)(b) of paragraph 3 of the Order is not applicable to the Company.



- xi.** (a) No fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) No report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditor) Rules, 2014 with Central Government.
- (c) No whistle blower complaints were received by the company during the year. Accordingly, reporting under clause (xi)(c) of paragraph 3 of the Order is not applicable to the Company.
- xii.** The Company is not a Nidhi Company. Accordingly, reporting under clause (xii) of paragraph 3 of the Order is not applicable to the company.
- xiii.** In our opinion, all the transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable and the details of such transactions have been disclosed in the Note 30 of financial statements as required by the applicable accounting standards.
- xiv.** In our opinion, internal audit as per Section 138 of Companies Act, 2013 not applicable to the Company, hence the reporting under this clause (xiv)(a) and (b) of paragraph 3 of the Order is not applicable to the company.
- xv.** In our opinion, the Company has not entered into any non-cash transaction with its directors or persons connected with its directors and hence, provision of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi.** (a) In our opinion, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934. Accordingly, reporting under clause (xvi)(a)(b) and (c) of paragraph 3 of the Order is not applicable to the Company.
- (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause (xvi)(d) of paragraph 3 of the Order is not applicable.
- xvii.** The Company has incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii.** There has been no resignation of statutory auditor during the year. Accordingly, reporting under clause (xviii) of paragraph 3 of the Order is not applicable to the Company.
- xix.** On the basis of the financial ratios disclosed in Note 37 of the financial statements, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.



- xx. The provisions of Section 135 towards corporate social responsibility are not applicable on the company and accordingly requirement to report on Clause (xx)(a) and (xx) (b) of paragraph 3 of the Order is not applicable to the company.

For Jeswani & Rathore
Chartered Accountants
(FRN: 104202W)


Khubilal G. Rathore
(Partner)



M. No: 012807

UDIN: 23012807B9XVFK3520

Place: Mumbai

Date:

08 JUN 2023

FLAIR CYROSIL INDUSTRIES PRIVATE LIMITED

1. CORPORATE INFORMATION

FLAIR CYROSIL INDUSTRIES PRIVATE LIMITED ("The Company") is incorporated on June 14, 2021 in India as per the provisions of Companies Act, 2013. The company is engaged in the business of manufacturing of dinnerware, tableware, opal ware, plastic moulded household articles, thermo ware, insulated, household, housewares, and other lifestyle products.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation and Presentation of Financial Statements

a) Compliance with Ind AS

The Financial Statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) to comply with the Section 133 of the Companies Act 2013 ("the 2013 Act"), read with Rule 3 of the Companies (Indian Accounting Standards) Rule 2015, and Companies (Indian Accounting Standards) Rules, 2016.

All the Assets and Liabilities have been classified as Current or Non- Current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Act. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained the operating cycle to be 12 months.

b) Historical cost convention

The financial statements have been prepared on a historical cost basis

c) Functional and presentation currency

These financial statements are presented in 'Indian Rupees', which is the Company's functional currency. All amounts in the financial statements have been rounded off to the nearest Lakhs or decimal thereof, unless otherwise stated.

2.2. USE OF ESTIMATES, JUDGMENTS AND ASSUMPTIONS

The preparation of the financial statements requires that the Management make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates.

The estimates and judgments used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company



believes to be reasonable under the existing circumstances. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

Estimates and assumptions are required in particular for:

- **Determination of the estimated useful lives of Property Plant and Equipment and Intangible**

- **Assets:**

Property, Plant and Equipment / Intangible Assets are depreciated / amortised over their estimated useful lives, after taking into account estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

- **Recoverability of trade receivables**

Judgments are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

- **Provisions**

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgments to existing facts and circumstances, which can be subject to change. The carrying amount of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

- **Application of Discount rates**

Estimates of rates of discounting are done for measurement of fair values of certain financial assets and liabilities, which are based on prevalent bank interest rates and the same are subject to change.

- **Current versus Non-Current Classification**

All the assets and liabilities have been classified as Current or Non Current as per the Company's normal operating cycle of twelve months and other criteria set out in Schedule III to the Companies Act, 2013.



- **Impairment of Non-Financial Assets**

The impairment provision for non-financial assets Group estimates asset's recoverable amount, which is higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or CGU's. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

- **Impairment of Financial Assets**

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgments in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

- **Recognition of Deferred Tax Assets and Liabilities**

Deferred tax assets and liabilities are recognised for deductible temporary differences and unused tax losses for which there is probability of utilisation against the future taxable profit. The Company uses judgement to determine the amount of deferred tax that can be recognised, based upon the likely timing and the level of future taxable profits and business developments.

2.3. **PROPERTY, PLANT AND EQUIPMENT (PPE)**

i. **Tangible Assets**

- **Property, Plant and Equipment:**

Property, plant and equipment are stated at historical cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.



Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

ii. **Intangible assets**

Intangible assets that are acquired are measured initially at cost. After initial recognition, an intangible asset is carried at its cost less accumulated amortisation and impairment loss if any. Subsequent expenditure is capitalised only when it increases the future economic benefits from the specific asset to which it relates.

iii. **Capital Work-in-Progress:**

Capital Work-in-Progress includes expenditure during construction period incurred on projects are treated as pre-operative expenses pending allocation to the assets. These expenses are apportioned to the respective fixed assets on their completion / commencement of commercial production.

iv. **Depreciation/Amortisation :**

Depreciation on Property, Plant and Equipment is provided using straight-line method. Depreciation is provided based on useful life of the assets as prescribed in accordance with the Part C of Schedule II of Companies Act, 2013 except in respect of the following assets, where useful life is different than those prescribed in Part C of Schedule II.

The useful life of major assets is as under:

Assets	Useful life (in years)
Furniture & Fixtures	10
Electrical Installation	10
Office Equipments	5
Plant & Machinery	15
Factory Equipments	5
Mould	8
Computer Equipments	3

Intangible assets are carried at cost and amortised on a straight line basis so as to reflect the pattern in which the assets economic benefits are consumed. Amortisation of intangible assets is calculated over the managements' estimated useful lives as mentioned below:

Assets	Amorlised (In years)
Trademarks	10



The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Depreciation on addition to assets or on sale/discardment of assets, is calculated pro rata from the date of such addition or upto the date of sale/discardment, as the case may be.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of Profit and Loss when the assets is derecognized.

v. **Impairment of Non-Financial Assets- Property, Plant and Equipment and Intangible Assets :**

The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment and group of assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

2.4. Finance Costs

Finance costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of the asset. All other finance costs are expensed in the period in which they occur. Finance costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

2.5. Foreign Currency Transactions and Translation

The Company's financial statements are presented in INR, which is the company's functional currency.

Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.



Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss and costs that are directly attributable to the acquisition assets, are capitalized as cost of assets.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Exchange differences arising out of these transactions are charged to the Statement of Profit and Loss.

2.6. Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable



For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuer's are involved for valuation of significant assets, such as properties, unquoted financial assets etc, if needed. Involvement of independent external value's is decided upon annually by the Company. Further such valuation is done annually at the end of the financial year and the impact, if any, on account of such fair valuation is taken in the annual financial statements.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Changes in assumptions could affect the reported value of fair value of financial instruments

2.7. Revenue Recognition

The Company derives revenues from sale of manufactured goods, traded goods and related services.

Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled to in exchange for those goods or services.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

Sale of Products

Revenue from sale of products is recognized when the control on the goods have been transferred to the customer. The performance obligation in case of sale of product is satisfied



at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the contract

Other Income

Interest income is recognized on time proportionate basis taking into account amount outstanding and rate of interest.

2.8. Tax Expenses

The tax expense for the period comprises current and deferred tax. Tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognized in the Other Comprehensive Income or in equity.

- **Current tax :**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the Income Tax authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance Sheet date.

- **Deferred tax :**

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilised.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

2.9. Inventories

Inventories include Raw Materials, Packing Materials, Stores and Spares, Traded Goods are measured at cost and Finished Goods inventories are measured at lower of, cost and net realisable value after providing for obsolescence, if any.

Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition. Cost is determined on first in first out basis.



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

Raw Materials and other supplies held for use in production of inventories are not written down below cost except in the case where material prices have declined and it is estimated that the cost of the finished product will exceed its net realisable value.

2.10. Leases

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortised cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are re-measured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option. Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.



2.11. Contingent Liabilities and Commitments

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

2.12. Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

2.13. Employee Benefits Expense

Employee benefits include bonus, compensated absences, provident fund, employee state insurance scheme and gratuity fund.

a) Compensated Absences

Accumulated compensated absences, which are expected to be availed or en-cashed within 12 months from the end of the year end are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

b) Payments of Bonus

The company recognizes a liability and an expense for bonus. The company recognizes a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

2.14. Financial Instruments

A Financial Instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.



Financial Instruments also covers contracts to buy or sell a non-financial item that can be settled net in cash or another financial instrument, or by exchanging financial instruments, as if the contracts were financial instruments, with the exception of contracts that were entered into and continue to be held for the purpose of the receipt or delivery of a non-financial item in accordance with the entity's expected purchase, sale or usage requirements.

(i) Financial Assets

a. Initial Recognition and Measurement

All Financial Assets are initially recognized at Fair Value. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets and Financial Liabilities, which are not at Fair Value Through Profit or Loss (FVTPL), are adjusted to the Fair Value on initial recognition. Purchases and Sales of Financial Assets are recognized using trade date accounting.

b. Subsequent Measurement

1) Financial Assets carried at Amortised Cost

A financial Asset is measured at amortised cost if it is held within a business model whose objective is to hold the assets in order to collect contractual cash flows and the contractual terms of financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

2) Financial Assets at Fair value Through Other Comprehensive Income (FVOCI)

A Financial Asset is measured at FVOCI, if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding.

3) Financial Assets at Fair Value Through Profit or Loss (FVTPL)

A Financial Asset which is not classified in any of the above categories is measured at FVTPL.

c. Loans, Deposits and Receivable

Loans and receivable are non-derivative financial assets with fixed or determinable payment that are not quoted in the active market. Such assets are carried at amortised cost using the effective interest method, if the time value of money is insignificant.



d. Impairment of Financial Assets

In accordance with Ind-AS 109, The Company uses "Expected Credit Losses (ECL)" model, for evaluating impairment of Financial Asset other than those measured at Fair Value Through Profit and Loss (FVTPL)

Expected credit losses are measured through a loss allowance at an amount equal to

- The 12- months expected credit losses (expected credit losses that result from those default events on the financial instruments that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

The Credit Loss is the difference between all contractual cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate. This is assessed on an individual or collective basis after considering all reasonable and supportable evidence including that which is forward-looking.

Trade Receivables

Customer Credit Risk is managed by the Company's established policy, procedures and control relating to customer credit risk management. An impairment analysis is performed at each reporting date on an individual basis based on historical data. The Company is receiving payments from customers within due dates and therefore the Company has no significant Credit Risk related to these parties. The Company evaluates the concentration of risk with respect to trade receivables as low.

For other assets, the company uses 12 month ECL to provide for impairment loss where there is significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

Other Financial Assets mainly consists of Security Deposit, other deposits, Interest accrued on Fixed Deposits, other receivables and Advances measured at amortized cost.

Following is the policy for specific financial assets:-

Type of financial asset	Policy
Security Deposit	Security deposit is in the nature of statutory deposits like electricity, telephone deposits. Since they are kept with Government bodies, there is low risk.



Loans to employees	The Company avails guarantee for loan provided to employees. In case of default in repayment of loan, the same is recovered from the salary of the guarantor.
--------------------	---------------------------------------------------------------------------------------------------------------------------------------------------------------

(ii) Financial Liabilities

a. Initial Recognition and Measurement

All Financial Liabilities are recognized at fair value and in case of loans, net of directly attributable cost. Fees or recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

The Company's Financial Liabilities include trade and other payables, loans and borrowings including bank overdrafts and other payables, financial guarantee contracts and derivative financial instruments.

b. Subsequent Measurement

Financial Liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

c. De-recognition of Financial Instruments

The company de-recognizes a Financial Asset when the contractual rights to the cash flows of the Financial Asset expire or it transfers the Financial Asset and the transfer qualifies for de-recognition under Ind AS 109. A Financial Liability (or part of Financial Liability) is de-recognized from the company's Balance Sheet when obligation specified in the contract is discharged or cancelled or expires.

d. Offsetting of Financial Instruments

Financial Assets and Financial Liabilities are offset and the net amount is reported in the Balance Sheet, if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

2.15. Cash and Cash Equivalents

Cash and Cash equivalents include Cash and Cheque in hand, Bank balances, Demand Deposits with Banks and other Short-Term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value where original maturity is three months or less.



2.16. Cash Flow Statement

Cash flows are reported using the Indirect Method where by the Profit Before Tax is adjusted for the effect of the transactions of a non-cash nature, any deferrals or accruals of past and future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

2.17. Earnings Per Share

Basic Earnings Per Share

Basic Earnings Per Share is calculated by dividing the net profit after tax for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period.

Diluted Earnings Per Share

Diluted Earnings Per Share is calculated by dividing the profit attributable to equity holders by the weighted average number of Equity Shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all dilutive potential Equity shares into Equity shares.

2.18. Segment Reporting

The Company is engaged in the business of 'manufacturing and dealing of Steel Products and its allied', which in the context of Ind AS 108 - "Operating Segment" notified under section 133 of the Companies Act, 2013, is considered as the only segment.

2.19. Recent Accounting Pronouncements

The Ministry of Corporate Affairs ("MCA") has notified the following new amendments to Ind AS which the Company has not applied as they are effective for annual periods beginning on or after April 1, 2023.

- **Amendment to Ind AS 1 "Presentation of Financial Instruments"**

The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information is material if, together with other information can reasonably be expected to influence decisions of primary users of general purpose financial statements. The Company does not expect this amendment to have any significant impact in its financial statements.



- **Amendment to Ind AS 8 "Accounting Policies, Changes in Accounting Estimates and Errors"**

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities use measurement techniques and inputs to develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The Company does not expect this amendment to have any significant impact in its financial statements.

- **Amendment to Ind AS 12 "Income Taxes"**

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The Company is evaluating the impact, if any, in its financial statements.



Balance Sheet as at March 31, 2023

(Rs. in Lakhs)

PARTICULARS		NOTES	As of March 31, 2023	As of March 31, 2022
ASSETS				
Non-Current Assets				
a)	Property, Plant and Equipment	1	1,651.09	-
b)	Capital Work in Progress	1	-	7.28
c)	Intangible Assets	1	0.27	-
d)	Right-of-Use of Leased Assets	1	262.55	-
Financial Assets				
i)	Other Financial Assets	2	301.81	-
f)	Deferred Tax Assets (Net)	3	24.49	9.33
g)	Other Non-Current Assets	4	321.04	51.58
Total Non-Current Assets			2,561.26	68.18
Current Assets				
a)	Inventories	5	399.56	-
Financial Assets				
i)	Trade Receivables	6	-	57.75
ii)	Cash and Cash Equivalents	7	0.94	1.04
iii)	Loans	8	1.40	-
iv)	Other Financial Assets	2	41.86	-
d)	Other Current Assets	4	210.82	2.84
e)	Current Tax Assets (Net)	9	1.02	-
Total Current Assets			655.59	61.62
Total Assets			3,216.85	129.81
EQUITY AND LIABILITIES				
Equity				
a)	Equity Share Capital	10	400.00	80.11
b)	Other Equity	11	(122.02)	(45.02)
Total Equity			277.98	35.09
Liabilities				
1 Non-Current Liabilities				
a) Financial Liabilities				
i)	Borrowings	12	544.74	-
ii)	Lease Liabilities	13	221.47	-
Total Non-Current Liabilities			766.21	-
Current Liabilities				
a) Financial Liabilities				
i)	Borrowings	12	1,874.38	91.66
ii)	Lease Liabilities	13	42.18	-
iii) Trade Payables				
	Dues to Micro and Small Enterprises	14	15.11	-
	Other than Micro and Small Enterprises	14	2.99	1.59
iv)	Other Financial Liabilities	15	58.29	0.54
b)	Provisions	16	0.37	-
c)	Other Current Liabilities	17	179.34	0.92
Total Current Liabilities			2,172.66	94.72
Total Liabilities			2,938.87	94.72
Total Equity and Liabilities			3,216.85	129.81

