

Damsen Technologies Private Limited
CIN : U73900GJ2000PTC039057
Balance Sheet as at March 31, 2024

(Amount in '00 000')

Particulars	Note	As At March 31,	
		2024	2023
I EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	303.70	88.32
(b) Reserves and Surplus	3	750.97	86.53
		1073.67	174.85
(2) Non-Current Liabilities			
(a) Long-term borrowings	4	615.48	533.20
(b) Other Long-term Liabilities	4A	763.50	763.50
(c) Long-term Provision	4B	760.41	1731.96
(d) Deferred tax liabilities (net)	10	40.32	38.17
		2179.71	3066.83
(3) Current Liabilities			
(a) Short-term borrowings	5	1001.93	1069.70
(b) Trade payables			
Outstanding dues of micro enterprises and small enterprises	6	.00	-.15
Outstanding dues of creditors other than micro enterprises and small enterprises		2625.78	8022.16
(c) Other current liabilities	7	105.50	398.86
(d) Short-term provisions	8	16.80	6.80
		3753.01	10097.37
TOTAL EQUITY AND LIABILITIES		7006.39	13339.04
II ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipments and Intangible Assets	9		
(i) Property, Plant and Equipments		340.14	336.00
(ii) Intangible Assets		2.25	3.35
(b) Deferred tax asset (net)	10	.00	.00
(c) Long term Investment	10A	.80	.80
(d) Long term loans and advances	11	397.71	397.75
(e) Other non-current assets	12	.00	.00
		740.90	737.89
(2) Current assets			
(a) Current Investment	13	..	.00
(b) Inventories	14	977.58	3056.33
(c) Trade receivables	15	1239.16	5475.55
(d) Cash and bank balances	16	27.81	26.14
(e) Short-term loans and advances	17	3478.72	3283.22
(f) Other current assets	18	542.22	750.91
		6265.49	12601.15
TOTAL ASSETS		7006.39	13339.04

See accompanying notes 1-41 which are an integral part to the Financial Statements.

As per our audit report of even date attached

For, G R K G & Co
Chartered Accountants
FRN. 129047W

CA. RAKESH GUPTA
Partner
M.NO. 046926
UDIN: 24046026BKQXME2482

For and on behalf of Board of Directors



Ritesh Goenka
Director
DIN : 00296144

Vivek Goenka
Director
DIN : 00296135



Place: Ahmedabad
Date: 28.07.2024



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Statement of Profit and Loss For the year ended March 31, 2024

(Amount in '00 000')

Particulars		Note	For the Year Ended March 31,	
			2024	2023
I	Revenue from Operations	20	13079.48	96384.61
II	Other Income	21	477.17	59.54
III	Total Income [I + II]		13556.65	96444.15
IV	Expenses			
(a)	Cost of Materials Consumed	22	.00	.00
(b)	Purchase of Stock In Trade	23	12186.78	95620.40
(c)	Changes in Inventories of Finished Goods, Semi-finished Goods & Trading Goods	24	-4.27	-479.50
(d)	Employee Benefits Expense	25	381.16	354.48
(e)	Finance Costs	26	179.90	146.41
(f)	Depreciation, amortisation and impairment	9	21.25	24.47
(g)	Other Expenses	27	590.85	673.27
	Total Expenses		13355.67	96339.54
V	Profit before exceptional items and tax [III-IV]		200.98	104.61
VI	Exceptional Items	28	.00	.00
VII	Profit before tax [V-VI]		200.98	104.61
VIII	Tax Expenses			
(a)	Current tax		.00	.00
(b)	Deferred tax		2.16	1.74
(c)	Tax adjustment of earlier year		.00	.00
			2.16	1.74
IX	Profit for the year [VII - VIII]		198.83	102.87
X	Earning per Equity Share [in Rs.]	32		
	Basic		7.84	26.85
	Diluted		7.84	26.85

See accompanying notes 1-41 which are an integral part to the Financial Statements.

As per our audit report of even date attached

For, G R K G & Co
Chartered Accountants
FRN. 129047W


CA. RAKESH GUPTA
Partner
M.NO. 046926
UDIN: 24046926BKGXME2482

Place: Ahmedabad
Date: 28.07.2024



For and on behalf of Board of Directors


Ritesh Goenka
Director
DIN : 00296144


Vivek Goenka
Director
DIN : 00296135

Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Cash Flow Statement for the Year Ended March 31, 2024

PARTICULARS	(Amount in '00 000')	
	Year Ended March 31,	2023
2024		
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Profit as per Profit & Loss Accounts (Before Tax)	200.98	104.61
Adjustment For :-		
Depreciation, amortisation and impairment	21.25	24.47
Investment Income	.00	.00
Financial Charges	179.90	146.41
Bad Debt Written off	.00	.00
Change in Long Term Provision	-971.56	432.83
Profit from Joint Venture	.00	.00
Operating profit before Working Capital Changes	-569.42	708.33
Adjustment For :-		
(Increase) / Decrease in trade and other receivables	4236.39	-1647.88
(Increase) / Decrease in inventories	2078.75	-479.50
(Increase) / Decrease in Other Current Assets	22.19	173.38
Increase / (Decrease) in trade payables	-5996.33	1458.79
Increase / (Decrease) in Other Current Liability	-283.35	78.90
Increase / (Decrease) in Def tax Liability	2.16	1.74
(Increase) in Working Capital	59.91	-414.58
CASH GENERATED FROM OPERATIONS		
Income Tax Paid	-2.16	-1.74
NET CASH FLOWS FROM OPERATING ACTIVITIES	-511.66	292.01
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Business acquisitions, net of cash acquired	.00	.00
Sale of property, plant and equipment	.00	.00
Purchase of property, plant and equipment	-24.18	-30.52
Purchase of Intangible Assets	-1.11	.00
Proceeds from advances	.03	-20
advances and loans made to other parties	.00	.00
Acquisition of portfolio investments	.00	.00
Investment income	.00	.00
NET CASH FROM INVESTING ACTIVITIES	-24.26	-30.73
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	700.00	.00
Proceeds from Short term borrowings	-64.78	94.98
Proceeds from long-term borrowings	82.38	-136.90
Proceeds from other long-term liabilities	.00	-64.50
Payment of long-term borrowings	.00	.00
Interest paid	-179.90	-146.41
Dividends paid	.00	.00
NET CASH FROM FINANCING ACTIVITIES	537.60	-252.83
NET INCREASE IN CASH AND CASH EQUIVALENTS	1.68	8.45
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	26.14	17.68
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	27.81	26.14
	.00	.00

Notes:

1. Cash and cash equivalent include cash and bank balances
2. The Cash Flow Statement has been prepared under the 'indirect Method'.

