

INDEPENDENT AUDITOR'S REPORT

To the Members of Arvind Smart Homes Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Arvind Smart Homes Private Limited ("the Company"), which comprise the Balance sheet as at March 31 2025, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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, 2024, its loss including other comprehensive income, its cash flows and the changes in equity 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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 Director's Report but does not include the financial statements and our auditor's report thereon.

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

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

Responsibility of Management 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, cash flows and changes in equity 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph (i)(vi) below on reporting under Rule 11(g);
 - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of accounts;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act;

- (f) The modification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph (b) above on reporting under Section 143(3)(b) and paragraph (i)(vi) below on reporting under Rule 11(g);
- (g) With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in “Annexure 2” to this report;
- (h) The provisions of section 197 read with Schedule V of the Act are applicable to the Company for the year ended March 31, 2025;
- (i) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations on its financial position ;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv.
 - a) The management has represented that as disclosed in the note 37 to the financial statements, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The management has represented that as disclosed in the note 37 to the financial statements, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c) Based on such audit procedures performed 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 under sub-clause (a) and (b) contain any material misstatement.
 - v. No dividend has been declared or paid for the year ended March 31, 2025 by the Company.

- vi. Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that, audit trail feature is not enabled for certain changes made, if any using privileged/administrative access rights, as described in note 38 to the financial statements. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with, in respect of accounting software where the audit trail has been enabled.

Additionally, the audit trail of prior year has been preserved by the Company as per the statutory requirements for record retention to the extent it was enabled and recorded in the respective years.

For **S R B C & C O L L P**

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003

per Shreyans Ravrani

Partner

Membership Number: 062906

UDIN: 25062906BMGYKT1230

Place of Signature: Ahmedabad

Date: May 20, 2025

ANNEXURE 1 REFERRED TO IN PARAGRAPH ON REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS OF OUR REPORT OF EVEN DATE OF ARVIND SMART HOMES PRIVATE LIMITED FOR THE YEAR ENDED MARCH 31, 2025

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) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

(a) (B) The Company has not capitalized any intangible assets in the books of the Company and accordingly, the requirement to report on clause 3(i)(a)(B) of the Order is not applicable to the Company.

(b) Property, plant and equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.

(c) There is no immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), held by the Company and accordingly, the requirement to report on clause 3(i)(c) of the Order is not applicable to the Company.

(d) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year ended March 31, 2025 accordingly, the requirement to report on clause 3(i)(d) of the Order is not applicable to the Company.

(e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate. Discrepancies of 10% or more in aggregate for each class of inventory were not noticed on such physical verification.

(b) The Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) (a) During the year the Company has not provided loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a) of the Order is not applicable to the Company.

(b) During the year the Company has not made investments, provided guarantees, provided security and granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(b) of the Order is not applicable to the Company.

(c) The Company has not granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(c) of the Order is not applicable to the Company.

(d) The Company has not granted loans or advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(d) of the Order is not applicable to the Company.

(e) There were no loans or advance in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.

(f) The Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.

(iv) There are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.

(v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

(vi) The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.

(vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, income tax, cess and other statutory dues applicable to it. The payment of provident fund, ESIC, sales-tax, service tax, duty of customs, duty of excise and value added tax is not applicable to the Company. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) There are no dues of goods and services tax, income tax, cess and other statutory dues which have not been deposited on account of any dispute.

(viii) The Company has not surrendered or disclosed any transaction, previously unrecorded 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 loans or other borrowings or in the payment of interest thereon to any lender.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) Term loans were applied for the purpose for which the loans were obtained.

(d) On an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.

(e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.

(f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on Clause 3(ix)(f) of the Order is not applicable to the Company.

- (x) (a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

(b) The Company has complied with provisions of sections 42 and 62 of the Companies Act, 2013 in respect of the private placement of optionally convertible debentures during the year. The funds raised, have been used for the purposes for which the funds were raised.

- (xi) (a) No fraud by the Company or no material fraud on the Company has been noticed or reported during the year.

(b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor/ secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

- (xii) The company is not a nidhi company as per the provisions of companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the order is not applicable to the company.

- (xiii) Transactions with the related parties are in compliance with sections 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of section 177 are not applicable to the Company and accordingly the requirements to report under clause 3(xiii) of the Order insofar as it relates to section 177 of the Act is not applicable to the Company.

- (xiv) (a) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(a) of the Order is not applicable to the Company.

(b) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(b) of the Order is not applicable to the Company.

- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.

- (xvi) (a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause 3(xvi)(a) of the Order is not applicable to the Company.

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.

(d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.

- (xvii) The Company has incurred cash losses amounting to Rs. 1,878.92 Lacs in current year and amounting to Rs. 2,148.73 Lacs in the immediately preceding financial year respectively.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note 28 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The provisions of Section 135 to the Companies Act, 2013 in relation to Corporate Social Responsibility is not applicable to the Company. Accordingly, the requirement to report on clause 3(xx)(b) of the Order is not applicable to the Company.

For **S R B C & CO LLP**

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003

per Shreyans Ravrani

Partner

Membership Number: 062906

UDIN:

Place of Signature: Ahmedabad

Date: May 20, 2025

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF ARVIND SMART HOMES PRIVATE LIMITED**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to financial statements of Arvind Smart Homes Private Limited ("the Company") as of March 31, 2025 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls over financial reporting, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to these financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to these financial statements.

Meaning of Internal Financial Controls With Reference to these Financial Statements

A company's internal financial controls over financial reporting with reference to these financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to these financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls With Reference to Financial Statements

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

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to these financial statements and such internal financial controls with reference to these financial statements were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **S R B C & CO LLP**

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003

per Shreyans Ravrani

Partner

Membership Number: 062906

UDIN: 25062906BMGYKT1230

Place of Signature: Ahmedabad

Date: May 20, 2025

Arvind Smart Homes Private Limited
Balance Sheet as at 31st March, 2025
(Amount in INR lacs unless stated otherwise)

	Note	As at 31st March, 2025	As at 31st March, 2024
ASSETS			
Non-current assets			
Property, plant and equipment	3	83.98	10.47
Deferred tax asset (net)	23	1,179.65	705.47
Other non-current assets	8	2.50	-
Income tax assets (net)		89.67	91.71
Total non-current assets		1,355.79	807.65
Current Assets			
Inventories	6	31,824.07	27,836.25
Financial Assets			
(i) Investments	4	4,598.26	1,626.64
(ii) Cash and cash equivalents	5	318.78	467.80
(iii) Other financial assets	7	2,850.00	2,850.00
Other current assets	8	4,436.08	3,890.46
Total Current Assets		44,027.18	36,671.15
Total Assets		45,382.97	37,478.80
EQUITY AND LIABILITIES			
Equity			
Equity share capital	9	2,101.00	2,101.00
Other Equity	10	(3,507.09)	(2,097.35)
Total Equity		(1,406.09)	3.65
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
(i) Borrowings	12	6,092.02	4,894.04
Total Non-Current Liabilities		6,092.02	4,894.04
Current Liabilities			
Financial Liabilities			
(i) Borrowings	12	9,892.99	16,586.09
(ii) Trade Payables			
Total outstanding dues of micro enterprise and small enterprises	13	0.00	11.96
Total outstanding dues of creditors other than micro enterprise and small enterprises	13	938.08	393.15
(iii) Other Financial Liabilities	11	1,549.23	1,978.48
Other Current Liabilities	14	28,316.74	13,611.43
Total Current Liabilities		40,697.04	32,581.11
Total Equity and Liabilities		45,382.97	37,478.80
Summary of Material Accounting Policies	2.2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For **S R B C & CO LLP**