Significant Accounting Policies

The accompanying Notes form an integral part of these Standalone Financial Statements (Note 1 to 38)


As per our attached Report of even date

For Jeswani & Rathore
Chartered Accountants
(Firm Reg. No. 104202W)


Khubilal G. Rathore
(Partner)
M.No. 012807



For and on behalf of the Board of Directors
Flair Cyrosil Industries Private Limited


Rajesh Rathod
(Director)
(DIN. 00122907)


Sumit Rathod
(Director)
(DIN. 02987487)

Place: Mumbai

Date: 08 JUN 2023



PARTICULARS	NOTES	For the year ended March 31, 2023	For the year ended March 31, 2022
INCOME			
Other Income	18	40.25	-
Total Income (A)		40.25	-
EXPENSES			
Cost of Material Consumed	19	212.77	-
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	20	(264.04)	-
Employee Benefits Expense	21	3.49	-
Finance Costs	22	73.75	-
Depreciation/Amortisation Expense	1	15.37	-
Other Expenses	23	91.09	54.35
Total Expenses (B)		132.42	54.35
Profit Before Tax (C=A-B)		(92.16)	(54.35)
Tax Expense			
Current Tax		-	-
Deferred Tax		(15.16)	(9.33)
Total Tax Expense (D)		(15.16)	(9.33)
Profit for the Year (E=C-D)		(77.00)	(45.02)
Other Comprehensive Income			
Items that will not be reclassified to Statement Of Profit Or Loss			
i) Actuarial Loss on Defined Benefit Plan		-	-
ii) Income Tax on the above		-	-
Items that will be reclassified to Statement of Profit Or Loss			
Total Other Comprehensive Income for the Year (Net of Tax) (F)		-	-
Total Comprehensive Income for the Year (G=E+F)		(77.00)	(45.02)
Earnings Per Equity Share of face value of Rs.10/- each			
Basic (In Rs.)	25	(35.66)	(56.20)
Diluted (In Rs.)	25	(35.66)	(56.20)

Significant Accounting Policies

The accompanying Notes form an integral part of these Standalone Financial Statements (Note 1 to 38)

As per our attached Report of even date

For Jeswani & Rathore
Chartered Accountants
(Firm Reg. No. 104202W)

Khublal G. Rathore
(Partner)
M.No. 012807

For and on behalf of the Board of Directors
Flair Cyrosil Industries Private Limited



Rajesh Kathod
(Director)
(DIN. 00122907)



Sumit Kathod
(Director)
(DIN. 02987487)

Place: Mumbai

Date:

08 JUN 2023

Statement of Changes in Equity

a. Equity share capital:

Particulars	(Rs. in lakhs)
	Equity Share Capital
Opening Balance as of April 01, 2021	-
Changes during the year ended March 31, 2022	80.11
Balance as of April 01, 2022	80.11
Add: Issue of Shares	319.89
Balance as of March 31, 2023	400.00

b. Other equity

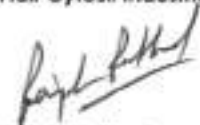

Particulars	Reserve & Surplus		Other Reserve	Total
	Retained Earning	Share Premium	Other Comprehensive Income	
Balance as at April 1, 2021	-	-	-	-
Add : Profit for the period	(45.02)	-	-	(45.02)
Less : Other Comprehensive Income	-	-	-	-
Balance as at March 31, 2022	(45.02)	-	-	(45.02)
Add : Profit for the period	(77.00)	-	-	(77.00)
Less : Other Comprehensive Income	-	-	-	-
Balance as at March 31, 2023	(122.02)	-	-	(122.02)

For Jeswani & Rathore
Chartered Accountants
(Firm Reg. No. 104202W)




Khubilai G. Rathore
(Partner)
M.No. 012807

For and on behalf of the Board of Directors
Flair Cyrosil Industries Private Limited

Rajesh Rathod
(Director)
(DIN. 00122907)

Semil Rathod
(Director)
(DIN. 02967687)

Place: Mumbai

Date: 08 JUN 2023

Particulars	As at March 31, 2023	As at March 31, 2022
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the Year	(92.16)	(54.35)
Adjustments to Reconcile Net Profit to Net Cash Provided by Operating Activities		
Depreciation Expenses	15.37	-
Interest Expenses	71.74	-
Interest on Leased Assets	2.00	-
Changes in Assets and Liabilities		
(Increase)/Decrease in Inventories	(399.56)	
(Increase)/Decrease in Trade Receivables	57.75	(57.75)
(Increase)/Decrease in Loans	(1.40)	
(Increase)/Decrease in Other Financial Assets	(343.67)	
(Increase)/Decrease in Other Non-Current/Current Assets	(477.45)	(54.41)
Increase/(Decrease) in Trade Payables	16.50	1.59
Increase/(Decrease) in Other Financial Liabilities	57.75	0.54
Increase/(Decrease) in Provisions	0.37	
Increase/(Decrease) in Other Non-Current/Current Liabilities	178.43	0.92
Cash Generated From Operations	(914.33)	(163.45)
Income Taxes Paid	(1.02)	-
NET CASH GENERATED BY OPERATING ACTIVITIES	(915.35)	(163.45)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment and Intangible Asset	(1,655.00)	(7.28)
NET CASH FROM / (USED IN) INVESTING ACTIVITIES	(1,655.00)	(7.28)
CASH FLOW FROM FINANCING ACTIVITIES		
Issue of Equity Share Capital	319.89	80.11
Loan Taken/(Repaid)	2,327.45	91.66
Interest on Loan	(71.74)	
Payment of Lease Rent	(5.35)	
NET CASH USED IN FINANCING ACTIVITIES	2,570.25	171.77
Net Increase/(Decrease) in Cash and Cash Equivalents	(0.10)	1.04
Cash and Cash Equivalents at the Beginning of the Year	1.04	-
Add: Cash and Cash Equivalents transferred as per Scheme of Amalgamation		
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	0.94	1.04

Note:

- 1) The cash flow statement has been prepared under the "Indirect Method" as set out Indian accounting Standard (Ind AS-7) statement of cash flow.
- 2) The figures for the corresponding previous year have been regrouped/reclassified wherever necessary, to make them comparable.

Significant Accounting Policies

The accompanying Notes form an integral part of these Standalone Financial Statements (**Note 1 to 38**)

As per our attached Report of even date

For Jeswani & Rathore
Chartered Accountants
(Firm Reg. No. 104202W)



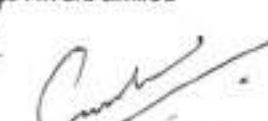
Khubilai G. Rathore
(Partner)
M.No. 012807



For and on behalf of the Board of Directors
Flair Cyrosil Industries Private Limited



Rajesh Rathod
(Director)
(DIN. 00122907)



Sumit Rathod
(Director)
(DIN. 02987687)

Place: Mumbai

Date: 08 JUN 2023

Note 1 : Property, Plant and Equipment

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As at April 01, 2022	Additions	Deletions	As of March 31, 2023	As at April 01, 2022	Depreciation	Accumulated Depreciation on Deletions	As of March 31, 2023	As of March 31, 2022
Plant and Machinery	-	1,251.13	-	1,251.13	-	6.45	-	1,244.65	-
Office Equipment	-	1.95	-	1.95	-	0.02	-	1.93	-
Factory Equipments	-	126.21	-	126.21	-	2.03	-	126.17	-
Computer Equipment	-	7.50	-	7.52	-	0.17	-	7.15	-
Furniture & Fixtures	-	21.94	-	21.94	-	0.18	-	23.76	-
Mould	-	71.49	-	71.49	-	0.74	-	70.75	-
Electrical Installation	-	179.98	-	179.98	-	1.30	-	178.68	-
Total	-	1,662.01	-	1,662.01	-	10.99	-	1,651.09	-

Note: Movable Property Plant and Equipment are hypothecated against cash credit facility availed by the company amounting to Rs.800 lacs.

