

## NOTICE

Notice is hereby given that the 12<sup>th</sup> Annual General Meeting of Members of Kuttukaran Cars Private Limited ("Company") will be held at 04.00 P.M. on Thursday, 03<sup>rd</sup> August, 2023, at the Registered Office of the Company at Kuttukaran Centre, Mamangalam, Ernakulam, Kerala-682025 to transact the following businesses:

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2023 together with the Reports of the Board of Directors and Auditors thereon for the financial year ended March 31, 2023.
2. To appoint a Director in place of Mr. Naveen Philip (DIN: 00018827), who retires by rotation and, being eligible, offers himself for re-appointment.
3. To fix remuneration of Statutory Auditors and in this regard to consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 142 (1) read with Section 102 (2) and other applicable provisions, if any, of the Companies Act, 2013 and Rules made thereunder the Board of Directors of the company be and is hereby authorized to fix the remuneration of M/s R. G. N. Price & Co, (Firm Registration No.0027855), for the period from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company, who have been appointed by the Members in the 8<sup>th</sup> Annual General meeting as the Statutory Auditors of the Company for a period of 5 years, pursuant to the provisions of Section 139(1) of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014."

Note: The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away with vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is

proposed for ratification of appointment of Auditors, who were appointed in the 8<sup>th</sup> Annual General Meeting of the Company.

## SPECIAL BUSINESS:

### 4. Appointment of Mr. Ranjan K. Nair as Director

To Appoint Mr. Ranjan K. Nair as Director of the Company and in this regard to consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of section 149,152 and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in the force) Mr. Ranjan K. Nair (DIN: 09705554), who was appointed as an Additional Director on 17<sup>th</sup> August, 2022 and in respect of whom the Company has received a notice in writing under Section 160 of the Act from a member proposing his candidature for the office of Director, be and is hereby appointed as Director of the Company, liable to retire by rotation."

"RESOLVED FURTHER THAT Mr. John K Paul, Director of the Company, be and is hereby authorized to file necessary returns/forms with the Registrar of Companies, Ernakulam and to do all such acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid resolution."

### 5. To increase Authorized Share Capital of the Company

To consider, and if thought fit, to pass with or without modification the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to Section 61(1)(a) and Section 64 and other applicable provisions, if any, of the Companies Act, 2013 including any statutory modification(s) and re-enactment thereof for the time being in force and the rules made thereunder and in accordance with the Articles of Association of the Company, the consent of members be and is hereby accorded to increase the authorized share capital of the Company from

Rs. 4,00,00,000/- (Rupees Four Crores Only) consisting of 20,00,000 (Twenty Lakhs) Equity shares of Rs. 10/- each and 20,000 (Twenty Thousand) Redeemable Preference shares of Rs.1000/- (Rupees One Thousand Only) to Rs. 6,00,00,000 (Rupees Six Crores Only) consisting of 40,00,000 (Forty Lakhs) Equity shares of Rs. 10/- each and 20,000 (Twenty Thousand) Redeemable Preference shares of Rs.1000/- (Rupees One Thousand Only) each by the creation of 20,00,000 (Twenty Lakh) Equity shares of Rs. 10/- each in the share capital of the company."

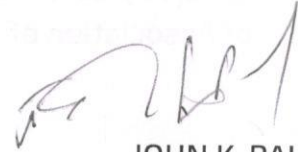
"RESOLVED FURTHER THAT the new Equity Shares of Rs. 10 each shall rank pari passu in all respect with the existing Equity Shares of Rs. 10 each in the share capital of the company."

"RESOLVED FURTHER THAT pursuant to Section 13 and other applicable provisions, if any, of the Companies Act, 2013 consent of members be and is hereby accorded, for the alteration of the Clause 5 of the Memorandum of Association of the Company and substituting in its place the following:

5. The Authorised Share Capital of the Company is Rs. 6,00,00,000/- (Rupees Six crores Only) divided into 40,00,000 (Forty Lakhs) Equity Shares of Rs.10/- (Rupees Ten Only) each and 20,000 (Twenty Thousand) Redeemable Preference Shares of Rs.1,000/- (Rupees One Thousand Only) each.