For, G R K G & Co
Chartered Accountants
FRN. 129047W

CA. RAKESH GUPTA
Partner
M.NO. 046926
UDIN: 24046926BKQXME2482

Place: Ahmednagar
Date: 28.07.2024

For and on behalf of Board of Directors

Bijesh Goenka
Director
DIN : 00296144

Vivek Goenka
Director
DIN : 00296135



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

A Corporate Information:

Damson Technologies Private Limited ('the Company') is a Private limited company domiciled and incorporated in India. The registered office of the Company is located at 302, 3rd Floor, Solitaire, Sunrise Park, Drive In Road, Ahmedabad - 380009, Gujarat, India. The Company is engaged in the business of trading mobile phones, mobile accessories, electronic products, and gadgets by listing them on various E-Commerce portals. The product categories are Smart Watches, Headphones, Power Banks, Speakers, Smart Eyewear etc.

A-1 During the year company has become subsidiary company of the Last Mile Enterprises limited the listed company on the Stock Exchange

B General Information & Statement of Compliance with AS:

These financial statements are the standalone financial statements prepared in accordance with Accounting Standard notified under the Companies Act, 2013 ("the Act") and rules made thereunder, as amended.

Note - 1: Significant Accounting Policies:

1.1 Basis of Preparation:

The Company maintains its accounts on accrual basis following the historical cost convention and in accordance with generally accepted accounting principles ["GAAP"], including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

1.2 Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and reported amount of revenues and expenses during the reporting period. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

1.3 Revenue Recognition:

- a) Revenue from sale of goods is recognized on transfer of all significant risk and rewards of ownership to the buyer. Sales is exclusive of Goods and Service tax.
- b) All income and expenses are recognized and accounted on accrual basis.

1.4 Property, plant & equipment :

- a) Property, plant and equipment are stated at cost less depreciation. Cost includes all expenditure of capital in nature incurred to bring the assets at its present location and conditions.
- b) Depreciation on Property, plant and equipment is provided as per Straight Line Method and as per the life provided in Schedule II of the Companies Act, 2013.



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

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Note - 1: Significant Accounting Policies:

- c) Depreciation on additions / sales of the assets during current year has been provided on pro-rata basis from the date of addition / sales of assets.

1.5 Impairment of Assets:

- a) Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the company's assets. If any indication exists, an assets recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount.
- b) Reversal of Impairment losses recognized in prior years are recorded when there is an indication that the impairment losses recognized for the assets no longer exists or have decreased.

1.6 Inventories:

Closing stock of finished goods, trading goods, semi-finished goods and raw material are valued at lower of cost or net realizable value. Cost of inventories comprise of all cost of purchase, cost of conversion and other cost incurred in bringing them to their respective present location and condition. Cost of is determined on FIFO basis.



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

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Note - 1: Significant Accounting Policies:

1.7 Investments:

- a) Current investments are carried at lower of cost and quoted/fair value, computed category-wise. Non-Current investments are stated at cost. Provision for diminution in the value of Non-Current investments is made only if such a decline is other than temporary.
- b) Investments that are readily realisable and intended to be held for not more than 12 months from the date of acquisition are classified as current investment. All other investments are classified as non-current investments.

1.8 Borrowing Cost:

Borrowing costs attributable to the acquisition and construction of assets are capitalized as part of the cost of such assets up to the date when such asset is ready for its intended use. Other borrowing costs are treated as revenue expenditure.

1.9 Foreign Currency Transactions:

- a) Purchase and sale transactions are recorded in books by translating the foreign currency at the exchange rate prevailing on the date of transaction. The difference of actual payments made / received and amount booked in the accounts as purchase / sales is treated as foreign exchange gain / loss.
- b) Current Assets and Current Liabilities in foreign currency outstanding at the close of the year are expressed in Indian currency at the exchange rate prevailing on the balance sheet date.

1.10 Employee Benefits

- a) The undiscounted amount of short-term employee benefits expected to be paid in exchange



Damson Technologies Private Limited

CIN : U72900GJ2000PTC039057

Notes on Financial Statements for the year ended March 31, 2024

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Note - 1: Significant Accounting Policies:

for the services rendered by employees are recognised as an expense during the period when the employees render the services

- b) Post employment benefits under defined benefit plans are recognized as an expense in the profit and loss account for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable towards contributions. The present value is determined using the market yields of government bonds, at the balance sheet date, at the discounting rate.
- c) Other long-term employee benefits are recognized as an expense in the profit and loss account for the period in which the employee has rendered services. Estimated liability on account of long-term benefits is discounted to the current value, using the yield on government bonds, as on the date of balance sheet, at the discounting rate.
- d) Remeasurement gains and losses arising from adjustments and changes in actuarial assumptions are recognised in the period in which they occur in Other Comprehensive
- e) Entitlement to annual leave is recognized when they accrue to employees.

1.11 Operating lease

Rentals are expensed with reference to lease terms and other considerations.

1.12 Government Grant / subsidy:

- a) Grants are accounted when there is reasonable certainty of their realization.
- b) Amount received as Capital subsidy from the Government for setting up an industrial undertaking in a backward area is credited to Capital Reserve.



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

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Note - 1: Significant Accounting Policies:

- c) Grants related to fixed depreciable assets are adjusted against the gross cost of the relevant assets.
- d) Grant related to revenue is recognized on a systematic basis in the profit and loss account over the periods necessary to match them with the related costs which they are intended to compensate.

1.13 Taxation:

- a) Current tax is determined as the amount of tax payable in respect of taxable income for the year.
- b) Deferred tax is calculated at the tax rates and laws that have been enacted or substantially enacted as of the Balance Sheet date and is recognized on timing difference that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward only to the extent that they can be realized.