Note 1 : Intangible Assets

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As at April 01, 2022	Additions	Deletions	As of March 31, 2023	As at April 01, 2022	Depreciation	Accumulated Depreciation on Deletions	As of March 31, 2023	As of March 31, 2022
Trade Mark	-	0.27	-	0.27	-	0.00	-	0.27	-
TOTAL	-	0.27	-	0.27	-	0.00	-	0.27	-

Note 1 : Rights-of-Use Assets

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As at April 01, 2022	Additions	Deletions	As of March 31, 2023	As at April 01, 2022	Depreciation	Accumulated Depreciation on Deletions	As of March 31, 2023	As of March 31, 2022
Leased Assets	-	267.00	-	267.00	-	4.45	-	262.55	-
TOTAL	-	267.00	-	267.00	-	4.45	-	262.55	-

Note 1 : Capital Work in Progress

PARTICULARS	As At March 31, 2023	As At March 31, 2022
Mould	-	7.01
TradeMark	-	0.27
TOTAL	-	7.28

Ageing for CWIP, as of March 31, 2023 is as follows:

Particulars	Amount in CWIP for a period of			Total
	Less than 1 year	1-3 years	More than 3 years	
Project in progress	-	-	-	-
Project is temporarily suspended	-	-	-	-
TOTAL	-	-	-	-

Ageing for CWIP, as of March 31, 2022 is as follows:

Particulars	Amount in CWIP for a period of			Total
	Less than 1 year	1-3 years	More than 3 years	
Project in progress	7.28	-	-	7.28
Project is temporarily suspended	-	-	-	-
TOTAL	7.28	-	-	7.28



Note 2 : Other Financial Assets

(Rs. in Lakhs)

Particulars	As of March 31, 2023	As of March 31, 2022
Non- Current		
Bank Deposits (Maturity more than 12 months) #	293.72	-
Interest Receivable	8.09	-
Total	301.81	-
Current		
Security and Other Deposits	41.86	-
Total	41.86	-
# Includes deposits having restrictive use on account of: Fledged with Government Authorities	293.72	-

Note 3 : DEFERRED TAX LIABILITIES/(ASSETS) :

In accordance with Indian Accounting Standard -12 relating to "Income Taxes" the breakup of Deferred Tax (Liabilities)/Assets is as follows :

Particulars	As of March 31, 2023	As of March 31, 2022
Deferred Tax (Liabilities) / Assets	24.49	9.33
Total	24.49	9.33

2022-23

Deferred tax (liabilities)/assets in relation to:

(Rs. in Lakhs)

Particulars	Opening Balance	Recognised in Profit or Loss	Recognised in OCI	Closing Balance
Property, Plant and Equipment	-	(19.73)	-	(19.73)
Expenses Allowed on Payment Bank	-	0.06	-	0.06
Others	7.46	6.24	-	13.70
B/F Losses and Unabsorbed Depreciation	1.87	28.59	-	30.45
Total	9.33	15.16	-	24.49

2021-22

Deferred tax (liabilities)/assets in relation to:

(Rs. in Lakhs)

Particulars	Opening Balance	Recognised in Profit or Loss	Recognised in OCI	Closing Balance
Property, Plant and Equipment	-	-	-	-
Expenses Allowed on Payment Bank	-	-	-	-
Others	-	7.46	-	7.46
B/F Losses and Unabsorbed Depreciation	-	1.87	-	1.87
Total	-	9.33	-	9.33

Note 4 : Other Assets

(Rs. in Lakhs)

Particulars	As of March 31, 2023	As of March 31, 2022
Non- Current		
Capital Advances	320.03	51.58
Others	1.02	-
Total	321.04	51.58
Current		
Advances to Suppliers and Others		
- MSME	5.87	-
- Others	1.38	-
Balance with Government Authorities	202.76	2.84
Others	0.81	-
Total	210.82	2.84

Note 5 : Inventories

(Rs. in Lakhs)

Particulars	As of March 31, 2023	As of March 31, 2022
Raw and Packing Materials & Others	135.52	-
Semi-Finished Goods	264.04	-
Total	399.56	-

Note: Inventories are hypothecated against cash credit facility availed by the company amounting to Rs.800 lakhs

Note 6 : Trade Receivables

(Rs. in Lakhs)

Particulars	As of March 31, 2023	As of March 31, 2022
Unsecured, Considered good		
Trade Receivables #		
- Others	-	-
- Related Parties (Refer Note 30)	-	57.75
Total	-	57.75

Note: Trade Receivable are hypothecated against cash credit facility availed by the company amounting to Rs.800 lakhs



Particulars	Outstanding for following periods from the date of					Total
	Less Than 6 Months	6 Month - 1 year	1-2 years	3-3 years	More Than 3 year	
Undisputed trade receivables – considered good	-	-	-	-	-	-
Undisputed trade receivables – considered good Related Party (Refer Note 30)	-	-	-	-	-	-
Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
Disputed Trade Receivables – considered good	-	-	-	-	-	-
Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total	-	-	-	-	-	-

Particulars	Outstanding for following periods from the date of					Total
	Less Than 6 Months	6 Month - 1 year	1-2 years	2-3 years	More Than 3 year	
Undisputed trade receivables – considered good	-	-	-	-	-	-
Undisputed trade receivables – considered good Related Party (Refer Note 30)	57.75	-	-	-	-	57.75
Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
Disputed Trade Receivables – considered good	-	-	-	-	-	-
Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total	57.75	-	-	-	-	57.75

Note 7 : Cash and Cash Equivalents

Particulars	(Rs. in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Cash on Hand	0.09	0.07
Balances with Banks		
- In Current Accounts	0.84	0.97
Total	0.94	1.04

Note 8 : Loans

Particulars	(Rs. in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Current		
Unsecured, Considered good		
Loans and Advances to Employees #	1.40	-
Total	1.40	-

Note 9 : Current Tax Assets (Net)

Particulars	(Rs. in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Current		
Advance Tax & TDS	1.02	-
Total	1.02	-



Note 10 : Equity Share Capital

(Rs. in Lakhs)

Particulars	(Rs. in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Authorised Share Capital		
10,00,000 equity Shares of Rs 100/- each	1,000.00	1,000.00
	1,000.00	1,000.00
Issued, Subscribed and Fully paid up		
4,00,000 Equity Shares of Rs 100/- each (P.Y. 80,110 Equity Shares of Rs 100/- each)	400.00	80.11
	400.00	80.11

a) Reconciliation of number of Shares outstanding

(Rs. in Lakhs)

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number of Shares	Amount	Number of Shares	Amount
Equity Shares :				
Balance as at the beginning of the year	80,110	80.11	-	-
Add: Shares issued during the year	3,19,890	319.89	80,110	80.11
Balance as at the end of the year	4,00,000	400.00	80,110	80.11

b) Details of Equity Shares held by Shareholders Holding more than 5% of the aggregate Shares

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number of Shares	% of share Holding	Number of Shares	% of share Holding
Equity Shares				
Flair Writing Industries Limited	3,60,000	90.00%	-	-
Jatin Chadha	20,000	5.00%	20,000	24.97%
Ajay Sethi	20,000	5.00%	10,000	12.48%
Flair Pens Ltd	-	-	25,000	31.21%
Rajesh K. Rathod	-	-	5,000	6.24%
Vimalchand J. Rathod	-	-	15,110	18.86%

c) The Company has issued 3,19,890 share of Rs. 100/- each to existing Shareholder on rights basis at par aggregating to Rs. 319.89 lakhs dated October 28, 2022.