Chartered Accountants

ICAI Firm Registration No. 324982E/E300003

For and on Behalf of Board of Directors of
Arvind SmartHomes Private Limited
CIN: U70109GJ2022PTC134678

per Shreyans Ravrani
Partner
Membership No. : 062906

Mitanshu Shah
CFO
Dharmesh Vara
Company Secretary

Prakash Makwana
Director
DIN:00008382
Avinash Suresh
Director
DIN:07859702

Place : Ahmedabad
Date : 20th May, 2025

Place : Ahmedabad
Date : 20th May, 2025
Place : Ahmedabad
Date : 20th May, 2025

Arvind Smart Homes Private Limited
Statement of Profit and Loss for the year ended 31st March,2025
(Amount in INR lacs unless stated otherwise)

	Note	For the year 2024-25	For the year 2023-24
Income			
Revenue From Operations	15	1.00	1.00
Other Income	16	477.53	162.76
Total Income		478.53	163.76
EXPENSES			
Cost of construction materials and components consumed	17	508.41	118.67
Land development costs	18	701.99	11,111.88
Construction and labour costs		1,161.50	1,221.43
Changes in Inventories	19	(3,983.01)	(13,606.76)
Employee benefit expenses	20	616.23	362.04
Finance costs	21	2,765.66	2,409.11
Depreciation and amortisation expense	3	5.00	0.98
Other Expenses	22	586.65	696.13
Total Expenses		2,362.44	2,313.47
Loss before tax		(1,883.92)	(2,149.71)
Tax expense:			
Current Tax		-	-
Deferred tax credit	23	(474.18)	(541.08)
Loss for the year		(1,409.73)	(1,608.63)
Other Comprehensive Income		-	-
Total Comprehensive Income for the year		(1,409.73)	(1,608.63)
Earnings per equity share (nominal value per share ₹ 10/- (31st March 2024: ₹ 10/-))	24		
Basic		(6.71)	(7.66)
Diluted		(6.71)	(7.66)

Summary of Material Accounting Policies

2.2

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For S R B C & CO LLP

Chartered Accountants

ICAI Firm Registration No. 324982E/E300003

per Shreyans Ravrani

Partner

Membership No. : 062906

For and on Behalf of Board of Directors of

Arvind SmartHomes Private Limited

CIN: U70109GJ2022PTC134678

Mitanshu Shah

CFO

Dharmesh Vara

Company Secretary

Prakash Makwana

Director

DIN:00008382

Avinash Suresh

Director

DIN:07859702

Place : Ahmedabad

Date : 20th May,2025

Place : Ahmedabad

Date : 20th May,2025

Place : Ahmedabad

Date : 20th May,2025

Arvind Smart Homes Private Limited
Cash Flow Statement for the year ended on 31st March, 2025
(Amount in INR lacs unless stated otherwise)

Particulars	For the year 2024-25	For the year 2023-24
A. Cash flow from operating activities		
Loss before tax	(1,883.92)	(2,149.71)
Adjustments to reconcile loss before tax to net cash flow		
Depreciation and amortization expense	4.28	0.98
Finance cost	2,765.66	2,409.11
Operating profit before working capital changes	886.03	260.38
Adjustments for		
Increase in trade payables	532.97	200.80
Increase in other liabilities	14,705.33	11,183.35
(Increase) in inventories	(3,987.82)	(13,677.82)
Decrease/(Increase) in other non current assets	(546.08)	2,691.30
(Increase) in other current assets	-	(2,849.86)
Cash generated from operations	11,590.43	(2,191.85)
Direct taxes paid (Net of refund)	-	-
Net cashflow (used in) operating activities	11,590.43	(2,191.85)
B. Cash flow from investing activities		
(Investment)/Redemption in mutual funds (net)	(2,971.62)	475.44
Purchase of Property, Plant and Equipment	(78.35)	(7.51)
Proceeds from Sale of Property, Plant and Equipment	0.53	-
Net cashflow generated from/(used in) in investing activities	(3,049.43)	467.93
C. Cash flow from financing activities		
Borrowings repaid	(12,004.19)	(10,623.50)
Borrowings taken	5,311.09	13,420.30
Issue of optionally convertible debentures	4,900.00	3,000.00
Redemption of optionally convertible debentures	(4,000.00)	(4,200.00)
Finance cost paid	(2,896.92)	(860.08)
Net cashflow (used in) generated from financing activities	(8,690.02)	736.72
(Decrease) in cash and cash equivalents	(149.02)	(987.20)
Cash and cash equivalents at the beginning of the year/period	467.80	1,455.00
Cash and cash equivalents at the end of the year/period	318.78	467.80
Components of Cash and cash Equivalents (Refer note - 5)		
Balances with Banks	318.78	339.07
Cash in hand	-	3.73
Deposits with original maturity of less than three months	-	125.00
	318.78	467.80

Summary of Material Accounting Policies

2.2

The accompanying notes are an integral part of the financial statements.

- The Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7 'Statement of Cash Flows' notified under section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Indian Accounting Standard) Rules 2015 (as amended).
- Changes in liabilities arising from financing activities :

Particulars	April 1, 2024	Cash flow	Changes in Fair value/Accruals	Other	March 31, 2025
Borrowings (Note 12)	21,480.12	(5,495.11)	-	-	15,985.00
Accrued interest (Note 11)	1,978.48	(3,326.17)	2,896.92	-	1,549.23
Total liabilities from financing activities	23,458.59	(8,821.28)	2,896.92	-	17,534.23

Particulars	April 1, 2023	Cash flow	Changes in Fair value/Accruals	Other	March 31, 2024
Borrowings (Note 12)	16,258.69	5,221.43	-	-	21,480.12
Accrued interest (Note 11)	529.02	1,449.46	-	-	1,978.48
Total liabilities from financing activities	16,787.70	6,670.89	-	-	23,458.59

- Figures in brackets indicate outflow.