"RESOLVED FURTHER THAT for the purpose of giving effect to this resolution the Board of Directors of the Company be and are hereby authorised, on behalf of the Company, to do all such acts, deeds, matters and things as may be necessary, proper or desirable and to sign and execute all necessary documents, applications and returns for the purpose of giving effect to the aforesaid resolution along with filing of necessary e-forms."

BY ORDER OF THE BOARD  
For KUTTUKARAN CARS PRIVATE LIMITED



JOHN K. PAUL  
DIRECTOR  
(DIN: 00016513)

Place: Kochi  
Date: 30.05.2023

NOTES:

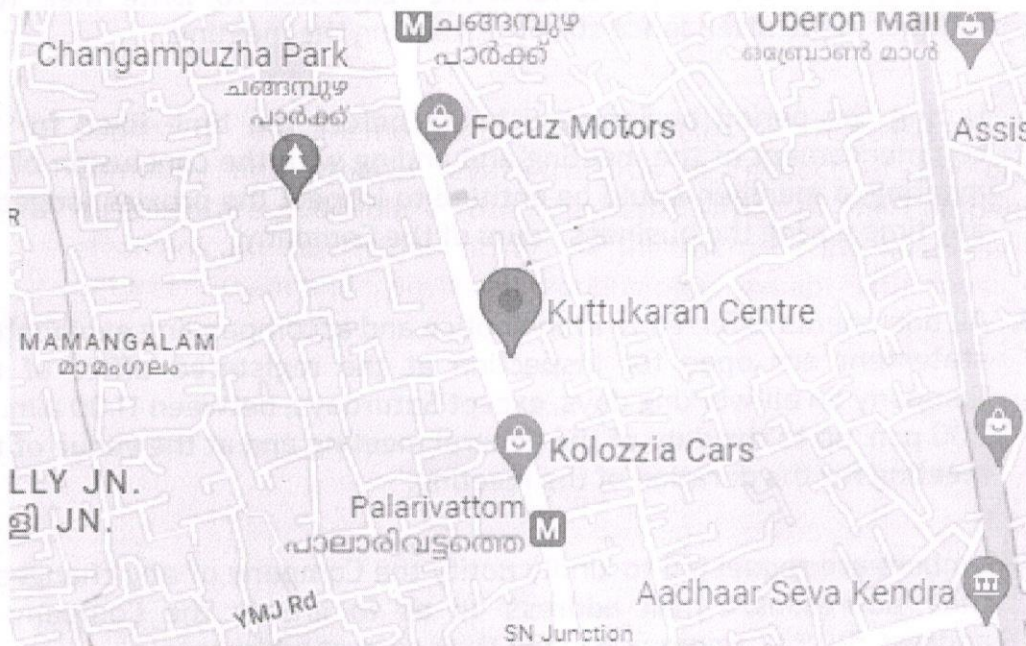
1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. The proxies to be effective should be lodged with the Company at least 48 hours before the commencement of the meeting.
2. A person can act as a proxy on behalf of the members not exceeding 50 and holding in aggregate not more than 10 percent of the total share capital of the company carrying voting rights. A member holding more than 10 percent of total share capital of the company carrying

voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

3. A corporate member intending to send its authorized representatives to attend the meeting in terms of section 113 of the Companies Act, 2013 is requested to send to the Company a certified copy of the board resolution authorizing such representative to attend and vote on its behalf at the meeting.
4. Members/proxies/authorized representatives are requested to submit the attendance slips duly filled in for attending the meeting. Members holding shares in physical form are requested to write their folio number in the attendance slip for attending the meeting.
5. During the period beginning 6 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company.
6. All documents referred to in the notice and accompanying explanatory statement are open for inspection at the registered office of the Company on all working days, except Saturdays, between 11:00 a.m. To 1:00 p.m. up to the date of the general meeting and at the venue of the meeting for the duration of the meeting.
7. Members are requested to kindly notify the Company of any changes in their addresses/e-mail address so as to enable the Company to address future communication to their correct addresses.
8. Pursuant to section 20(2) of the Companies Act, 2013 read with rule 35 of the Companies (Incorporation) Rules, 2014, as amended, Companies are permitted to send official documents to their shareholders electronically.
9. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of the above resolutions is enclosed and forms a part of the notice.