Note 11: Other Equity

(Rs. in Lakhs)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
i) Retained Earnings		
Balance at the beginning of the year	(45.02)	-
Add: Profit for the year	(77.00)	(45.02)
Balance at the end of the year (a)	(122.02)	(45.02)
ii) Other Comprehensive Income		
Balance at the beginning of the year	-	-
Re-measurement gains/ (losses) on Defined Benefit Plans	-	-
Balance at the end of the year (b)	-	-
iii) Securities Premium		
Balance at the beginning of the year	-	-
Less: Issue of Bonus Share	-	-
Balance at the end of the year (c)	-	-
Balance at the end of the year of Other Equity (a+b+c)	(122.02)	(45.02)



Note 12: Borrowings

(Rs. in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Non - Current		
Secured - of Amortised cost		
Term Loan - from Bank	544.74	-
Unsecured - of Amortised cost		
Loan from Holding Company (Refer Note 30)	-	-
Total	544.74	-
Current		
Secured - of Amortised cost		
Working Capital Loan- Cash Credit	123.89	-
Current maturities of Long term borrowings	145.26	-
Unsecured - of Amortised cost		
Loan from Holding Company (Refer Note 30)	1,605.23	-
Loan from Directors & their relatives (Refer Note 30)	-	91.66
Total	1,874.30	91.66

Working Capital loans from bank are secured by hypothecation of all present and future Stock and receivables, movable fixed assets of the Company and corporate Guarantee of Fair Wind Industries Limited.

(Rs. in Lakhs)

Nature of Borrowing	Name of the lender	Nature of Borrowing	Loan Currency	Amount outstanding as on March 31, 2023	Rate of Interest	Repayment terms
Term Loan - from Bank	Citi Bank N.A	Term Loan	INR	690.00	1.81% + 2%	End to End tenor of 5 Years with quarterly rest and 6 Months moratorium
Citi Bank Cash Credit	Citi Bank N.A	Cash Credit	INR	123.89	9.50%	Revolving 365

Note 13: Leased Liabilities

(Rs. in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Non-Current		
Leased Liabilities	221.47	-
	221.47	-
Current		
Leased Liabilities	42.18	-
	42.18	-

Note 14: Trade Payables

(Rs. in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
- Micro, Small and Medium Enterprises	15.11	-
- Others	2.75	0.79
- Related Parties (Refer Note 30)	0.25	0.89
Total	18.10	1.57

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

(Rs. in Lakhs)

Particulars	Outstanding for following periods from transaction				Total
	Less than 1 year	1-2 Years	2-3 Years	More Than 3 years	
- MSME*	15.11	-	-	-	15.11
- Others	2.75	-	-	-	2.75
- Related Parties (Refer Note 30)	0.25	-	-	-	0.25
Disputed dues- MSME	-	-	-	-	-
Disputed dues- Others	-	-	-	-	-
Total	18.10	-	-	-	18.10

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.



Ageing for trade payables outstanding as of March 31, 2022 is as follows:

Particulars	Outstanding for following periods from transaction				Total
	Less Than 1 year	1-2 Years	2-3 Years	More Than 3 years	
- MSME*	-	-	-	-	-
- Other	0.70	-	-	-	0.70
- Related Parties (Refer Note 30)	0.89	-	-	-	0.89
Disputed dues- MSME	-	-	-	-	-
Disputed dues- Other	-	-	-	-	-
Total	1.59	-	-	-	1.59

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.

1) Trade Payables are Non-interest bearing and are normally settled within 90 days terms. Further Refer Note 27 for Maturity Pattern of Trade Payables.

2) Total outstanding dues of Micro Enterprises and Small Enterprises

Disclosures relating to amounts payable as of the year-end together with interest paid/payable if any, to Micro and Small

Particulars	(Rs. in Lakhs)	
	As of March 31, 2023	As of March 31, 2022
(i) Principal amount payable	15.11	-
(ii) Interest amount due and remaining unpaid	-	-
(iii) Interest paid	-	-
(iv) Payment beyond the appointed day during the year	-	-
(v) Interest due and payable for the period of delay	-	-
(vi) Interest Accrued and remaining unpaid	-	-
(vii) Amount of further interest remaining due and payable succeeding years	-	-

Note 15: Other Financial Liabilities

Particulars	(Rs. in Lakhs)	
	As of March 31, 2023	As of March 31, 2022
Current		
Payables on account of Purchase of Property, Plant and Equipment (including MSME Credits)	40.15	-
Other Payables	18.15	0.54
Total	58.29	0.54

Note 16: Provisions

Particulars	(Rs. in Lakhs)	
	As of March 31, 2023	As of March 31, 2022
Current		
Provision for Employee Benefits	0.37	-
Total	0.37	-

Note 17: Other Liabilities

Particulars	(Rs. in Lakhs)	
	As of March 31, 2023	As of March 31, 2022
Current		
Statutory Remittances	6.12	0.92
Revenue received in advance		
- Others	173.23	-
Total	179.34	0.92



Note 18 : Other Income

(Rs. in Lakhs)

PARTICULARS	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest		
- Bank	8.99	-
- Others	1.16	-
Other Non-Operating Revenue	30.10	-
Total	40.25	-

Note 19 : Cost of Materials Consumed

(Rs. in Lakhs)

PARTICULARS	For the year ended March 31, 2023	For the year ended March 31, 2022
Opening stock	-	-
Add. Purchase	348.28	-
Less. Closing stock	135.52	-
Total	212.77	-

Note 20 : Changes in Inventories of Finished Goods, Stock-in Trade and Work-In-Progress

(Rs. in Lakhs)

PARTICULARS	For the year ended March 31, 2023	For the year ended March 31, 2022
Opening Stock		
Semi- Finished Goods	-	-
Finished Goods	-	-
Total (A)	-	-
Closing Stock		
Semi- Finished Goods	264.04	-
Finished Goods	-	-
Total (B)	264.04	-
	(264.04)	-

Note 21 : Employee Benefits Expense

(Rs. in Lakhs)

PARTICULARS	For the year ended March 31, 2023	For the year ended March 31, 2022
Salaries, Wages and Bonus	3.36	-
Contribution to Provident and other Funds(Refer Note 24)	0.12	-
Staff Welfare Expenses	0.01	-
Total	3.49	-

Note 22 : Finance Costs

(Rs. in Lakhs)

PARTICULARS	For the year ended March 31, 2023	For the year ended March 31, 2022
Bank Interest	27.44	-
Interest on Right of Use Assets	2.00	-
Other Borrowing Cost	44.26	-
Interest on Direct Tax	0.04	-
Total	73.75	-



Note 23 : Other Expenses

(Rs. in Lakhs)

PARTICULARS	For the year ended March 31, 2023	For the year ended March 31, 2022
Manufacturing Expenses		
Consumable Expenses	12.46	-
Electric Power, Fuel and Water	8.01	-
Freight Inward	0.05	-
Job Work and Other Related Expenditure	7.03	-
Machine and Mould Maintenance	0.61	-
Factory Expenses	0.30	-
Establishment Expenses		
Insurance Expenses	0.03	-
Legal & Professional Fees	0.02	-
Rent	0.12	-
Printing and Stationery	0.20	-
Miscellaneous Expenses	3.67	-
Pre Operative Expenses	57.68	54.35
Repairs & Maintenance		
Others	0.15	-
Payment to Auditor (Refer Note 23.1)	0.75	-
Total	91.09	54.35

Note 23.1 Payment to Auditor

(Rs. in Lakhs)

PARTICULARS	For the year ended March 31, 2023	For the year ended March 31, 2022
As Auditors:		
Statutory Audit Fees	0.50	0.30
Taxation Matters	0.25	-
Total	0.75	0.30



Note 24 : Employment Benefit Plans

As per Indian Accounting Standard 19 "Employee benefits", the disclosures as defined are given below:

Defined Contribution Plan

The following amount recognized as an expense in Statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities.