The accompanying notes are an integral part of these Standalone financial statements.
As per our report of even date

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration No: 324982E/E300003

For and on Behalf of Board of Directors of
Arvind SmartHomes Private Limited
CIN: U70109GJ2022PTC134678

per Shreyans Ravrani
Partner
Membership No. : 062906

Mitanshu Shah
CFO
Dharmesh Vara
Company Secretary

Prakash Makwana
Director
DIN:00008382
Avinash Suresh
Director
DIN:07859702

Place : Ahmedabad
Date : 20th May,2025

Place : Ahmedabad
Date : 20th May,2025
Place : Ahmedabad
Date : 20th May,2025

4 Investments

Particulars	Current portion	
	31st March, 2025	31st March, 2024
Quoted		
Investment carried at fair value through profit or loss		
Investments in Mutual Funds		
1226299.307 (31st March, 2024 :Nil) Units of Axis Arbitrage Fund - Direct Growth		
3538.602 (31st March, 2024 :Nil) Units of Axis Liquid Fund - Regular - Growth	244.61	
83434.996 (31st March, 2024 :Nil) ICICI Prudential Liquid Fund - Direct Growth	102.04	-
5183630.57 (31st March, 2024 :Nil) Units Kotak Equity Arbitrage Fund - Direct Plan Growth	320.30	
6960547.879 (31st March, 2024 :Nil) Units Mirae Asset Arbitrage Fund - Direct Plan Growth	2,039.90	-
2736155.468 (31st March, 2024 :Nil) Units SBI Arbitrage Opportunities Direct Plan Growth	925.20	
Nil (31st March, 2024:18,218.6050) Units of HDFC Liquid Fund - Reg - Growth	966.22	
Nil (31st March, 2024:3,346.6150) Units of SBI Liquid Fund - Reg - Growth	-	855.89
Nil (31st March, 2024:16436.2910) Units UTI Liquid Fund - Cash Plan - Regular - Growth	-	125.35
Aggregate book and market value of quoted investments	-	645.40
	<u>4,598.78</u>	<u>1,626.64</u>

Note : (i) Aggregate value of impairment of investment is Rs. Nil

5 Cash and Cash Equivalents

Particulars	31st March, 2025	31st March, 2024
Balance with Banks in current accounts	318.78	339.07
Cash in hand	-	3.73
Deposits with original maturity of less than three months	-	125.00
	<u>318.78</u>	<u>467.80</u>

Includes deposits held in escrow account for a project under Real Estate (Regulation and Development) Act, 2016 ("RERA") of ₹ Nil lakhs (31 March 2024: ₹ 26.24). The money can be utilised for payment of the specified projects.

6 Inventories (At lower of cost and net realisable value)

Particulars	31st March, 2025	31st March, 2024
Construction work-in-progress	31748.20	27,765.19
Construction materials and components	75.87	71.06
	<u>31,824.07</u>	<u>27,836.25</u>

7 Other Current financial assets

Particulars	31st March, 2025	31st March, 2024
(Unsecured, considered good)		
Advance for Lands	2,850.00	2,850.00
	<u>2,850.00</u>	<u>2,850.00</u>

Note: (i) Advance for land though unsecured, are considered good as the advances have been given based on arrangement/memorandum of understanding executed by the company and the company/seller/intermediary is in the course of obtaining clear and marketable title, free from all encumbrances, including for certain properties under litigation.

(ii) No advances are due from directors or other officers of the company, either severally or jointly with any other person.

8 Other Current assets

Particulars	Non current portion		Current portion	
	31st March, 2025	31st March, 2024	31st March, 2025	31st March, 2024
(Unsecured, considered good)				
Advance to Suppliers	-	-	-	-
Balance With Government Authorities	-	-	17.79	-
Deposits	-	-	20.00	20.00
Other receivables	-	-	279.57	105.56
Advance for Land	-	-	4116.46	3,763.78
Prepaid Expenses	-	-	2.26	1.12
Bank Deposits	2.50	-	-	-
	<u>2.50</u>	<u>-</u>	<u>4,416.08</u>	<u>3,890.46</u>

Note: (i) Advance for land though unsecured, are considered good as the advances have been given based on arrangement/memorandum of understanding executed by the company and the company/seller/intermediary is in the course of obtaining clear and marketable title, free from all encumbrances, including for certain properties under litigation.

(ii) No advances are due from directors or other officers of the company, either severally or jointly with any other person.

9 Share Capital

Particulars	31st March, 2025	31st March, 2024
(a) Authorised		
2,50,00,000 Equity Shares of Rs. 10/- each	2,500.00	2,500.00
(b) Issued, subscribed and fully paid-up		
2,10,10,000 Equity Shares of Rs. 10/- each	2,101.00	2,101.00

(c) Reconciliation of shares outstanding at the beginning and at the end of the reporting year/period

Particulars	31st March, 2025		31st March, 2024	
	No. of Shares	Amount	No. of Shares	Amount
Outstanding at beginning of the year/period	2 10 10 000	2 101	2 10 10 000	2 101
Outstanding at end of the year/period	<u>2 10 10 000</u>	<u>2 101</u>	<u>2 10 10 000</u>	<u>2 101</u>

(d) Terms/Rights attached to the equity shares

(i) The company has only one class of shares referred to as equity shares having a par value of ₹10/-. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividend in Indian rupees. The dividend recommend by Board of Directors is subject to the approval of the share holders in the ensuing Annual General Meeting.

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

(e) Details of shareholders holding more than 5% in the shareholding of the company and shares held by holding company

Name of the shareholder	31st March, 2025		31st March, 2024	
	No. of Shares	% Holding	No. of Shares	% Holding
Equity shares of Rs.10 each, fully paid				
Arvind SmartSpaces Limited	2 10 10 000	100%	2 10 10 000	100%

The above details is as per records of the company, including its register of shareholders / Members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares. Other Requisite details under this clause is not applicable.

(f) Details of shares held by promoters

As at 31 March 2025

Class of Shares	Promoter Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% change during the year
Equity shares of INR 10 each fully paid	Arvind SmartSpaces Limited	2 10 10 000	-	2 10 10 000	-
Total		<u>2 10 10 000</u>	<u>-</u>	<u>2 10 10 000</u>	<u>-</u>

As at 31 March 2023

Class of Shares	Promoter Name	No. of shares at the beginning of the period	Change during the period	No. of shares at the end of the period	% change during the period
Equity shares of INR 10 each fully paid	Arvind SmartSpaces Limited	2,10,10,000.00	-	2 10 10 000	-
Total		<u>2,10,10,000.00</u>	<u>-</u>	<u>2 10 10 000</u>	<u>-</u>

10 Other Equity	31st March, 2025	31st March, 2024
Particulars		
(Deficit)/Surplus in the statement of profit and loss		
Balance at the beginning of the year	(2,097.35)	(488.72)
Add: Loss for the year/period	(1,409.73)	(1,608.63)
Balance at the end of the year	(3,507.09)	(2,097.35)
Total Other Equity	(3,507.09)	(2,097.35)
(i) Retained earnings are the profits/(loss) that the Company has earned/(incurred) till date, less any transfers to general reserve.		

11 Other Financial Liabilities		Non current portion		Current portion	
Particulars		31st March, 2025	31st March, 2024	31st March, 2025	31st March, 2024
Interest accrued		-	-	1,549.23	1,978.48
		-	-	1,549.23	1,978.48

(i) For amounts due and other terms and conditions relating to related party receivables, refer Note 33

12 Borrowings				
Particulars	Non current portion		Current portion	
	31st March, 2025	31st March, 2024	31st March, 2025	31st March, 2024
Liability Component of Compound Financial Instrument	6,092.02	4,894.03	-	-
Loan From Holding Company	-	-	9,892.99	16,586.09
	6,092.02	4,894.04	9,892.99	16,586.09

(i) The loan from holding company is repayable on demand with 10% interest rate (March 31, 2023 : 10%)

(ii) For amounts due and other terms and conditions relating to related party receivables, refer Note 33

Nature of Securities:

(i) 3% redeemable optionally convertible debentures - NIL (March 31, 2024 : 4000) having face value of ₹ 1,00,000 (March 31, 2024 : ₹ 1,00,000) each. These debentures are secured by first ranking exclusive charge against land , inventory and receivables of Arvind Orchards project.