10. Copies of the Memorandum and Articles of Association of the Company and other relevant records in respect of the ordinary business are available at the Registered Office of the Company and electronically for inspection of the members during business hours between 10 am and 5 pm on all working days, except Saturdays.

## Route Map



## EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

### Item No.5:

Mr. Ranjan K. Nair, having DIN: 09705554, S/o H No. 49/697W, Rajeev Nagar, Punnakkal, Edapally South, Elamakkara, Ernakulam- 682 026 was appointed as an Additional Director of the Company by the Board of Directors with effect from 17<sup>th</sup> August, 2022.

In terms of provisions of Section 161 of the Companies Act, 2013, rules made thereunder he holds office up to the date of next Annual General Meeting. A notice has been received from a member in accordance with section 160 of the Act, signifying his intention to propose appointment of Mr. Ranjan K. Nair as a Director. His office is liable to retire by rotation.

The Board of Directors have decided in its meeting dated 12<sup>th</sup> May, 2023 to recommend to members to appoint Mr. Ranjan K. Nair as a Director liable to retire by rotation.

Except Mr. Ranjan K. Nair, none of the Directors or Key Managerial Personnel or their relatives are interested or concerned in respect of the resolution as set out vide item (5) in the notice.

The Board recommends the Ordinary Resolution as set out at item no.5 for approval by the shareholders.

There is no other information and facts to disclose that may enable members to understand the meaning, scope and implications of the said item of business and to take decision thereon.

## Item No.6:

The present Authorised Share Capital of the Company is Rs. 4,00,00,000/- (Rupees Four Crores Only) consisting of 20,00,000 (Twenty Lakhs) Equity shares of Rs. 10/- each and 20,000 (Twenty Thousand) Redeemable Preference Shares of Rs. 1000/- each. Your Board of Directors is intending to increase the authorized capital to provide comfort to raise capital as and when required for the purpose of funding the growth of the Company. To bring in additional fund for the Business it is proposed to enhance the Authorised Share Capital of the Company from Rs. 4,00,00,000/- (Rupees Four Crores Only) to Rs. 6,00,00,000/- (Rupees Six Crores Only) consisting of 40,00,000 (Forty Lakhs) Equity shares of Rs. 10/- each and 20,000 (Twenty Thousand) Redeemable Preference Shares of Rs. 1000/- each by the creation of 20,00,000 (Twenty Lakh) Equity shares of Rs. 10/- each in the share capital of the company.

As per the provisions of section 13 of the Companies Act, 2013, a Company can alter the Share Capital Clause of its Memorandum of Association with the consent of Shareholders. On altering of Authorised Share Capital, it would be

necessary to amend Clause 5 of the Memorandum of Association of the Company.

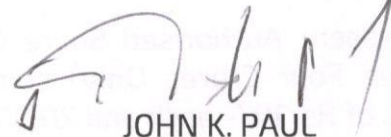
The Board of Directors recommend the passing of this Resolution as Special Resolution. None of the Directors or Key Managerial Personnel of the Company or their relatives is interested or concerned, whether financially or otherwise, in the aforesaid resolution as set out in the Notice.

There is no other information and facts to disclose that may enable members to understand the meaning, scope and implications of the said item of business and to take decision thereon.

The special business vide item (6) to be transacted at the meeting of the company does not relate to and affect any other company/entity.