Particulars	(Rs. In Lakhs)	
	For the Year Ended March 31, 2023	For the Year Ended March 31, 2022
Employer's Contribution to Provident Fund	0.04	-
Employer's Contribution to Pension Scheme	0.08	-
Total	0.12	-

Note 25 : Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	(Rs. In Lakhs)	
	For the Year Ended March 31, 2023	For the Year Ended March 31, 2022
Profit attributable to Equity holders for Basic Earnings	(77.00)	(45.02)
Weighted average number of Equity Shares for basic & diluted EPS	2,15,954	80,110
Face Value Per Share	100	100
Basic Earning Per Share (In Rs.)	(35.66)	(56.20)
Diluted earning Per Share (In Rs.)	(35.66)	(56.20)



Note 26 : Financial Instruments

Fair Value Measurement Hierarchy
As at March 31, 2023

(Rs. in Lakhs)

PARTICULARS	Carrying amount				Fair Value Measurement Hierarchy			
	FVTPL	FVOCI	Amortised cost	Total	Level 1	Level 2	Level 3	Total
Financial Assets								
Investments	-	-	-	-	-	-	-	-
Trade Receivables	-	-	-	-	-	-	-	-
Cash and Cash Equivalents	-	-	0.94	0.94	-	-	0.94	0.94
Loans	-	-	1.40	1.40	-	-	1.40	1.40
Other Financial Assets	-	-	343.67	343.67	-	-	343.67	343.67
Total Financial Assets	-	-	346.00	346.00	-	-	346.00	346.00
Financial Liabilities								
Non-Current Borrowings	-	-	544.74	544.74	-	-	544.74	544.74
Current Borrowings	-	-	1,874.38	1,874.38	-	-	1,874.38	1,874.38
Lease Liabilities	-	-	263.65	263.65	-	-	263.65	263.65
Trade payables	-	-	18.10	18.10	-	-	18.10	18.10
Other Financial Liabilities	-	-	58.29	58.29	-	-	58.29	58.29
Total Financial Liabilities	-	-	2,759.16	2,759.16	-	-	2,759.16	2,759.16

As at March 31, 2022

(Rs. in Lakhs)

PARTICULARS	Carrying amount				Fair Value Measurement Hierarchy			
	FVTPL	FVOCI	Amortised cost	Total	Level 1	Level 2	Level 3	Total
Financial Assets								
Investments	-	-	-	-	-	-	-	-
Trade Receivables	-	-	57.75	57.75	-	-	57.75	57.75
Cash and Cash Equivalents	-	-	1.04	1.04	-	-	1.04	1.04
Loans	-	-	-	-	-	-	-	-
Other Financial Assets	-	-	-	-	-	-	-	-
Total Financial Assets	-	-	58.79	58.79	-	-	58.79	58.79
Financial Liabilities								
Non-Current Borrowings	-	-	-	-	-	-	-	-
Current Borrowings	-	-	91.66	91.66	-	-	91.66	91.66
Lease Liabilities	-	-	-	-	-	-	-	-
Trade payables	-	-	1.59	1.59	-	-	1.59	1.59
Other Financial Liabilities	-	-	0.54	0.54	-	-	0.54	0.54
Total Financial Liabilities	-	-	93.80	93.80	-	-	93.80	93.80

The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs based on unobservable market data.

Valuation Methodology :

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

- Fair valuation of Financial Assets and Liabilities with short-term maturities is considered as approximate to respective carrying amount due to the Short Term maturities of these Instrument.
- The fair value is determined by using the valuation model/technique with observable inputs and assumptions.
- The fair value of Forward Foreign Exchange contracts is determined using observable forward exchange rates and yield curves at the balance sheet date.
- The fair value of investment in Mutual Fund is measured at cost quoted price or NAV.
- All foreign currency denominated assets and liabilities are translated using exchange rate at reporting date.
- The fair value of the remaining financial instruments is determined using discounted cash flow analysis



Note 27: Financial Risk Management**Risk Management framework**

The Company's Financial Risk Management is an integral part of how to plan and execute its business strategies. The Company's Financial Risk Management Policy is set and governed by the Managing Director under the overall directions of the Board of Directors of the Company.

Market Risk is the risk of loss of future earnings, fair values or future cash flows, that may result from a change in the price of a Financial Instrument. The value of a Financial Instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes, that affect market risk sensitive instruments. Market Risk is attributable to all the market risk sensitive Financial Instruments including investments and deposits, foreign currency receivables, payables and loans and borrowings.

The Company's Board of Directors are responsible for the day to day working of the management and the overall working of the Company's Risk Management framework.

I) Credit Risk

Credit Risk is the risk that a customer or counterparty to a Financial Instrument fails to perform or pay the amounts due causing financial loss to the Company. Credit Risk arises from Company's outstanding receivables from Customers.

The Company's exposure to Credit Risk is influenced mainly by the individual characteristics of each Customer. Credit Risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of the Customers, to whom the Company grants credit in accordance with the terms and conditions and in ordinary course of its business.

The Risk Management Committee has established a Credit Policy under which each new customer is analysed individually for creditworthiness, before the Company's standard payment and delivery terms and conditions are offered. Further for domestic sales, the Company segments its Customers into Super Stockists/ Distributor and Others, for credit monitoring.

For Trade Receivables, the Company individually monitors the sanctioned credit limits as against the outstanding balances. Accordingly, the Company makes specific provisions against such Trade Receivables, wherever required and monitors the same at periodic intervals.

The Company monitors each loan and advance given and makes any specific provision, as and when required.

The Company establishes an allowance for impairment that represents its estimate of expected losses in respect of Trade Receivables and Loans and Advances

Trade Receivables

Customer Credit Risk is managed by the Company's established policy, procedures and control relating to customer credit risk management. An impairment analysis is performed at each reporting date on an individual basis based on historical data. The Company is receiving payments from customers within due dates and therefore the Company has no significant Credit Risk related to these parties. The Company evaluates the concentration of risk with respect to trade receivables as low.

Ageing of trade receivables are as follows:

Due from the date of invoice	(Rs. in lakhs)	
	As of March 31, 2023	As of March 31, 2022
Less than 4 months	-	57.75
4 months to 12 months	-	-
beyond 12 months	-	-
Total	-	57.75

II) Liquidity Risk

Liquidity Risk arises from the Company's inability to meet its cash flow commitments on time. Prudent Liquidity Risk Management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. In addition, processes and policies related to such risk are overseen by the Senior Management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Particulars	As of March 31, 2023	As of March 31, 2022
Unutilised credit limit from bank (Rs. in Lakhs)	800.00	-
Current Ratio	0.30	0.65
Liquid Ratio	0.02	0.62

Contractual Maturity profile of Financial Liabilities:

The following table shows the maturity analysis of the Company's Financial Liabilities based on contractually agreed undiscounted cash flows along with its carrying value as at the reporting date:

As of March 31, 2023

PARTICULARS	(Rs. in lakhs)					
	As of March 31, 2023					
	0-4 Months	4-12	1-3 years	3-5 Years	Above 5 Years	TOTAL
Financial liabilities						
Borrowings	1,801.75	72.63	290.53	254.21	-	2,419.11
Lease Liabilities	30.62	21.34	100.25	121.23	-	283.65
Trade payables	18.10	-	-	-	-	18.10
Other financial liabilities	58.29	-	-	-	-	58.29
	1,898.76	94.20	390.77	375.44	-	3,759.14

As of March 31, 2022

PARTICULARS	(Rs. in lakhs)					
	As of March 31, 2022					
	0-4 Months	4-12	1-3 years	3-5 Years	Above 5 Years	TOTAL
Financial liabilities						
Borrowings	91.66	-	-	-	-	91.66
Lease Liabilities	-	-	-	-	-	-
Trade payables	1.59	-	-	-	-	1.59
Other financial liabilities	0.54	-	-	-	-	0.54
	93.80	-	-	-	-	93.80

III) Market Risk- Interest Risk

Interest Rate Risk can be either Fair Value Interest Rate Risk or Cash Flow Interest Rate Risk. Fair Value Interest Rate Risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash Flow Interest Rate Risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

Interest Rate Exposure

PARTICULARS	(Rs. in lakhs)	
	As of March 31, 2023	As of March 31, 2022
Interest Expense		
Loan from banks	27.44	-
Unsecured loan from Holding Company, Directors & their relatives	44.26	-
Others	2.00	-
Total	73.70	-



(b) Sensitivity

Impact on Interest Expenses for the year on 1% change in Interest Rate

PARTICULARS	(Rs. in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
1% Change in increase in Interest Rate	0.74	-
1% Change in decrease in Interest Rate	(0.74)	-

As the Company has no significant interest bearing assets, the income and operating cash flows are substantially independent of changes in market interest rates.