1.14 Provisions, Contingent Liability, Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

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B General Information & Statement of Compliance with AS:

These financial statements are the standalone financial statements prepared in accordance with Accounting Standard notified under the Companies Act, 2013 ('the Act') and rules made thereunder, as amended.

Note - 1: Significant Accounting Policies:

1.15 General:

Accounting policies not specifically referred to are consistent with generally accepted accounting practice.



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Damson Technologies Private Limited
CIN : U72900GJ2000PTC039037
Notes on Financial Statements for the year ended March 31, 2024

Note : 9 Property, Plant and Equipment

Particulars		GROSS BLOCK			DEPRECIATION / AMORTIFICATION			(Amount in Rs. '00 '000)		
		As at April 01, 2023	Additions during the year	Sale/ Adjustments	As at March 31, 2024	As at April 01, 2023	For the Year	Reduction/ Adjustments	As at March 31, 2024	As at March 31, 2023
Tangible Assets										
Building	306.98		00	00	306.98	40.92	4.86	00	45.84	265.00
Server & Network	5.28		1.36	00	6.64	2.60	1.03	00	3.64	2.68
Computer and Data Processing Units	34.25		1.06	00	35.31	19.66	1.51	00	21.17	4.59
Furniture	42.78		00	00	42.78	27.00	3.93	00	30.93	15.77
Office Equipment	7.38		.33	00	7.71	5.21	.97	00	6.19	2.17
Plant and Machinery	17.35		.43	00	17.78	8.36	1.11	00	9.47	8.99
Vehicle	111.62		21.00	00	132.62	75.82	6.63	00	82.45	35.80
Total (A)	515.65	24.18	00	00	539.83	179.85	20.05	00	199.89	336.00
Intangible Assets										
Trademark	1.17	00	00	00	1.17	.41	.22	00	.63	.76
Computer Software	15.95	.11	00	00	16.06	13.37	.98	00	14.35	3.59
Total (B)	17.12	.11	00	00	17.23	13.78	1.20	00	14.98	3.35
Grand Total (A+B)	532.77	24.29	00	00	557.06	193.42	21.25	00	214.67	339.35
Capital Work in Progress										
Previous Year	502.28	30.82	00	00	532.77	168.95	24.47	00	193.42	339.35



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

(Amount in Rs. '00 000')

Particulars	As At March 31,	
	2024	2023
2 Share Capital		
a. Authorised Capital		
Equity shares of 10 each with voting rights	310.00	300.00
Preference shares of 10 each	50.00	50.00
	360.00	350.00
b. Issued, subscribed and fully paid-up Shares		
Equity shares of 10 each with voting rights	303.70	38.32
Preference shares of 10 each (24% Non-Cumulative Convertible Preference Shares)	.00	50.00
	303.70	88.32
c. Reconciliation of number of shares outstanding		
At the beginning of the period	88.32	88.32
Add: Issue during the year	215.38	.00
At the end of the period	303.70	88.32

d. Rights, preferences and restrictions attached to shares

Equity Shares :

The company has only one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amount in proportion to their shareholding.

e. Details of shareholders holding more than 5% shares in the Company:

Name of Shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity shares with voting rights				
VIVEK GOENKA	90 088	2.97%	90 088	24.00%
RITESH GOENKA	6 41 410	21.12%	1 19 287	31.00%
SHAILJA GOENKA	75 100	2.47%	75 100	20.00%
VINOD KUMAR & SONS-HUF	76 601	2.52%	76 601	20.00%
LAST MILE ENTERPRISES LIMITED	21 53 846	70.92%		
24% Non-Cumulative Preference Shares				
Chandrakant K. Patel			5 00 000	100.00%

g. Details of shareholding of promoters

Promoter name	As at March 31, 2024		As at March 31, 2023		% Change during the year
	No. of Shares	% of total shares	No. of Shares	% of total shares	
Equity shares with voting rights					
VIVEK GOENKA	90 088	2.97%	90 088	24.00%	-21.03%
RITESH GOENKA	6 41 410	21.12%	1 19 287	31.00%	-9.88%
SHAILJA GOENKA	75 100	2.47%	75 100	20.00%	-17.50%
VINOD KUMAR & SONS-HUF	76 601	2.52%	76 601	20.00%	-17.48%

During the Year the company has allotted 2153846 equity share of F.V of Rs. 10/- each at the premium of Rs. 22.50 to LAST MILE ENTERPRISES LTD

During the Year the company has Converted 5,00,000 Preference Share of Rs. 10/- each in to equity Share of F.V Rs.10 each

3 Reserves and Surplus

a. Capital Reserve

Securities Premium (Balance as per last year financial statement)

541.26 56.64

b. Surplus as per Statement of Profit and loss

Balance as per last year financial statement

29.89 -72.99

Add: Net Profit for the year

198.83 102.87

Less:



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039087
Notes on Financial Statements for the year ended March 31, 2024

Particulars	(Amount in Rs. '00 000')	
	As At March 31,	
	2024	2023
Taxation adjustment	.00	.00
	228.71	29.89
Total	769.97	86.53
3.1 Nature and purpose of reserves		.00
c. Retained earnings		
Retained earnings represents surplus / accumulated earnings of the company available for distribution to shareholders.		
4 Long term borrowings		
a. Secured		
Term loans		
from Banks	465.83	297.41
Total	465.83	297.41
a. Unsecured		
Term loans		
from Banks	.00	.00
from NBFC	16.13	21.41
from Inter Corporate Deposit	.00	.00
from Directors , relatives and Shareholders	133.51	214.38
	149.64	235.79
c. Details of securities		
i. Primary Security		
The above Term loan from Bandhan Bank Ltd carries Interest @ External Benchmark Rate (EBR) i.e RBI Policy + 3% i.e 9.50% p.a., both loans are secured by Mortgage / hypothecation of specific office Premises . The loan is repayable in 144 monthly equaled installments along with interest.		
ii. Guarantee of the directors of the Company along with their spouse as co applicant.		
d. Terms of repayment		
Term Loans from Banks	As on March 31, 2024	As on March 31, 2023
1 - 2 year	39.53	27.47
2 - 3 year	43.80	30.57
3 - 4 year	39.85	34.03
4 - 5 year	37.77	29.22
Total	160.94	121.28
4A Other Long-term Liabilities		
Long Term Trade Deposits	763.50	763.50
	763.50	763.50
4B Long-term Provision		
Provision for Employee Benefits	6.59	6.59
Other Provision	753.82	1725.37
	760.41	1731.96
5 Short Term borrowings		
a. Secured		
Working Capital facility from bank (Pab Bank)	974.49	1047.79
Current maturities of long term debt	30.44	21.91
b. Unsecured		
Outstanding credit card dues		
Total	1004.93	1069.70