(ii) 3% redeemable optionally convertible debentures - 4900 (March 31, 2024 : NIL) having face value of ₹ 1,00,000 (March 31, 2024 : NIL) each. These debentures are secured by first ranking exclusive charge against land , inventory and receivables of Arvind Skycrest project.

3% ms:

3% redeemable optionally convertible debentures The company has issued Optionally Convertible Redeemable Debentures ("OCRD") having a coupon rate @ 3% p.a. The term of the Debentures shall be 8 (Eight) years from the date of allotment of first tranche of Debenture or such date as may be extended by mutual agreement between the Subsidiary Company and Debenture holder subject to maximum of 10 (Ten) years unless redeemed or converted earlier. At the option of debenture holder, these OCRD are convertible into equity shares at a ratio which will be mutually agreed upon between the Debenture holders and the Company at any time on or before 8 years extendable to 10 years after obtaining prior written approval of all the holders of Debentures and all the Shareholders. The resulting shares upon conversion shall rank pari-passu in all respect with the existing equity shares issued by Subsidiary Company.

13 Trade Payables	31st March, 2025	31st March, 2024
Particulars		
Total Outstanding dues of micro and small enterprises	-	11.96
For Goods and services	-	-
Total Outstanding dues of creditors other than micro and small enterprises	938.08	393.15
For Goods and services *	938.08	405.11

* Trade Payable includes INR 18.02 lacs (31st March, 2024: NIL lacs) payable on account of procurement of land.

Note 1: Trade payables Aging Schedule

As at 31st March, 2025					
Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Total outstanding dues of micro enterprises and small enterprises (MSME)	-	-	-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises (Others)	865.84	72.24	-	-	938.08
(iii) Disputed dues of micro enterprises and small enterprises (MSME)	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises (Others)	-	-	-	-	-
	865.84	72.24	-	-	938.08

As at 31 March 2024					
Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Total outstanding dues of micro enterprises and small enterprises (MSME)	11.96	-	-	-	11.96
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises (Others)	385.37	7.78	-	-	393.15
(iii) Disputed dues of micro enterprises and small enterprises (MSME)	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises (Others)	-	-	-	-	-
	397.33	7.78	-	-	405.11

Note 3: Trade payables for goods and services are non-interest bearing and are majorly settled on 30 to 90 days terms

Note 4: Based on Information and records available with company, details of suppliers who are registered as micro, small or medium enterprise under "The Micro, Small and Medium Enterprise Development Act, 2006" (Act) till 31st March, 2025 is as mentioned below. This has been relied upon by the auditors.

On the basis of the information and records available with management, details of dues to micro and small enterprises as defined under the MSMED Act, 2006 are as below:

Particulars	As at 31st March, 2025	As at 31st March, 2024
Principal amount remaining unpaid to any supplier as at the year end	-	11.96
Interest due thereon	-	-
Amount of interest paid in terms of section 16 of the MSMED, along with the amount of	-	-
Amount of interest due and payable for the period of delay in making payment (which	-	-
Amount of interest accrued and remaining unpaid at the end of the accounting year.	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the	-	-

Note 5: Refer Note 32 for company's credit risk management process.

Note 6: For amounts due and terms and conditions relating to related party payables, refer Note 33

14 Other Current Liabilities	31st March, 2025	31st March, 2024
Particulars		
Advances from customers (Refer Note 33 - contract liabilities and Related Party Note)	28,316.76	13,125.41
Statutory Dues	-	91.16
Other Payables	(0.01)	394.86
	28,316.74	13,611.43

15 Revenue from Operations

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Other Operating Revenue		
Plot Cancellation and Transfer Fees	(1.00)	1.00
	(1.00)	1.00

16 Other Income

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Interest on Fixed Deposit	(121.51)	3.00
Gain on sale of Mutual funds	(356.02)	156.50
Income Tax Refund	-	0.76
Miscellaneous	-	2.50
	(477.53)	162.76

17 Cost of construction materials and components consumed

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Inventory at the beginning of the year/period	71.06	-
Add : Purchases (net)	513.22	189.73
Less : Inventory at the end of the year/period	(75.87)	(71.06)
Cost of construction materials and components consumed	508.41	118.67

18 Land Development Costs

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Land cost	701.99	11,111.89
	701.99	11,111.88

19 Changes in Inventories

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Closing Stock		
Construction work-in-progress	31,748.20	27,765.19
Opening Stock		
Construction work-in-progress	27,765.19	14,158.43
(increase) in inventories	(3,983.01)	(13,606.76)

20 Employee benefit expenses

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Salary, Allowances, Wages & Bonus (Refer Note 33 - related party transactions)	618.30	359.98
Staff Welfare expenses	(7.06)	2.06
	616.23	362.04

21 Finance costs

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Interest on		
Inter Corporate Deposits	1,721.57	1,610.51
Unwinding Cost on OCOs from Related Parties	50.00	50.00
Unwinding Cost on OCOs from Others	372.34	427.58
Redemption Premium on OCOs from others	621.95	321.02
	2,765.86	2,409.11

Note : Net of interest amounting to ₹ 668.55 lacs (FY: ₹ 748.59 lacs) inventorised to qualifying construction work-in-progress.

22 Other Expenses

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Travelling expenses	2.96	8.69
Power & Fuel	23.01	10.44
Advertisement	37.11	50.34
Brokerage & Commission Charges	87.67	221.45
Legal and Professional Charges	273.52	372.58
Secretarial expenses	0.29	0.90
Auditors Remuneration (Refer note a)	2.25	2.25
Insurance Charges	1.49	2.98
Security Expenses	-	3.19
Statutory Fees	144.82	2.66
Site admin and General expense	0.15	15.29
Miscellaneous Expenses	6.89	5.36
Int on late payment GST Charges	4.40	-
Property Tax	2.10	-
	586.65	696.13
a. Payment to Auditors		
Statutory Audit Fees	2.25	2.25
	2.25	2.25

23 Income Tax

(a) Tax expenses
The major components of income tax expenses for the period ended 31st March, 2024:

Statement of Profit and Loss :

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Profit or loss section :		
Current income tax	-	-
Current income tax charge	-	-
Deferred tax		
Relating to origination and reversal of temporary differences	474.18	541.08
Income tax expense reported in the statement of profit or loss	474.18	541.08
OCI section :		
Deferred tax related to items recognised in OCI during the year :		
Net loss/(gain) on remeasurements of defined benefit plans	-	-
Income tax effect recognised in OCI	-	-

(b) Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31st March 2024

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Accounting profit/(loss) before income tax	(1,621.64)	(2,149.71)
Tax on accounting profit at statutory income tax rate 25.17%	(408.17)	(541.08)
Adjustment in respect of current income tax of previous years	-	-
Income exempt from taxes / income already offered in Previous years	-	-
Expenses disallowed	-	-
Revaluation of deferred tax asset due to change in tax rate (refer note below)	-	-
Others	-	-
Tax expense reported in the statement of profit or loss	(408.17)	(541.08)

(c) Deferred tax

Particulars	Balance sheet		Other Comprehensive Income		Statement of profit and loss	
	As at 31st March, 2025	As at 31st March, 2024	For the year ended 31st March, 2025	For the year ended 31st March, 2024	For the year ended 31st March, 2025	For the year ended 31st March, 2024
a) Deferred Tax Assets						
Impact of carried forward losses	1,179.65	705.47	-	-	474.18	541.08
Gross deferred tax assets	1,179.65	705.47	-	-	474.18	541.08
Deferred tax expense/(income)			-	-	474.18	541.08
Deferred tax assets/(liabilities)	1,179.65	705.47				

Deferred tax asset is recognized on unabsorbed depreciation and carry forward losses to the extent it is probable that future taxable profits will be available against which the deductible temporary differences, unabsorbed depreciation and carried forward tax losses can be utilised. The Company has tax losses comprising business loss that are available for offsetting against future taxable profit for eight years and unabsorbed depreciation available for offsetting against future taxable profits. Based upon margin from sale of existing projects, the Company believes there is reasonable certainty that deferred tax asset will be recovered.