Copies of the Memorandum and Articles of Association of the company and other relevant records are available at the Registered Office of the company for inspection of the members during business hours between 10 am and 5 pm on all working days, except Saturdays and shall also be laid before the meeting.

BY ORDER OF THE BOARD  
For KUTTUKARAN CARS PRIVATE LIMITED



JOHN K. PAUL  
DIRECTOR  
(DIN: 00016513)

Place: Kochi  
Date : 30.05.2023





**ATTENDANCE SLIP**

(Please complete this attendance slip and hand over at the entrance of the Meeting hall)

I, hereby record my presence at the 12<sup>th</sup> Annual General Meeting of Kuttukaran Cars Private Limited held at 04.00 P.M. on Thursday, 03<sup>rd</sup> August, 2023 at Kuttukaran Centre, Mamangalam, Cochin-682025.

**PLEASE FILL THE ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE**

Name	
Address & email ID	
Folio no.	
No. of shares held	

I certify that I am the registered shareholder / proxy for the registered shareholder of the Company.

Signature of member / proxy

**Form No. MGT 11  
PROXY FORM**

[Pursuant to section 105(6) of the Companies Act, 2013, and rule 19(3) of Companies  
(Management and Administration) Rules, 2014]

Name, address and email ID of the shareholder(s)	
Folio no.	

I / we, being the member(s) of \_\_\_\_\_ shares of the above named Company, hereby appoint:

name: \_\_\_\_\_ address  
S: \_\_\_\_\_ signature: \_\_\_\_\_  
\_\_\_\_\_ or failing him;  
name: \_\_\_\_\_ address  
S: \_\_\_\_\_  
signature: \_\_\_\_\_

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 12<sup>th</sup> Annual General Meeting of the Company held on 04.00 P.M. on Thursday, 03<sup>rd</sup> August, 2023 at Registered Office at Kuttukaran Centre, Mamangalam, Cochin-682025 or / and at any adjournment thereof, in respect of such Resolutions as indicated below:

Sl. No.	Resolutions	Voted for	Voted against
1	To receive, consider and adopt the financial statements of the Company for the financial year ended March 31, 2023		
2	Re-appointment of Mr. Naveen Philip as a Director liable to retire by rotation.		
3	To fix remuneration of Statutory Auditors		
4	To appoint Mr. Ranjan K. Nair as Director		
5	To increase the Authorized share capital of the Company		

Signed this ----- day of ----- 2023

Affix One  
Rupee  
Revenue  
Stamp

Signature of proxy holder(s)

Signature of shareholder

Notes: (1) The proxy, to be effective, should be deposited at the Registered Office of the Company not less than **FORTY EIGHT HOURS** before the commencement of the meeting. (2) A proxy need not be a member of the Company. (3) In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members. (4) The Form of proxy confers authority to demand or join in demanding a poll. (5) The submission by a member of this Form of proxy will not preclude such member from attending in person and voting at the meeting.

## DIRECTORS' REPORT

To,  
The Members,  
Kuttukaran Cars Private Limited

Your Directors are pleased to present the Company's 12<sup>th</sup> Annual Report together with the report of the statutory auditors and the audited financial statements of the Company for the financial year ended 31<sup>st</sup> March 2023.

### Economy and Industry

The current global economy is characterized by a broad-based and sharper-than-expected decline, with inflation clocking figures not seen in past several decades. This is due to a combination of factors, including rising interest rates, tightening financial conditions in most regions, Russia's invasion of Ukraine, lingering Covid-19 pandemic and rising geopolitical tensions. In addition, rising global debt levels, weak consumer confidence, and a weakening global labor market are all contributing to the current sluggish global economic environment.

Despite the geopolitical uncertainty and rising inflation, the Indian economy was able to overcome the vagaries and demonstrate a healthy GDP growth of 7% supported by favorable government and central bank policies.