(v) Market risk- Currency Risk

The Company operates internationally and a portion of the business is transacted in several currencies. Consequently, the Company is exposed to foreign exchange risk through its sales to overseas markets and purchases from overseas suppliers in various foreign currencies. The following table shows Foreign Currency exposures in USD, GBP, JPY and EUR on Financial Instruments at the end of the reporting period. The exposure to all other foreign currencies are not material.

Exposure to currency risk

The details of unhedged foreign currency at the exchange rate of reporting date are:

PARTICULARS	(Rs. in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
	USD	USD
Financial assets		
Trade receivables	-	-
Other assets	291.67	16.84
Financial liabilities		
Trade payables	-	-
Other liabilities	(73.23)	-
Net Exposure	118.45	16.84

SENSITIVITY ANALYSIS

Sensitivity analysis of 1% change in exchange rate at the end of reporting period net of hedges

PARTICULARS	(Rs. in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
	USD	USD
1% Depreciation in INR		
Impact on Profit & Loss	1.18	0.37
TOTAL	1.18	0.37
1% Appreciation in INR		
Impact on Profit & Loss	(1.18)	(0.37)
TOTAL	(1.18)	(0.37)

Sensitivity analysis is computed based on the changes in the receivables and payables in foreign currency upon conversion into functional currency, due to exchange rate fluctuations between the previous reporting period and the current reporting period.

(v) Commodity Risk

The Company's principle raw material(s) are a variety of steel. Company sources its raw material requirement from across the globe. Domestic market prices generally remain in sync with the international market prices.

Volatility in commodity, currency fluctuation of Rupee vis-à-vis other prominent currencies coupled with demand-supply scenario in the world market, affect the effective price and availability of steel for the Company. Company effectively manages availability of material as well as price volatility by expanding its source base, having appropriate contracts and commitments in place and planning its procurement and inventory strategy. The company financial risk management have developed and enacted a Risk Management strategy regarding Commodity Price risk and its mitigation.



Note 28 : Movement in deferred tax

Movement in deferred tax balances for the year ended March 31, 2023

(Rs. in Lakhs)

Particulars	As of April 1, 2022	Recognised in profit or loss	Recognised in OCI	As of March 31, 2023
Deferred Tax Assets(Net) in relation to :				
Expenses allowable on payment basis	-	0.06	-	0.06
Others	7.46	6.24	-	13.70
B/F Losses and Unabsorbed Depreciation	1.87	28.59	-	30.45
Deferred Tax Assets(Net)	9.33	34.90	-	44.22
Deferred Tax Liabilities(Net) in relation to :				
Property, Plant and Equipment and other Intangibles Assets	-	19.73	-	19.73
Deferred Tax Liabilities(Net)	-	19.73	-	19.73
Net Deferred tax Asset/ (Liabilities) Total (A)	9.33	15.16	-	24.49

Movement in deferred tax balances for the year ended March 31, 2022

(Rs. in Lakhs)

Particulars	As of April 1, 2021	Recognised in profit or loss	Recognised in OCI	As of March 31, 2022
Deferred Tax Assets(Net) in relation to :				
Others	-	7.46	-	7.46
B/F Losses and Unabsorbed Depreciation	-	1.87	-	1.87
Deferred Tax Assets(Net)	-	9.33	-	9.33
Deferred Tax Liabilities(Net) in relation to :				
Deferred Tax Liabilities(Net)	-	-	-	-
Net Deferred tax Asset/ (Liabilities) Total (A)	-	9.33	-	9.33

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income and the period over which deferred income tax assets will be recovered.



Note 29 : Income tax expense

(a) Amounts recognised in profit and loss

(Rs. in Lakhs)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
Current Income tax	-	-
Deferred tax	(15.16)	(9.33)
Total Income Tax expenses	(15.16)	(9.33)

(b) Reconciliation of effective income tax rate

(Rs. in Lakhs)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
Profit before tax	(92.16)	(54.35)
Company's domestic tax rate	17.16%	17.16%
Income tax using the Company's tax rate	-	-
Tax effect of:		
Deferred tax	(15.16)	(9.33)
Income tax as per Profit & Loss Account	(15.16)	(9.33)



Note 20 : Related Party Disclosure

(a) Parties where control exists whether or not transactions have taken place:

(i) Nature of Relationship	Name of Related Party
Holding Company	Flair Writing Industries Limited
(ii) Subsidiary of Holding Company	Flair Writing Equipments Private Limited
(iii) Enterprises over which any person described in (i) and (ii) above is able to influence (The Enterprises):	Flair Pen and Plastic Industries Flair Pens Limited

(b) Other Related Parties with whom transactions have taken place:

(i) Nature of Relationship	Name of Related Party
(ii) Key Managerial Personnel (KMP)	Rajesh Rathod Mohit Rathod Sumit Rathod

(c) Transactions with Related Parties

Sr. No.	Nature of Transaction	Type	(Rs. In Lakhs)	
			As at March 31, 2023	As at March 31, 2022
1	Rent Paid Flair Pens & Plastic Industries Flair Pens Limited	Enterprises over which any person described in (i) and (ii) above is able to influence (The Enterprises):	5.35	-
			1.42	1.12
2	Loan taken Flair Writing Industries Limited Rajesh K. Rathod Mohit K. Rathod Sumit V. Rathod	Holding Company Director Director Director	1,722.30	-
			25.92	41.43
			133.20	30.00
			112.87	196.10
3	Loan Repaid Flair Writing Industries Limited Rajesh Rathod Mohit Rathod Sumit Rathod	Holding Company Director Director Director	146.23	-
			31.48	35.87
			138.20	25.00
			193.97	115.00
4	Reimbursement of Expenses (Paid) Flair Writing Industries Limited Flair Pens Limited	Holding Company Enterprises over which any person described in (i) and (ii) above is able to influence (The Enterprises):	1.87	-
			0.13	0.07
5	Sales of Fixed Assets Flair Writing Equipments Private Limited	Subsidiary of Holding Company	-	48.93
			-	-
6	Interest Expenses Flair Writing Industries Limited Rajesh Rathod Sumit Rathod Mohit Rathod	Holding Company Director Director Director	32.40	-
			0.94	-
			6.63	-
			4.29	-
			-	-

Sr. No.	Nature of Transaction	Type	(Rs. In Lakhs)	
			As at March 31, 2023	As at March 31, 2022
1	Trade Payables Flair Pens Limited	Enterprises over which any person described in (i) and (ii) above is able to influence (The Enterprises):	0.25	0.89
			-	-
2	Trade receivables Flair Writing Equipments Private Limited	Subsidiary of Holding Company	-	57.75
			-	-
3	Loan payables Flair Writing Industries Limited Rajesh K. Rathod Mohit K. Rathod Sumit V. Rathod	Holding Company Director Director Director	1,405.23	-
			-	5.56
			-	5.00
			-	81.10



Note 31 : Capital Management

The Company's Capital Management is driven by the Company's policy to maintain a sound capital base to support the continuous development of its Business. The Board of Directors seek to maintain a prudent balance between different components of the Company's Capital. The Management monitors the Capital Structure and the Net Financial Debt at individual currency level. Net Financial Debt is defined as Current and Non-Current Financial Liabilities less Cash and Cash

Note 32 : Segment Reporting

Segment Information is presented in respect of the Company's key operating segments. The operating segments are based on the Company's Management and Internal Reporting Structure.

The Company's Board of Directors has been identified as the Chief Operating Decision Maker ('CODM'), since they are responsible for all major decisions with respect to the preparation and execution of Business Plan, preparation of Budget, Planning, alliance, Joint Venture, Merger and Acquisition, and expansion of any new facility.

Board of Directors review the operating results of its 'steel and its Allieds' business at Company level to assess its performance. Accordingly, there is only one reportable segment for the Company which is 'steel and its Allieds', involved in manufacturing and dealing in steel and its allieds. Hence, no specific disclosures have been made.