24 Earnings per share

Basic EPS is calculated by dividing the profit for the year attributable to equity shareholders by weighted average number of equity shares outstanding during the year. Diluted EPS is calculated by dividing the profit for the year attributable to equity shareholders 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 table reflects the income and share data used in the basic and diluted EPS computation.

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

Particulars	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Earnings per share (Basic and Diluted)		
Net loss after tax	(1,409.73)	(1,608.62)
Weighted average number of equity shares (Nos)	2,10,10,000	2,10,10,000
Nominal value of the share (₹)	10	10
Basic and diluted earnings per share	(6.71)	(7.66)

26 Commitments and Contingencies

As at 31st March 2025, the company has given net advance of ₹ 6966.46/- (31st March, 2024: ₹ 6613.78) for purchase of land. Under the agreements executed with the land owners, the company is required to make further payments based on the agreed terms.

27 Segment Reporting

The Company's primary business is development of real estate comprising of residential, commercial and industrial projects. The Company's performance for operation as defined in Ind AS 108 is evaluated as a whole by the Directors who are chief operating decision maker ('CODM') of the Company based on which development of real estate activities are considered as a single operating segment. The Company reports geographical segment which is based on the areas in which major operating divisions of the Company operate and the entire operations are based only in India and hence no further disclosures are made in this regard. During the year 2024-25 and 2023-24, no single external customer has generated revenue of 10% or more of the Company's total revenue.

28 Ratio Analysis and its elements

Ratio	Numerator	Denominator	31-Mar-25	31-Mar-24	% change	Reason for variance
Current ratio	Current Assets	Current Liabilities	1.47	2.29	-36%	There has been Increase in Current Liabilities due to Increase in Borrowings and advance from Customers.
Debt- Equity Ratio	Total Debt	Shareholder's Equity	*	*	-100%	There has been decrease in borrowings.
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	0.10	0.05	95%	There has been increase in Repayments during the Current Year.
Return on Equity ratio	Net Profits after taxes	Average Shareholder's Equity	201%	-199%	-201%	There has been decrease in Shareholders Equity due to the loss Incurred during the year
Inventory Turnover ratio	Cost of goods sold	Average Inventory	*	*	*	*
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales	Average Trade Receivable	*	*	*	*
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	7.92	4.63	71%	There has been an decrease in purchases during the year
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets - Current Liabilities	*	*	*	*
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	*	*	*	*
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	8.41%	1.25%	574%	*
Return on Investment * Not Applicable	Interest (Finance Income)	Investment	7.05%	7.05%	0%	*

29 Capital Management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board of Directors of the Company seek to maintain a balance between the higher returns that might be possible with higher level of borrowings and advantages of a sound capital position.

The Company monitors capital using a net debt to equity ratio, which is as follows:

- Equity includes equity share capital and all other equity components attributable to the equity holders.
- Net debt includes borrowings (non-current and current) less cash and cash equivalents

Particulars	March 31, 2025	March 31, 2024
Borrowings	15,985.00	21,480.13
Less: Cash and cash equivalents	(318.78)	(467.80)
Net Debt (A)	15,666.22	21,012.32
Equity share capital	2,101.00	2,101.00
Other equity	(3,507.09)	(2,097.35)
Total Equity (B)	(1,406.09)	3.65
Gearing Ratio (C=A/B)	NA	NA

Arvind Smart Homes Private Limited
Statement of Changes in Equity for the year ended 31st March, 2025
(Amount in INR lacs unless stated otherwise)

A. Equity share capital (Refer Note 9)
F.Y. 2024-25

Particulars	Balance at the April 01, 2024	Balance at the end of March 31, 2025
Equity Shares of Rs 10 each Issued, Subscribed and fully paid up	210.10	210.10
	210.10	210.10

F.Y. 2023-24

Particulars	Balance at the April 01, 2023	Balance at the end of March 31, 2024
Equity Shares of Rs 10 each Issued, Subscribed and fully paid up	210.10	210.10
	210.10	210.10

B. Other Equity (Refer Note 10)
For the year ended 31 March,2025

Particulars	Reserves & Surplus	Total other equity
As at 1st April, 2024	(2,097.35)	(2,097.35)
Loss for the year (Refer note 10)	(1,409.73)	(1,409.73)
As at 31st March, 2025	(3,507.09)	(3,507.09)

For the year ended 31 March,2024

Particulars	Reserves & Surplus	Total other equity
As at 1st April, 2023	(488.72)	(488.72)
Loss for the period (Refer note 10)	(1,608.63)	(1,608.63)
As at 31st March, 2024	(2,097.35)	(2,097.35)

Summary of Material Accounting Policies

2.2

The accompanying notes are an integral part of the financial statements.
As per our report of even date

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration No. 324982E/E300003

per Shreyans Ravrani
Partner
Membership No. : 062906

Place : Ahmedabad
Date : 20th May,2025

For and on Behalf of Board of Directors of
Arvind SmartHomes Private Limited
CIN: U70109GJ2022PTC134678

Mitanshu Shah
CFO
Dharmesh Vara
Company Secretary

Prakash Makwana
Director
DIN:00008382
Avinash Suresh
Director
DIN:07859702

Place : Ahmedabad
Date : 20th May,2025
Place : Ahmedabad
Date : 20th May,2025

30 Fair value disclosures for financial assets and financial liabilities

Set out below is a comparison, by class, of the carrying amounts and fair value of the Company's financial instruments:

Particulars	Carrying amount		Fair value	
	31st March, 2025	31st March, 2024	31st March, 2025	31st March, 2024
Financial assets measured at amortised cost				
Cash and cash equivalents (Refer Note 5)	318.78	467.80	318.78	467.80
Other Current financial assets (Refer Note 7)	2,850.00	2,850.00	2,850.00	2,850.00
Total	3,168.78	3,317.80	3,168.78	3,317.80
Financial assets measured at Fair Value Through Profit or Loss				
Investments in Mutual Funds (Refer Note 4)	4,598.26	1,626.64	4,598.26	1,626.64
Total	4,598.26	1,626.64	4,598.26	1,626.64
Financial liabilities measured at amortised cost				
Trade payables (Refer Note 13)	938.08	405.11	938.08	405.11
Borrowings (Refer Note 12)	15,985.00	21,480.13	15,985.00	21,480.13
Other financial liabilities (Refer Note 11)	1,549.23	1,978.48	1,549.23	1,978.48
Total	18,472.31	23,863.72	18,472.31	23,863.72

The management assessed that the fair values of financial assets and financial liabilities approximate their carrying amounts due to the short-term maturities.