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

(Amount in Rs. '00 000')

Particulars	As At March 31,	
	2024	2023

e. Details of securities

i. Primary Security

The above Working capital Loan from PNB carries interest rate at PNB, RLLR +5.15% at the time of sanction of loan subject to change from time to time with monthly rests as per RBI guidelines and credit rating of the company. and secured by Hypothecation of stock, book debts and other current assets of the Company.

ii. Collateral security

Mortgage of specified immovable properties of the Directors of the company and their family members.

iii. Guarantee of both the directors of the company.

6 Trade Payables

Outstanding dues of Micro Enterprises and Small	.00	-15
Other suppliers	2625.78	8622.16
Unbilled dues	.00	.00
Total	2625.78	8622.01

*** Disclosure as required by the Micro, Small And Medium Enterprises Development Act, 2006**

a. The principal amount outstanding as at the end of accounting year.	---	---
b. Principal amount due and remaining unpaid as at the end of accounting year.	---	---
c. Interest paid by the company in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during accounting year.	---	---
d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006.	---	---
e. Interest accrued and remaining unpaid at the end of accounting year	.00	.03
f. 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 purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act,	---	---

7.1 As on March 31, 2024

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME							-
(ii) Others			2010.28	437.72	1.63	176.15	2625.78
(iii) Disputed - MSME							-
(iv) Disputed - Others							-
(v) Unbilled							-
Total	.00	.00	2010.28	437.72	1.63	176.15	2625.78

As on March 31, 2023

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME							-
(ii) Others			8519.36	102.80			8622.16
(iii) Disputed - MSME							-
(iv) Disputed - Others							-
(v) Unbilled							-
Total	.00	.00	8519.36	102.80	.00	.00	8622.16

7 Other Current Liabilities

Interest accrued but not due on borrowings		
Advance from Customers	.00	.00
Statutory dues	.00	.00
Payable for Property, plant and equipments	.00	.00
Other Payables	105.50	398.86
Total	105.50	398.86



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

(Amount in Rs. '00 000')

Particulars	As At March 31,	
	2024	2023
8 Short Term Provisions		
Provision for employee benefits	.00	
Provision for Expenses	16.80	6.80
Total	16.80	6.80
10 Deferred Tax (Liability) / Assets (net)		
Deferred Tax Liability		
Related to Property, Plant and Equipments & Disallowances under the Income Tax Act, 1961	-38.17	-36.42
Current Year Deferred Tax Liability	-2.16	-1.74
Net Deferred Tax Liability	-40.33	-38.17
10A Long Term Investments		
Other Investment - Unquoted		
DAMSON TECHNOLOGIES P LTD (HONG KONG) CAPITAL	.80	.80
	.80	.80
11 Long Term Loan and Advances (Unsecured and considered good)		
a. DAMSON TECHNOLOGIES P LTD (HONG KONG) LOANS	392.52	392.52
b. Deposits	5.20	5.23
Total	397.71	397.75
12 Other non-current assets		
Bank Fixed Deposits given as margin money / security deposit		
Trade Receivable and retention	.00	.00
13 Current Investments		
Other Investment - Unquoted		
	.00	.00
14 Inventories		
Raw Materials		
Semi - Finished Goods		
Finished Goods		
Stock in Trade	977.58	3656.33
Goods for Demonstration		
Total	977.58	3656.33
The inventory is valued at lower of cost and net realisable value.		
15 Trade Receivables (Unsecured and considered good)		



Handwritten signature and circular stamp of Damson Technologies Private Limited, Ahmedabad.

Damson Technologies Private Limited
CIN : U72900GJ2000PTC039087
Notes on Financial Statements for the year ended March 31, 2024

[Amount in Rs. '00 000']

Particulars	As At March 31,	
	2024	2023
a. Debts outstanding for a period exceeding six months from due date of payment		
b. Other debts	1239.16	5475.55
Total	1239.16	5475.55

16.1 Ageing of Trade Receivables
As on March 31, 2024

Particulars		Outstanding for following period from due date of payment						Total
		Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i)	Undisputed Trade Receivables - Considered good		1219.99	51.09	278.20	33.83	211.85	1239.16
(ii)	Undisputed Trade Receivables - which have significant increase in credit risk							
(iii)	Disputed Trade Receivables - Considered Good							
(iv)	Disputed Trade Receivables - which have significant increase in credit risk							

As on March 31, 2023

Particulars		Outstanding for following period from due date of payment						Total
		Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i)	Undisputed Trade Receivables - Considered good		5345.30	44.25	20.59	65.41		5475.55
(ii)	Undisputed Trade Receivables - which have significant increase in credit risk							
(iii)	Disputed Trade Receivables - Considered Good							
(iv)	Disputed Trade Receivables - which have significant increase in credit risk							

16 Cash and Bank balances

a. Cash on hand	27.44	25.76
b. Balances with Banks		
In current account	.37	.37
In cash credit accounts	.00	.00
	27.81	26.14

17 Short term loans and Advances
(Unsecured, Considered Good)

Balances with Tax authorities	873.20	1385.70
Advances to suppliers	2113.42	1567.69
Advance receivable in cash or in kind or for value to be received	491.96	1.81



Danson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

Particulars	(Amount in Rs. '00 000')	
	As At March 31,	
	2024	2023
Other	.14	338.03
Advance income tax (net of provision)	.00	.00
	<u>3478.72</u>	<u>3253.22</u>
18 Other Current Assets		
Export Incentive receivable		
Other	542.22	759.91
Total	<u>542.22</u>	<u>759.91</u>
19 Contingent Liability & Commitments		
a. Claim Against the company not acknowledge as debts		
Disputed Matter in relation to Tax under Appeal	73.68	24.60
b. Capital Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for		