The Government of India thrust towards cleaner transportation and personal mobility is giving a flip to the electric vehicle industry. With Government of India support through FAME II etc., the industry still is at a nascent stage constituting less than 1% of the total vehicle sales. E-Two wheeler segment constitutes around 63% of the overall electric vehicle industry sales with 7,27,370 vehicles for FY 2023 up from 2,52,550 numbers in FY 22. Ather Energy with 76,837 vehicles sold was at sixth largest player in the segment for FY 23.

### Matters post financial year

The Government of India has reduced the subsidy provided under FAME II (Faster Adoption of Manufacturing of Electric Vehicles in India) Scheme applicable on electric two-wheelers registered on or after June 01, 2023. The subsidy for electric two-wheelers is reduced from INR 15,000 Kwh to INR 10,000 per Kwh. The cap on incentives for electric two-wheelers has been reduced from 40 percent at present to 15 percent of the ex-factory price of vehicles. The price of vehicle tend to increase across the spectrum.

### 1. Business operational review

Your Company has been authorised as a dealer of Ather electric two wheelers to sell and service electric two wheelers manufactured by Ather.

Our Ather dealerships retail Ather 450 Plus and Ather 450 X models of vehicles.

During the year our Company has opened two new sales outlets at Kollam and Nagercoil and two service outlets at Kollam and Trivandrum.

## 2. Financial Results

Your Company had achieved a Turnover of Rs. 400.60 million during the current financial Year 2022-23 as against the previous year Turnover of Rs. 22.55 million. There is a loss before tax of Rs. 6.15 million in the current year over Rs. 4.20 million in the previous year.

(In INR millions, except earnings per share data)

Particulars	For the financial year ended March 31, 2023	For the financial year ended March 31, 2022
Net Revenue from Operations	400.60	22.55
Other Income	0.33	0.08
<b>Total Revenue</b>	<b>400.93</b>	<b>22.62</b>
Employee Benefits Expenses	13.20	1.55
Finance Costs	7.76	1.11
Depreciation and amortization expenses	6.15	1.70
All other expenses	379.97	22.46
<b>Total Expenses</b>	<b>407.08</b>	<b>26.82</b>
<b>Profit / (Loss) Before Tax</b>	<b>(6.15)</b>	<b>(4.20)</b>
<b>Tax Expense:</b>		
Current Tax	-	-
Deferred Tax	1.82	0.83
<b>Profit / (Loss) after Tax</b>	<b>(4.33)</b>	<b>(3.36)</b>
Earnings per equity share Basic and Diluted	(2.16)	(1.68)

## 3. Deemed Public Company Status

As per the Proviso to Section 2 (71) of the Companies Act, 2013 a company which is a subsidiary of a company, not being a private company, shall be deemed to be public company for the purposes of the Companies Act even where such subsidiary company continues to be a private company in its articles.

Being a Subsidiary of Popular Vehicles and Services Limited, with effect from 10<sup>th</sup> July, 2018 our Company become a Deemed Public Company as per Proviso to Section 2 (71) of the Companies Act, 2013.

However, our Company has continued to be a Private Limited Company as per the Articles of Association of the Company.

#### 4. Share Capital

As on 31<sup>st</sup> March, 2023 the Authorised share capital of the Company is Rs.4,00,00,000/- divided into 20,00,000 equity shares of Rs. 10/- each and 20,000 Redeemable Preference shares of Rs.1000/- each.

The Authorized share capital of the company is proposed to be increased to Rs. 6,00,00,000/- divided into 40,00,000 equity shares of Rs.10 each and 20,000 Redeemable Preference shares of Rs.1000/- each at the ensuing AGM .

During the year, there is no change in the paid up equity share capital of the Company which stands at Rs.2,00,00,000/-divided into 20,00,000 equity shares of Rs.10/- each .

#### 5. Transfer to Reserves

No amount is proposed to be transferred to general reserves for the financial year ended 31<sup>st</sup> March, 2023.