31 Fair value measurement hierarchy

The details of fair value measurement hierarchy of company's financial assets/liabilities are as below:

Particulars	Level	31st March, 2025	31st March, 2024
Assets disclosed at fair value			
Investments in Mutual Funds (Refer Note 4)	Level - 1	4,598.26	1,626.64

Specific valuation techniques used to value financial instruments include, the use of net asset value for mutual funds on the basis of the statement received from investee party.

There have been no transfers between Level 1 and Level 2 or level 3 during the period.

32 Financial risk management objectives and policies

The Company's principal financial liabilities, comprise trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include loans, trade and other receivables and cash and cash equivalents that derive directly from its operations.

The Company is exposed to liquidity risk. The Company's management oversees the management of these risks and ensures that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

1. Liquidity Risk

Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. 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.

The table below summarises the maturity profile of the company's financial liabilities based on contractual undiscounted payments:

Particulars	On demand	Less than 3 months	3 months to 1 year	More than 1 year	Total
Year ended 31st March, 2025					
Borrowings (Refer Note 12)*	11,442.22	-	-	6,092.02	17,534.23
Trade payables (Refer Note 13)	-	865.84	-	72.24	938.08
	11,442.22	865.84	-	6,164.26	18,472.31
Year ended 31st March, 2024					
Borrowings (Refer Note 12)*	18,564.56	-	-	4,894.04	23,458.60
Trade payables (Refer Note 13)	-	397.33	-	7.78	405.11
	18,564.56	397.33	-	4,901.82	23,863.72

* includes accrued interest

53 Related Party Transactions

As per the Indian Accounting Standard on "Related Party Disclosures" (Ind AS 24), the related parties of the company are as follows :

A. Name of related parties and nature of relationship :

Entity name	Relationship
Arvind SmartSpaces Limited	Holding Company
Garima Jain	Relative of Key Managerial Personnel
Kausalya Realserve LLP	Enterprise having significant influence by Key Management Personnel of Parent Entity
Mr. Kamal Singal	Key Managerial Personnel of Parent Entity
Mr. Ankit Jain	Key Managerial Personnel (upto 13th April, 2024)
Mr. Prakash Makwana	Key Managerial Personnel
Mr. Mahaveer Jain	Relative of Key Managerial Personnel
Usha Jain	Relative of Key Managerial Personnel
Arvind Homes Private Limited	Fellow Subsidiary Enterprise

B. Disclosure in respect of total amount of transactions that have been entered into with related parties :

Particulars	31st March, 2025	31st March, 2024
Borrowings taken		
Arvind SmartSpaces Limited	5,311.09	13,420.30
Borrowings repaid		
Arvind SmartSpaces Limited	12,004.19	10,623.50
Interest on Borrowings		
Arvind SmartSpaces Limited	1,721.37	1,610.51
Interest on OCDs		
Arvind SmartSpaces Limited	50.00	50.00
Reimbursement of Employee Benefit Expenses		
Arvind SmartSpaces Limited	618.30	359.98
Purchase of Asset		
Arvind SmartSpaces Limited	-	0.86
Advance from Customers		
Garima Jain	0.02	58.44
Kausalya Realserve LLP	1.04	106.54
Mr. Kamal Singal	-	16.50
Mr. Mahaveer Jain	13.55	-
Mr. Prakash Makwana	7.00	22.00
Usha Jain	32.61	38.77
Proceeds from Issue of Shares		
Arvind SmartSpaces Limited	-	-
Reimbursement of Expenses Received/Paid		
Arvind SmartSpaces Limited	161.65	14.08

C. Disclosure in respect of outstanding balance as at 31st March, 2025:

Particulars	31st March, 2025	31st March, 2024
Other Payables		
Arvind SmartSpaces Limited	2.68	16.72
Arvind Homes Private Limited	1.33	1.33
Trade Payables		
Arvind SmartSpaces Limited	691.76	388.78
Borrowings taken		
Arvind SmartSpaces Limited	9,892.99	16,586.09
Advance from Customers		
Garima Jain	58.44	58.44
Kausalya Realserve LLP	107.58	106.54
Mr. Kamal Singal	-	-
Mr. Prakash Makwana	28.21	22.21
Mr. Mahaveer Jain	58.28	-
Usha Jain	32.61	44.73
Interest on OCDs		
Arvind SmartSpaces Limited	100.00	50.00
Interest Accrued on Borrowings		
Arvind SmartSpaces Limited	1,549.23	1,978.48

1) Transaction entered into with related party are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured, interest bearing and expected based on terms of agreement and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. The company has not recorded any provision/ write-off of receivables relating to amounts owed by related parties

2) Transactions with the related parties are in compliance with sections 188 of Companies Act, 2013 where applicable, as required by the applicable accounting standards. The provisions of section 177 are not applicable to the Company.

D. Commitments with related parties :

The management of the entity represents that based on the information available, the company has no commitments and contingent liabilities towards related parties at period end which may have a material impact on financial statement in future.

34 Disclosures for Ind AS 115

Revenue from contracts with customers:

1 Disaggregation of revenue- Nil

Set out below is the disaggregation of the Company's revenue from contracts with customers, which is in agreement with the contracted price.

Particulars	Note	For the year ended 31st March, 2025	For the year ended 31st March, 2024
<u>Revenue from contracts with customers</u>			
Commercial and residential units		-	-
Transferrable development rights		-	-
<u>Timing of revenue recognition</u>			
Revenue transferred at a point in time		-	-
Revenue transferred over time		-	-

2 Contract balances

Particulars	Note	As at 31-Mar-25	As at 31-Mar-24
Contract liabilities	14	28,316.76	13,125.41
Trade receivables are generally on credit terms of upto 30-60 days.			
Contract liabilities include advances received from customers as well as deferred revenue representing transaction price allocated to unsatisfied performance obligations			

Particulars	31-Mar-25	31-Mar-24
Revenue recognised in the reporting period that was included in the contract liability balance at the beginning of the year.	-	-

3 Performance obligations

Particulars	31-Mar-25	31-Mar-24
Aggregate amount of the transaction price allocated to the performance obligations that are unsatisfied as of the end of the current period **		
Revenue to be recognised at a point in time	37,190.21	30,878.09

** The entity expects to satisfy the performance obligations when (or as) the underlying real estate project to which such performance obligations relate is completed. Such real estate project is in the stage of development and is expected to be completed in the coming period of upto four years.

35 Events after the reporting period:

According to the management's evaluation of events subsequent to the balance sheet date, there were no significant adjusting events that occurred other than those disclosed / given effect to, in these standalone financial statements as of May 20, 2025.

36 These financial statements have been prepared on a Going Concern basis. The Company has performed an assessment of its financial position as at March 31, 2025 and forecasts of the Company for a period of atleast twelve months from the date of authorisation of these financial statements (the 'Going Concern Assessment Period' and the 'Foreseeable Future'). The Company have assessed their projected cash flows over the going concern assessment period. Considering the projections of future cash flow from operations and funding arrangements, the Company's management is confident that the Company shall be able to meet its financial obligations, as and when due over the next 12 months for continuance of its business operations. Accordingly, the financial statements of Company have been prepared on going concern basis.