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

(Amount in '00,000')

Particulars	For the Year Ended March 31,	
	2024	2023
20 Revenue from Operation		
Sale of Products	13079.48	96384.61
Other Operating Revenues	.00	.00
Total	13079.48	96384.61
20.1 Particulars of sale of the product		
Manufactured	.00	.00
Traded	13079.48	96384.61
	13079.48	96384.61
21 Other Income		
Other Income	452.04	38.54
Interest Income	4.13	.00
Rent Income	21.00	21.00
Total	477.17	59.54
22 Cost of Materials Consumed		
Raw Materials :		
Opening Stock of Raw Materials	.00	.00
Add : Purchases & Purchase Expenses(net)	.00	.00
	.00	.00
Less : Closing Stock of Raw Materials	.00	.00
Raw Material consumed	.00	.00
23 Purchase of Stock In Trade	12186.78	95620.40
	12186.78	95620.40
24 Changes in Inventories of Finished Goods, Semi Finished Goods & Trading Goods		
Closing stock		
Finished	.00	.00
Trading Goods	817.39	3056.33
Semi - Finished Goods	.00	.00
	817.39	3056.33
Opening stock		
Finished	.00	.00
Trading Goods	813.12	2576.83
Semi - Finished Goods	.00	.00
	813.12	2576.83
(Increase) / Decrease In Inventories	-4.27	-479.50
24.1 Particulars of semi- finished goods	.00	.00



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

(Amount in '00,000')

Particulars	For the Year Ended March 31,	
	2024	2023

25 Employee Benefits Expense

Salary, wages and bonus	373.95	351.33
Company's contribution to provident fund	1.58	1.12
Staff welfare expenses	5.63	2.04
Total	381.16	354.48

26 Finance Costs

Interest Expenses	156.77	136.99
Other Borrowing Costs	23.13	9.43
Total	179.90	146.41

27 Other Expenses

27.1 Administrative & Other Expenses

Rates and Taxes	.04	8.07
Other Repair & Maintenance	4.19	1.12
Insurance	2.90	3.49
Other Expense	284.02	228.74
Miscellaneous Expenses	234.89	350.34
Total	526.03	591.75

27.2 Marketing, Selling & Distribution Expenses :

Sales Promotion & Advertisement	41.44	64.58
Commission	13.19	9.77
Export & Distribution Expenses	1.39	.38
Total	56.02	74.72

27.3 Payments to the Auditors For:

(a) Statutory Audit	5.85	3.85
(b) Taxation Matters	2.95	2.95



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

(Amount in '00,000')

Particulars	For the Year Ended March 31,	
	2024	2023
(c) Company law matter		
Total	8.80	6.80
Total for Other Expenses	590.85	673.27

28 Corporate Social Responsibility

As per Section 135 of the Companies Act, 2013, a company needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. , But due to inadequacy of profits as per Section 198 of the Companies Act, 2013, the company is not required to spend any amount on CSR activities for Financial Year 2023-24.

28 Exceptional items

Loss / (Profit) on exceptional itmes

29 Other notes related to Statement of Profit and Loss

Particulars	2023-24	2022-23
Value of imports on CIF basis		
i. Traded Goods	374.88	801.96
ii. Capital Goods		
Expenditure in foreign currency	3.77	-
Earning in foreign exchange		
i. Export of Goods	0.00	0.52
ii. Royalty	-	-
iii. Interest and Dividend	-	-
iv. Other Income	-	-



Damson Technologies Private Limited

CIN : U72900GJ2000PTC039057

Notes on Financial Statements for the year ended March 31, 2024

30 Segment Information:

The Companies Business falls under single reportable segment under Accounting Standard

31 Related Parties Transactions:

(Amount in '00,000')

Related party disclosures as required under the Accounting Standard AS – 18 on "Related Party Disclosures" are given below:

Sr. No.	Name of Related Party	Relationship	Nature of Transactions & Balances	For the year ended 31st March 2024	For the year ended 31st March 2023
1	Ritesh Goenka	Director	Remuneration	24.00	17.00
			Loan Received	40.00	30.00
			Loan Repayment	50.00	14.73
			Loan Outstanding	42.79	52.79
2	Vivek Goenka	Director	Remuneration	24.00	17.00
			Loan Received	.00	36.43
			Loan Repayment	.00	25.25
			Loan Outstanding	12.57	12.57
3	Shailja V. Goenka	Relative of KMP	Salary	6.00	4.80
			Loan Received	.00	.00
			Loan Repayment	.00	.00
			Loan Outstanding	2.51	2.51
4	Jyoti Goenka	Relative of KMP	Salary	6.00	4.80
6	Varnica V Goenka	Relative of KMP	Salary	4.35	3.00
7	Shreya V Goenka	Relative of KMP	Salary	4.35	3.00
8	Ranbir R Goenka	Relative of KMP	Salary	4.00	.00
9	Tanishq R Goenka	Relative of KMP	Salary	6.00	3.60
10	Vinod Goenka	Relative of KMP	Loan Received	.00	5.75
			Loan Repayment	.00	5.75
			Loan Outstanding	.00	.00
11	Manja Goenka	Relative of KMP	Loan Received	.00	.00
			Loan Repayment	.00	.00
			Loan Outstanding	26.09	26.09
12	Vinod Kumar & Sons	Director is Member of HUF	Loan Received	.00	.00
			Loan Repayment	.00	.00
			Loan Outstanding	77.85	77.85
13	Baywalk Venture LLP	Director is Partner in LLP	Sales	6.19	1.83
			Outstanding Balance	.23	2.69
14	Sportyfire Robotics India Pvt Ltd	Relative of KMP are Directors	Sales	4.95	.00
			Trade Advances Given	126.94	.00
			Outstanding Balance	131.89	.00
15	DAMSON TECHNOLOGIES P LTD (HONG KONG)	Foreign Subsidiary	Oustanding Balance	392.52	392.52
			Investment Balance	.80	.80

KMP:Key managerial personnel



Damson Technologies Private Limited
CIN : U72900GJ2000PTC039057
Notes on Financial Statements for the year ended March 31, 2024

32 Earnings Per Share:

Sr.	Particulars	Units	2023-24	2022-23
1	Net profit	Rs. in Lakhs	198.83	102.87
2	Weighted Average of Equity Shares outstanding	Nos.	2537045	383199
3	Basic and diluted Earning Per Share of Rs. 10 each	Rs.	7.84	26.85

33 Details of loan given, investment made and guarantee given covered under section 186(4) of the Companies Act, 2013.

The investments made are given under the respective heads.