Note 33 : Corporate Social Responsibility Expenditure(CSR)

Since provision of Section 135 of the Act is not applicable to the Company in the relevant financial year and hence the Company has not made any provision for CSR Expenditure.

Note 34 : Leases

Lease expenses which were recognized as other Expenses has been substituted with depreciation expense for right of use asset and finance cost for interest accrued on lease liability. The impact of adoption of this standard on Profits is as follows-

(Rs. in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
(A) Reduction in Lease Rental	(5.35)	-
(B) Increase in Depreciation	4.45	-
(C) Increase in Interest	2.00	-
(D) Net Impact on Profit before Tax	1.10	-



Note 35 : Capital and Other Commitments

Particulars	(Rs. in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Estimated amount of contracts remaining to be executed on capital account and not provided for:	992.58	-

Note 36 : Contingent Liability

The Company does not have any Contingent Liability for the year ended March 31, 2023.

Note 37 : Additional regulatory information required by Schedule III of Companies Act, 2013**1.) Analytical Ratio Analysis**

Ratio	Numerator	Denominator	2022-2023			2021-22 Ratio	Variance (in %)	Explanation for change in the ratio by more than 25%
			Numerator	Denominator	Ratio			
Current Ratio (in times)	Current Assets	Current Liabilities	655.59	2,172.66	0.30	0.65	-0.54	
Debt-Equity Ratio (in times)	Total Debt	Total equity	2,682.77	277.98	9.65	2.61	2.69	
Debt service coverage ratio (in times)	Earning for Debt Service	Debt service	-47.35	689.93	-0.07	NA	-	
Return on equity ratio (in %)	Net Profit after taxes	Average total equity	-77.00	156.53	NA	NA	-	
Trade receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	-	-	NA	NA	-	
Trade Payable turnover ratio (in times)	Purchase	Average trade payables	348.28	9.85	35.37	NA	-	Increase due to production started in Current Year.
Inventory turnover ratio (in times)	Cost of goods sold	Average inventory	-14.23	199.78	-0.07	NA	-	
Net capital turnover ratio (in times)	Revenue from operations	Average working capital	-	-775.08	NA	NA	-	
Net profit ratio (in %)	Profit for the year	Revenue from operations	-77.00	-	NA	NA	-	
Return on capital employed (in %)	Profit before tax and finance costs	Capital employed	-18.42	2,960.75	NA	NA	-	
Return on investment (in %)	Net Profit after taxes	Total equity	-77.00	277.98	NA	NA	-	

The company started its commercial production in March, 2023. No sales has been taken place during the year. Hence no ratio has been calculated in terms of profitability.

2) Details of Benami Property:

No proceeding have been initiated or are pending against the Company for holding any Benami property under the Benami Transaction (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

3) Utilisation of borrowed funds and share premium:

(a) 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:

- 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)
- provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

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

- 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)
- provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

4) Compliance with number of layers of companies:

The Company has complied with the number of layers prescribed under the Companies Act, 2013.

5) Undisclosed Income:

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

6) Details of crypto currency or virtual currency:

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year

7) Valuation of Property, Plant and Equipment :

The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous

8) Willful Defaulter :

The Company is not declared as willful defaulter by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof or other lender in accordance with the guidelines on willful defaulters issued by the Reserve Bank of India.



9) Details of Transaction with Struck of Companies :

The Company do not have any transactions with Companies Struck off.

10) Registration of charges or satisfaction with Registrar of Companies

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

Note 38

The figures for the corresponding previous year has been regrouped/reclassified wherever necessary, to make them comparable.

As per our Report of even date

For Jeswani & Rathore
Chartered Accountants
(Firm Reg. No. 104202W)

Khushi G. Rathore
(Partner)
M.No. 012807



For and on behalf of the Board of Directors
Flair Cyrosil Industries Private Limited

Rajesh Rathod
(Director)
(DIN. 00122907)

Sumit Rathod
(Director)
(DIN. 02987687)

Place: Mumbai

Date:

08 JUN 2023

Flair Cyrosil Industries Private Limited

TRADE PAYABLE AS AT MARCH 31, 2023

MSME Party Creditors

(Amount in Rs.)

Particulars	Total Amount	0-6months	6-12months	1-2Years	More 3Year
Supreme Rubplast	3,43,628	3,43,628	-	-	-
Rita Industries	3,11,815	3,11,815	-	-	-
Kleanzone Systems India Private Limited	2,74,000	2,74,000	-	-	-
Bharti Electric Traders	2,30,100	2,30,100	-	-	-
V K Enterprises	63,720	63,720	-	-	-
Kheteshwar Hardware & Electrical	59,767	59,767	-	-	-
Sree Balaji Engineering Works	48,380	48,380	-	-	-
Vinals Marketing	39,825	39,825	-	-	-
Trinity Impressions	30,014	30,014	-	-	-
Sai Enterprise	26,196	26,196	-	-	-
Navdurga Rubber Works Private Limited	22,956	22,956	-	-	-
Parshwan Enterprise	15,454	15,454	-	-	-
Repro Graphics Private Limited	13,430	13,430	-	-	-
M.S. Enterprises	11,800	11,800	-	-	-
P G Enterprise	8,664	8,664	-	-	-
Siddhi Vinayak Safety	7,906	7,906	-	-	-
Maratha Roadlines	2,905	2,905	-	-	-
	15,10,660	15,10,660	-	-	-

Related Party Creditors

(Amount in Rs.)

Particulars	Total Amount	0-6months	6-12months	1-2Years	More 3Year
Flair Pens Limited	24,681	24,681	-	-	-
	24,681	24,681	-	-	-

Other Creditors

(Amount in Rs.)

Particulars	Total Amount	0-6months	6-12months	1-2Years	More 3Year
Pappu Yadav	7,310	7,310	-	-	-
Pooja Fabricators	11,700	11,700	-	-	-
Om Sai Metal	9,440	9,440	-	-	-
B.M.W. Printing Works	14,750	14,750	-	-	-
Chakreshwari Shipping Agency P. Ltd.	17,396	17,396	-	-	-
Venus Chemicalcentre	27,878	27,878	-	-	-
Aurama Traders	92,040	92,040	-	-	-
River Steel & Alloys	20,000	20,000	-	-	-
Vdrtech International Private Limited	74,100	74,100	-	-	-
	2,74,614	2,74,614	-	-	-

Payables on account of Purchase of Property, Plant and Equipment (Including MSME Creditors)

(Amount in Rs.)

Particulars	Total Amount
Moonlight	30,95,704
Dream Engineering	5,47,494
Uv Surface System	3,71,385
	40,14,583



Flair Cyrosil Industries Private Limited**Advance to Creditors and Advance from Debtors Listing as on 31st March 2023**

Advance to Capital Creditors		(Amount in Rs.)
PARTICULARS	AMOUNT	
Manav Rubber Machinery Pvt Ltd	28,35,200	
Hengxin Industry Co., Limited	36,84,000	
Guangzhou Shangguan Machinery Co., Ltd.	2,35,38,350	
Ningbo Kingmold Machinery Co. Ltd	19,45,008	
	3,20,02,558	

Advance to MSME Creditors		(Amount in Rs.)
PARTICULARS	AMOUNT	
Sharp Engineering	3,760	
Vandana Chandelier	19,674	
Sunelec Infra Llp	41,300	
Gmm Coatings Private Limited	49,000	
Indovision Tool Room	4,73,670	
	5,87,404	

Advance to Other Creditors		(Amount in Rs.)
PARTICULARS	AMOUNT	
ICICI Lombard General Insurance Co Ltd	22,342	
SGS India Private Limited	26,550	
Dakshin Gujarat Vij Company Ltd	87,724	
Hyderabad Law Associates	50	
Vinsyst Technologies	1,055	
	1,37,721	

Advance from (Supplier) Trade Receivables		(Amount in Rs.)
PARTICULARS	AMOUNT	
The Coleman Company , Inc	1,73,22,714	
	1,73,22,714	