37 Other statutory information:

- The Company has not availed loans from banks on the basis of security of current assets.
 - The company has not been declared a wilful Defaulter by any bank or financial institution or consortium thereof in accordance with the guidelines on wilful defaulters issued by the RBI.
 - There are no proceedings initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
 - The company has not traded or invested in Crypto currency or Virtual Currency during the reporting periods.
The company has neither advanced, loaned or invested funds nor received any fund to/from any person or entity for lending or investing or providing guarantee to/on behalf of the ultimate beneficiary during the reporting periods.
 - There is no immovable property whose title deed is not held in the name of the company.
 - There is no charge or satisfaction of charge which is yet to be registered with ROC beyond the statutory period.
 - The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
 - The company has not entered into any scheme of arrangement in terms of sections 230 to 237 of the Companies Act, 2013.
 - The company does not have any transaction not recorded in the books of accounts that has been surrendered or not disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
 - The Company has complied with the relevant provisions of the Foreign Exchange Management Act, 1999 (42 of 1999) and the Prevention of Money-Laundering Act, 2002 wherever applicable.
- 38 The Company uses an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the accounting software. Audit trail feature was not enabled for direct changes to data when using certain access rights, which, subsequent to year ended March 31, 2025, the Company has initiated the process of enabling audit log at database level to cover database and table access, if any.
- 39 The figures for the previous period have been regrouped wherever necessary to conform with the current year's classification.

The accompanying notes are an integral part of the financial statements.
As per our report of even date

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration No. 324982E/E300003

For and on Behalf of Board of Directors of
Arvind SmartHomes Private Limited
CIN: U45200GJ2011PTC066023

per Shreyans Ravrani
Partner
Membership No. : 062906

Mitanshu Shah
CFO
Dharmesh Vara
Company Secretary

Prakash Makwana
Director
DIN:00008382
Avinash Suresh
Director
DIN:07859702

Place : Ahmedabad
Date : 20th May, 2025

Place : Ahmedabad
Date : 20th May, 2025

Place : Ahmedabad
Date : 20th May, 2025

1. CORPORATE INFORMATION

Arvind SmartHomes Private Limited ("Company" or "ASHPL") (CIN: U70109GJ2022PTC134678) is a private company domiciled in India and incorporated on 12th August, 2022 under the Companies Act, 2013, is wholly owned subsidiary of Arvind SmartSpaces Limited. The registered office of the Company is located at 24, Government Servant society, Nr Municipal Market, CG Road, Navrangpura, Ahmedabad-380009.

The company is engaged in the development of residential real estate projects.

The financial statements were authorized for issue in accordance with a resolution of the directors on May 20, 2025.

2 MATERIAL ACCOUNTING POLICIES

2.1 Statement of compliance and basis of preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the Financial Statements.

The financial statements have been prepared on the historical cost basis, except for certain financial assets and liabilities measured at fair value at the end of each reporting period, as explained in the accounting policies below. The financial statements are presented in INR and all values are rounded to the nearest lacs (INR 00,000), except when otherwise indicated.

The Company has prepared the financial statements on the basis that it will continue to operate as a going concern.

2.2 Summary of Material Accounting Policies

(a) Use of estimates

The preparation of financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities. The effect of change in an accounting estimate is recognized prospectively.

(b) Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The Company's normal operating cycle in respect of operations relating to the construction of real estate projects may vary from project to project depending upon the size of the project, type of development, project complexities and related approvals. Operating cycle for all completed projects is based on 12 months period. Assets and liabilities have been classified into current and non-current based on their respective operating cycle.

(c) Property, Plant and Equipment

Property, plant and equipment, are stated at cost net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Any trade discounts and rebates are deducted in arriving at the purchase price. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives.

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 Company and the cost of the item can be measured reliably. Cost of the asset includes expenditure that is directly attributable to the acquisition and installation, including interest on borrowing for the project / property, plant and equipment up to the date the asset is put to use.

When a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred.

Borrowing costs directly attributable to acquisition of property, plant and equipment which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready for its intended use.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets.

An item of property, plant and equipment and any significant part initially recognized is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the Property, plant and equipment is de-recognized.

Capital work-in-progress and intangible assets under development represents expenditure incurred in respect of capital projects/ intangible assets under development and are carried at cost less accumulated impairment loss, if any.

ARVIND SMARTHOMES PRIVATE LIMITED**Notes to financial statements for the year ended 31st March, 2025****(d) Subsequent measurement (Depreciation and useful lives)**

Depreciation is provided from the date of assets are ready to use, on straight line basis as per the useful life of the assets as prescribed under part C of Schedule II of the Companies Act, 2013.

Assets:	Useful Lives
Building	60 years
Plant and machinery	15 years
Furniture and Fixtures	10 years
Electrical Installation and Equipment	10 years
Office Equipment	5 years
Computers	6 years
Vehicles	8 years

The leasehold improvements are depreciated over the period of lease term or life of asset whichever is less.

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.

(e) Inventories

Direct expenditures relating to real estate activity are inventorised. Other expenditure (including borrowing costs) during construction period is inventorised to the extent the expenditure is directly attributable cost of bringing the asset to its working condition for its intended use. Other expenditure (including borrowing costs) incurred during the construction period which is not directly attributable for bringing the asset to its working condition for its intended use is charged to the statement of profit and loss. Direct and other expenditure is determined based on specific identification to the real estate activity.

- i. Construction work-in-progress (including land inventory): Represents cost incurred in respect of unsold area of the real estate development projects or cost incurred on projects where the revenue is yet to be recognized. Work-in-progress is valued at lower of cost and net realizable value.
- ii. Unsold developed plots of land and units : Valued at lower of cost and net realizable value.
- iii. Construction materials and components : Valued at lower of cost and net realizable value. Cost is determined based on Weighted Average Cost (WAC).

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

(f) Land Advance

Advances paid by the Company to the seller/ intermediary towards outright purchase of land is recognized as land advance under other assets during the course of obtaining clear and marketable title, free from all encumbrances and transfer of legal title to the Company, whereupon it is transferred to land stock under inventories.

Land/ development rights received under joint development arrangements ('JDA') is measured at the fair value of the estimated construction service rendered to the land owner and the same is accounted on launch of the project.

(g) Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

(h) Revenue from contracts with customers**(i) Revenue recognition**

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. Revenue is measured based on the transaction price, which is the consideration and adjusted for discounts, if any, as specified in the contract with the customer. The Company presents revenue from contracts with customers net of indirect taxes in its statement of profit and loss.

The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated. In determining the transaction price, the Company considers the effects of variable consideration and the existence of significant financing components, if any.

Revenue from real estate development of residential or commercial unit is recognised at the point in time, when the control of the asset is transferred to the customer.

Revenue consists of sale of undivided share of land and constructed area to the customer, which have been identified by the Company as a single performance obligation, as they are highly interrelated/ interdependent.

The performance obligation in relation to real estate development is satisfied upon completion of project work and transfer of control of the asset to the customer.

For contracts involving sale of real estate unit, the Company receives the consideration in accordance with the terms of the contract in proportion of the percentage of completion of such real estate project and represents payments made by customers to secure performance obligation of the Company under the contract enforceable by customers. Such consideration is received and utilised for specific real estate projects in accordance with the requirements of the Real Estate (Regulation and Development) Act, 2016. Consequently, the Company has concluded that such contracts with customers do not involve any financing element since the same arises for reasons explained above, which is other than for provision of finance to/from the customer.