The company has not given any loans or corporate guarantees in respect of loans during the year.

34 Additional Regulatory Information Disclosures :

34.1 Loans and advances granted to specified person:

The company has not given any loans and advances in nature of loan to promoters, directors, KMPs and related parties.

34.2 Relationship with struck off companies:

The Company does not have any transaction and balance outstanding with struck off companies.

34.3 Willful Defaulter

The company is not declared as willful defaulter by any bank or financial institution or other lender.

34.4 Utilisation of borrowed funds

The company has used the borrowings from banks for the specific purpose for which it was taken. The company has not taken any borrowings from financial institution.

34.5 Registration of charges or satisfaction with Registrar of Companies (ROC)

The company has registered charge and satisfaction with ROC within statutory time period whenever required for new borrowing or full repayment during the year.

34.6 Details of Benami Property held

The company does not hold any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, hence no proceedings initiated or pending against the company under the said Act and Rules.

34.7 Utilisation of borrowed funds, share premium and other funds

The Company has not given any advance or loan or invested funds from borrowed funds or share premium or any other sources with the understanding that intermediary would directly or indirectly lend or invest in other person or equity identified in any manner whatsoever by or on behalf of the company as ultimate beneficiaries or provide any guarantee or security or the like to on behalf of ultimate beneficiaries.

The Company has not received any fund from any person or entity with the understanding that the Company would



directly or indirectly lend or invest in other person or entity identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiary) or provided any guarantee or security or the like on behalf of the ultimate beneficiary.

34.8 Compliance with number of layers of companies

The Company has only one wholly owned foreign subsidiary company, hence compliance in terms of Section 2(87) of Companies Act read with the Companies (Restriction on number of Layers) Rules, 2017 does not apply.

34.9 Investment Property

The Company does not have any Investment Property.

34.10 Revaluation of Property, Plant and Equipment

The Company has not revalued its Property, Plant and Equipment (including Right-of-Use Assets) and Intangible Assets.

34.11 Capital Work in Progress

The Company does not have any Capital Work in Progress.

34.12 Intangible Assets

There are no Intangible Assets under development as on 31 March 2024.

35 Additional Disclosures:

35.1 Details of Crypto Currency or Virtual Currency

The company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

35.2 Undisclosed Income

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

Loans and Advances, Trade Receivables and Trade Payables, Long and current liabilities and Other current assets

36

The balances are subject to balance confirmation by the respective parties and reconciliation with Tax Authorities and necessary adjustment if any will be made on its reconciliation

37 Audit Trail

The Company uses an accounting software for maintaining its books of account which has operated throughout the year for all relevant transactions recorded in the accounting software. Further no instance of audit trail feature being tampered with was noted in respect of the accounting software

38 Events Occurring after the Balance sheet Date



Danson Technologies Private Limited

CIN : U72900GJ2006PTC039057

Notes on Financial Statements for the year ended March 31, 2024

No Significant Subsequent events have been observed which may require an adjustments to the financial statements. However the company has received demand notice/order dated 13.06.2024 from Tamil Nadu GST Commercial Tax Officer of Rs. 49.74 Crore Tax, Rs. 19.47 Crore Interest and Rs. 49.74 Crore Penalty for F.Y 19-20 to 22-23

39 Disclosure

The Company's E- Comm division has credited during F.Y 23-24 Rs. (37.71) crore as Value Discount on its Purchases from various Suppliers on provisional basis Last F.Y 22-23 Rs.7.62 crore

a

The Company's E-comm division has made provision for sales Return Rs. 7.22 crore on 31.03.24 and Rs. 17.30 Crore on 31.03.23

b

The company's Delhi Branch GST number has been Cancelled Suo-moto by the GST Department Effective from 25/11/2019, and Rs. 67.26 lakh stock is there.

c

For Foreign remittances for import through AD bank | PNB & Axis bank | reconciliation with banks is yet not finished

d

During the F.Y 21-22 company has received Rs 97.07 lakh short against the Insurance claim for loss due to fire and shown as receivable as per books and during the year company has filed case against the New India assurance company Ltd in Consumer court in Ahmedabad

e

40 Figures of the previous year are regrouped wherever necessary.

41 Ratio analysis and its elements as per annexure -A
As per our audit report of even date attached.

For, G R K G & Co
Chartered Accountants
FRN. 129047W


CA. RAKESH GUPTA
Partner
M.NO. 046926
UDIN: 24046926BKGXME2482

Place: Ahmedabad
Date:28.07.2024



For and on behalf of Board of Directors



Ritesh Goenka
Director
DIN :00296144



Vivek Goenka
Director
DIN : 00296135

Sr. No.	Ratio	Formula	FY 2023-24	FY 2022-23	Difference	Reason for Variance (if +/- 25%)
1	Current Ratio	$\frac{\text{Current Asset}}{\text{Current Liability}}$	$\frac{6265.49}{3753.01}$	$\frac{12601.15}{10097.37}$	1.67 1.25	Ratio has improved on account of better management of working capital. -34%
2	Debt-Equity Ratio	$\frac{\text{Total Debt}}{\text{Shareholders' Equity}}$	$\frac{1820.40}{1073.67}$	$\frac{1602.90}{124.85}$	1.51 12.84	Ratio has improved due to infusion of equity Share Capital 88% during the year.
3	Debt Service Coverage Ratio	$\frac{\text{Earnings available for debt service}}{\text{Debt Service}}$	$\frac{380.89}{1820.40}$	$\frac{251.03}{1602.90}$	0.24 0.16	Ratio has improved on account of increased earnings available -50% for servicing the debts.
4	Return on Equity Ratio	$\frac{\text{Net Profit After Taxes - Preference Dividend}}{\text{Average shareholder's equity}}$	$\frac{198.83}{1073.67}$	$\frac{102.87}{124.85}$	0.19 0.82	Return on per equity share has reduced due to increase in total number of shares during the 78% year.
5	Inventory turnover ratio	$\frac{\text{Sales}}{\text{Average inventory}}$	$\frac{13079.48}{2916.96}$	$\frac{96384.61}{2816.58}$	6.48 34.22	Due to lower Sales Turnover Business of E-commerce 81% Division
	Opening Inventory	3056.33		2576.83		
	Closing Inventory	977.56		3036.33		
		4033.92		5633.17		
6	Trade Receivables turnover ratio	$\frac{\text{Sales}}{\text{Average account receivable}}$	$\frac{13079.48}{3357.35}$	$\frac{96384.61}{4651.60}$	3.90 20.72	Due to lower Sales Turnover Business of E-commerce 81% Division
	Opening Trade Debtors	5475.55		3827.66		
	Closing Trade Debtors	1239.16		5475.55		
		6714.70		9303.21		
7	Trade payables turnover ratio	$\frac{\text{Purchase}}{\text{Average trade payable}}$	$\frac{12186.78}{5623.97}$	$\frac{95620.40}{7892.76}$	2.17 12.11	Due to lower Sales Turnover Business of E-commerce 82% Division
	Opening trade payable	8622.16		7163.37		
	Closing trade payable	2625.78		8622.16		
		11247.94		15785.52		
8	Net capital turnover ratio	$\frac{\text{Sales}}{\text{Average working capital}}$	$\frac{13079.48}{2508.13}$	$\frac{96384.61}{2339.29}$	5.21 41.20	Due to lower Sales Turnover Business of E-commerce 87% Division
	Opening Working Capital					
	Current Assets	12601.15		10639.49		
	Current Liabilities	10097.37		8464.70		
		2503.79		2174.79		
	Closing Working Capital					
	Current Assets	6265.49		12601.15		
	Current Liabilities	3753.01		10097.37		
		2512.48		2803.79		
9	Net profit ratio	$\frac{\text{Net Profit after Tax}}{\text{Net Sales}}$	$\frac{198.83}{13079.48}$	$\frac{102.87}{96384.61}$	0.015 0.001	On account of improved -1324% margins



10	Return on Capital employed	Earning before interest & taxes	380.89	0.17	251.03	0.15	On account of improved -16% margins
		Capital employed	2208.11		1692.41		
		Net Profit Before tax	200.98		104.61		
		Interest	179.90		146.41		
		Earning before interest & taxes	380.89		251.03		
		Tangible Net Worth					
		Shareholders Fund	1073.67		124.85		
		Intangible Assets	2.25		9.35		
			1071.42		121.50		
		Total Debt	1620.40		1602.90		
		Capital Employed	2691.82		1724.40		
		Opening Capital Employed	1724.40		1660.43		
		Closing Capital Employed	2691.82		1724.40		
11	Return on investment	Profit after taxes	198.83	0.19	102.87	0.82	Return on investment has decreased on account of increased Share Capital during 78% the year.
		Shareholders' Equity	1073.67		124.85		





Independent Auditor's Report

To the Members of **DAMSON TECHNOLOGIES PVT LTD**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the financial statements of **DAMSON TECHNOLOGIES PVT LTD** ("the Company"), which comprise the balance sheet as at **31st March 2024**, and the statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **31st March, 2024**, its profit/loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information other than the financial statements and auditors' report thereon

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

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



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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Emphasis of Matter

The Company's E- Comm division has credited during F.Y 23-24 Rs. (37.71) crore as Value Discount on its Purchases from various Suppliers on provisional basis Last F.Y 22-23 Rs.7.62 crore and its impact on GST is subject to reconciliation and such unbilled creditors outstanding amounts to Rs 36.82 crore on 31.03.24 and Rs. 74.55 lakh on 31.03.23. Refer note -39

The Company's E-comm division has made provision for sales Return Rs. 7.22 crore on 31.03.24 and Rs. 17.30 Crore on 31.03.23. Refer note-39

The company's Delhi Branch GST number has been Cancelled Suo-moto by the GST Department Effective from 25/11/2019, since then Rs. 67.26 lakh stock is there as per books, we have not physically verified it and company has not made any provision for loss in its value. Refer note-39

As foreign remittances for import through AD bank [PNB & Axis bank] are not properly reconciled with balance out standing of such parties in the books of the company the financial impact of the same cannot be quantified and disclosed. Refer note-39

Short Insurance claim Rs. 97.07 lakh against the loss of goods due to fire and receivable in the books as on date Refer note -39

During the year company has received SCN from Central GST Audit Department Ahmedabad for payment of interest Of Rs. 48.98 lakh on late reversal GST- ITC. Refer note-19

We draw attention to note -38 demand notice/order dated 13.06.2024 from Tamil Nadu GST Commercial Tax Officer of Rs. 49.74 Crore Tax, Rs. 19.47 Crore Interest and Rs. 49.74 Crore Penalty for F.Y 19-20 to 22-23

We draw attention to Note 36 of the financial statements, which pertain to Balance confirmation and reconciliation which may have financial impact.

Our opinion is not modified in respect of above said matters of Emphasis.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and



maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in the agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) In our opinion, the matter described in the Basis for Disclaimer of Opinion given in "Annexure B" of our report may have an adverse effect on the functioning of the Company
 - g) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of Sec 197(16) of the Act as amended, we report that Section 197 is not applicable to a private company. Hence reporting as per Section 197(16) is not required.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 19 to the financial statements



- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The management has represented that, to the best of it's 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 person(s) or entity(ies), including foreign entities ("Intermediaries"), during the year with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of it's knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), during the year 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 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 (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.
- v. No dividend have been declared or paid during the year by the company.

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

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from 01st April, 2023, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended 31st March, 2024.