(i) Contract balances

Contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Trade receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

Contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

(ii) Cost to obtain a contract

The Company recognises as an asset the incremental costs of obtaining a contract with a customer if the Company expects to recover those costs. The Company incurs costs such as sales commission when it enters into a new contract, which are directly related to winning the contract. The asset recognised is amortised on a

systematic basis that is consistent with the transfer to the customer of the goods or services to which the asset relates.

(iii) Share in profit/ loss of Limited liability partnerships (“LLPs”) and partnership firm

The Company's share in profits from LLPs and partnership firm, where the Company is a partner, is recognised as income in the statement of profit and loss as and when the right to receive its profit/ loss share is established by the Company in accordance with the terms of contract between the Company and the partnership entity.

(v) Interest income

Interest income, including income arising from other financial instruments measured at amortised cost, is recognised using the effective interest rate method.

(i) Income Tax

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred tax are recognized in the statement of profit and loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity, respectively.

Current tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for that period. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the balance sheet date.

Deferred tax is recognized using the balance sheet approach, deferred tax is recognized on temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

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

When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences

The carrying amount of Deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

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.

(j) Earnings per Share

Basic earnings per share is computed by dividing the profit/(loss) for the year attributable to equity shareholders of parent by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/(loss) for the year attributable to equity shareholders by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented.

(k) Provisions and contingent liabilities

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

(l) Impairment**a. Financial assets**

The company assesses at each date of balance sheet whether a financial asset or a Company of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognizes lifetime expected losses for all contract assets and /or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

b. Non-financial assets

The company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the asset's recoverable amount. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

(m) Financial Instruments

Financial assets and liabilities are recognized when the company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value with the exception of trade receivables that do not contain a significant financing component or for which the company has applied the practical expedient. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. Trade receivables that do not contain a significant financing component or for which the company has applied the practical expedient are measured at the transaction price determined under Ind AS 115. Refer to the accounting policies - Revenue from contracts with customers."

i. Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business 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 amount outstanding.

ii. Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognized in statement of profit and loss.

iii. Debt instruments at amortized cost

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss. This category generally applies to trade and other receivables

iv. Equity investment in subsidiaries and joint ventures

Investment in subsidiaries and joint ventures are carried at cost. Impairment recognized, if any, is reduced from the carrying value.

v. De-recognition of financial asset

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for de-recognition under Ind AS 109.

vi. Financial liabilities

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, or as payables, as appropriate. The company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts. The subsequent measurement of financial liabilities depends on their classification, which is described below.

ARVIND SMARTHOMES PRIVATE LIMITED**Notes to financial statements for the year ended 31st March, 2025**

vii. Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

viii. Financial liabilities at amortized cost

Financial liabilities are subsequently carried at amortized cost using the effective interest ('EIR') method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

Interest-bearing loans and borrowings are subsequently measured at amortized cost using EIR 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.

ix. De-recognition of financial liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

x. Fair value of financial instruments

In determining the fair value of its financial instruments, the Company uses following hierarchy and assumptions that are based on market conditions and risks existing at each reporting date.

Fair value hierarchy:

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 reassessing 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.

xi. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Standalone balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

(n) Borrowing Costs

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing 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 or sale are capitalized/inventorised as part of the cost of the respective asset. All other borrowing costs are charged to statement of profit and loss.

2.3 Significant accounting judgements, estimates and assumptions

The preparation of financial statements in conformity with the recognition and measurement principles of Ind AS requires management to make judgements, estimates and assumptions that affect the reported balances of revenues, expenses, assets and liabilities and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

(a) Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the financial statements: Classification of property Inventory comprises property that is held for sale in the ordinary course of business. Principally, this is residential and commercial property that the Company develops and intends to sell before or during the course of construction or upon completion of construction.

(b) Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the company. Such changes are reflected in the assumptions when they occur.

Inventory is stated at the lower of cost and net realizable value (NRV).

NRV for completed inventory property is assessed by reference to market conditions and prices existing at the reporting date and is determined by the company, based on comparable transactions identified by the company for properties in the same geographical market serving the same real estate segment.

NRV in respect of inventory property under construction is assessed with reference to market prices at the reporting date for similar completed property, less estimated costs to complete construction and an estimate of the time value of money to the date of completion.

With respect to Land advance given, the net recoverable value is based on the present value of future cash flows, which depends on the estimate of, among other things, the likelihood that a project will be completed, the expected date of completion, the discount rate used and the estimation of sale prices and construction costs.

The Company applied the following judgements that significantly affect the determination of the amount and timing of revenue from contracts with customers:

a) Identification of performance obligation

Revenue consists of sale of undivided share of land and constructed area to the customer, which have been identified by the Company as a single performance obligation, as they are highly interrelated/ interdependent. In assessing whether performance obligations relating to sale of undivided share of land and constructed area are highly interrelated/ interdependent, the Company considers factors such as:

- Whether the customer could benefit from the undivided share of land or the constructed area on its own or together with other resources readily available to the customer.
- Whether the entity will be able to fulfil its promise under the contract to transfer the undivided share of land without transfer of constructed area or transfer the constructed area without transfer of undivided share of land.

b) Timing of satisfaction of performance obligation Revenue from sale of real estate units is recognised when (or as) control of such units is transferred to the customer.

For contracts where control is transferred at a point in time, the Company considers the following indicators of the transfer of control of the asset to the customer:

When the entity obtains a present right to payment for the asset.

When the entity transfers legal title of the asset to the customer.

When the entity transfers physical possession of the asset to the customer.

When the entity transfers significant risks and rewards of ownership of the asset to the customer.

When the customer has accepted the asset.

c) Significant financing component

For contracts involving sale of real estate unit, the Company receives the consideration in accordance with the terms of the contract in proportion of the percentage of completion of such real estate project and represents payments made by customers to secure performance obligation of the Company under the contract enforceable by customers. Such consideration is received and utilised for specific real estate projects in accordance with the requirements of the Real Estate (Regulation and Development) Act, 2016. Consequently, the Company has concluded that such contracts with customers do not involve any financing element since the same arises for reasons explained above, which is other than for provision of finance to the customer.

2.4 New Standards, Interpretation and amendments adopted by the company

New and amended Standards:-

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated 31 March 2023 to amend the following Ind AS which are effective for annual periods beginning on or after 1 April 2023. The Company applied for the first-time these amendments.

(i) Definition of Accounting Estimates - Amendments to Ind AS 8

The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. It has also been clarified how entities use measurement techniques and inputs to develop accounting estimates.

The amendments had no impact on the Company's financial statements.

(ii) Disclosure of Accounting Policies – Amendments to Ind AS 1

The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments have had an impact on the Company's disclosures of accounting policies, but not on the measurement, recognition or presentation of any items in the Company's financial statements.

(iii) Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to Ind AS 12

The amendments narrow the scope of the initial recognition exception under Ind AS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences such as leases.

The amendment have no impact in the balance sheet. There was also no impact on the opening retained earnings as at 1 April 2023."

Standards notified but not yet effective:

There are no standards that are notified and not yet effective as on the date.