For G R K G & CO.
Chartered Accountants
FRN: 0129047W

Rakesh Gupta

Place:-AHMEDABAD
Date: 28.07.2024
UDIN:24046926BKGXME2482

CA RAKESH GUPTA
(PARTNER)
Membership No. 046926



Annexure 'A'

The Annexure referred to in paragraph 1 of Our Report on "Other Legal and Regulatory Requirements".

We report that:

- a. (a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (B) The company has maintained proper records showing full particulars of intangible assets;
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification;
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company;
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year. Accordingly, the reporting under Clause 3(i)(d) of the Order is not applicable to the Company.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- b. (a) As explained to us & on the basis of the records examined by us, in our opinion, physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancy of 10% or more in the aggregate for each class of inventory were noticed on physical verification of stocks by the management as compared to book records.



- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets during any point of time of the year. The quarterly returns or statements filed by the company with such banks or financial institutions are not in agreement with the books of account of the Company as the current asset [Stock, Debtors] as per statements / returns given to bank only to the extent of DP required to avail working capital limit of Rs. 10 crores.
- c. According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not made investments in, nor provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. Accordingly, provisions of clause 3(iii)(a), 3(iii)(b), 3(iii)(c), 3(iii)(d), 3(iii)(e) and 3(iii)(f) of the Order are not applicable to the Company.
- d. According to the information and explanations given to us and on the basis of our examination of the records, in respect of loans, investments, guarantees, and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with except non charging of interest on the loan to given to company's. foreign subsidiary company during the current year
- e. The company has not accepted any deposits or amounts which are deemed to be deposits covered under sections 73 to 76 of the Companies Act, 2013. Accordingly, clause 3(v) of the Order is not applicable.
- f. As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act.
- g. (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanation given to us there were no outstanding statutory dues as on 31st of March, 2023 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the company, there is no statutory dues referred to in sub-clause (a) that have not been deposited on account of any dispute except following.



Name of the Statute	Nature of the Dues	Amount (Rs.) in lakh	Period to which the amount relates	Forum where Dispute is pending
Gujarat VAT	CST	*3.63	F.Y 15-16	Appellate Authority
Gujarat VAT	CST	*15.88	F.Y 16-17	Appellate Authority
Gujarat VAT	CST	*3.42	F.Y 17-18	Appellate Authority
Central GST	GST	48.98 plus Penalty	F.Y 17-18 to 19-20	Assistant Commissioner, Central GST, Division-VI, Ahmedabad South
Income Tax Act	TDS [Short payment / Deduction/ Interest/ Late filing fees	1.17	F.Y 22-23 and Prior Years	Income Tax - TDS Department

CST: Central Sales Tax, VAT; Value added Tax, * the company has paid **Rs.10.70** lakh as per its record .

- h. According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- i.
 - (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 - (b) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not been declared a willful defaulter by any bank or financial institution or other lender;
 - (c) According to the information and explanations given to us by the management, the Company has not obtained any term loans for any specific purpose during the year. Accordingly, clause 3(ix)(c) of the Order is not applicable.
 - (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short term basis , prima facie have been used for long term purposes by the company during the year.



- (e) In our opinion and according to the information and explanations given by the management, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures. Accordingly, clause 3(ix)(e) is not applicable.
- (f) In our opinion and according to the information and explanations given by the management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Accordingly, clause 3(ix)(f) is not applicable.
- j. (a) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- k. (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the company or any fraud on the company has been noticed or reported during the course of audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) According to the information and explanations given to us by the management, no whistle-blower complaints had been received by the company
- l. The company is not a Nidhi Company. Accordingly, clause 3(xii)(a), 3(xii)(b) and 3(xii)(c) of the Order is not applicable.
- m. In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, where applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards;
- n. (a) Based on information and explanations provided to us and our audit procedures, the company has an internal audit system commensurate with the size and nature of its business, the audit process needs to be further strengthened;
- (b) Internal audit reports of the Company issued till date for the period under audit do not adequately address the plan and scope required.



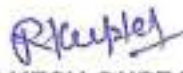
- o. In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company
- p. (a) In our Opinion and based on our examination, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934). Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- (b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable. ,
- (c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) According to the information and explanations given by the management, the Group does not have any CIC as part of the Group.
- q. Based on our examination, the company has not incurred cash losses in the current financial year and in the immediately preceding financial year. .
- r. There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- s. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, 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.



- t. Based on our examination, the provision of section 135 are not applicable on the company during the year. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.
- u. The reporting under the clause (xxi) the Companies (Auditor's Report) Order -2000 (CARO) reports is not applicable in respect of audit of standalone financial statements.

Place:-AHMEDABAD
Date: 28.07.2024
UDIN:24046926BKGXME2482

For G R K G & CO.
Chartered Accountants
FRN: 0129047W


CA RAKESH GUPTA
(PARTNER)
Membership No. 046926



Report on Internal Financial Controls with reference to financial statements

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

We were engaged to audit the internal financial controls with reference to financial statements of **DAMSON TECHNOLOGIES PVT LTD** ("the Company") as of **March 31, 2024** in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Disclaimer of opinion

We do not express an opinion on the internal financial controls with reference to the financial statements of the Company. Because of the significance of the matter described in the Basis for Disclaimer paragraph below, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion on whether the Company had adequate internal financial controls with reference to financial statements and whether such internal financial controls were operating effectively as at March 31, 2024.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company, and the disclaimer does not affect our opinion on the financial statements of the Company

Basis for disclaimer of opinion

According to the information and explanation given to us, the Company has not formalized and documented its internal financial control with reference to financial statements on criteria based on or considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). Consequently, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion on whether the Company had adequate internal financial controls with reference to financial statements and whether such internal financial controls were operating effectively as at March 31, 2024

Management and the board of director's responsibility for internal financial controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.



Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit conducted in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Because of the matter described in Disclaimer of Opinion paragraph above, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls with reference to financial statements of the Company.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

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

Place:-AHMEDABAD
Date: 28.07.2024
UDIN:24046926BKGXME2482

For G R K G & CO.
Chartered Accountants
FRN: 0129047W

Rakesh Gupta

CA RAKESH GUPTA
(PARTNER)
Membership No. 046926