#### 6. Dividend

During the financial year ended 31<sup>st</sup> March, 2023, your Directors do not recommend any amount to be paid as dividend.

#### 7. Material changes and commitments after the end of the Financial Year

There are no material changes and commitments affecting the financial position of the Company between the financial year ended 31<sup>st</sup> March, 2023 and the date of this report.

During the year under review, there were no material and significant orders passed by the regulators or courts or tribunals impacting the going concern status and the Company's operations in future.

## 8. Change in the nature of business, if any

There was no change in the nature of business of the company during the financial year ending 31<sup>st</sup> March, 2023.

## 9. Details of Subsidiary/Joint Ventures/Associate Companies

The company has no subsidiary, associate or has not entered into any joint venture during the year and hence, the Company is not required to disclose any information.

The details of the Holding Company is given below:-

Sl. No	Name of the Company	Holding/Subsidiary/Associate
1	Popular Vehicles and Services Limited	Holding Company

## 10. Board of Directors, Committees and its Meetings

### a) Composition of the Board

The Board of Directors of the company comprises five (5) Directors viz., Mr. John K. Paul, Director, Mr. Francis K. Paul, Director, Mr. Naveen Philip, Director, Mr. Dinesh A., Director and Mr. Ranjan K. Nair, Director.

Mr. Ranjan K. Nair was appointed as an Additional Director of the Company at the Board meeting held on 17<sup>th</sup> August, 2022 and his appointment is sought to be regularized at the ensuing Annual General Meeting of the Company.

Mr. Dinesh A was appointed as an Additional Director of the Company at the Board meeting held on 17<sup>th</sup> August, 2022. Mr. Dinesh A. has informed the Company his intention to not seek regularisation at the ensuing Annual General Meeting. Accordingly he shall hold office upto the date of the ensuing Annual General Meeting.

In accordance with Section 152 of the Companies Act, 2013, Mr. Naveen Philip, Director retire by rotation at the ensuing Annual General Meeting.

Mr. Naveen Philip being eligible, seeks for re-appointment at the Annual General Meeting.

The Board of Directors do recommend the reappointment of Mr. Naveen Philip and regularisation of Mr. Ranjan K. Nair.

## b) Number of meetings of the Board

During the Financial Year 2022-23, the Board of Directors of the Company met five(5) times on 25<sup>th</sup> May, 2022, 15<sup>th</sup> July, 2022, 17<sup>th</sup> August 2022, 08<sup>th</sup> November, 2022 and 02<sup>nd</sup> March, 2023. The intervening gap between two consecutive Meetings is within the period as prescribed under Section 173 (1) of the Companies Act, 2013.

## c) Committees

The Company is not mandatorily required under the provisions of the Companies Act, 2013 and rules made thereunder to constitute any committee.

However, the Company has constituted Finance and Authorisation Committee (sub-committee) with Mr. Naveen Philip (Chairman), Mr. Dinesh A., Director and Mr. Ranjan K. Nair, Director as members.

During the Financial Year 2022-23 the Company has held seven (7) meetings of the Finance and Authorisation Committee on 24<sup>th</sup> August, 2022, 29<sup>th</sup> September, 2022, 24<sup>th</sup> November, 2022, 09<sup>th</sup> December, 2022, 20<sup>th</sup> December, 2022, 19<sup>th</sup> January, 2023 and 17<sup>th</sup> March, 2023.

## d) Independent Directors

As per Rule 4 sub rule 2 of the Companies (Appointment and Qualifications of Directors) Rules, 2014, the Company is not required to appoint Independent Directors.

## 11. Deposits

Your Company has not accepted any public deposits and, as such no amount on account of principal or interest on public deposits was outstanding as on the date of the Balance Sheet. Thus no particulars are reported as required under Rule 8(5) (v) of Companies (Accounts) Rules, 2014.

## 12. Unsecured Loan

As on 31<sup>st</sup> March, 2023, the Company has the following outstanding loans from its Directors;

(Rs. In millions)

Name of the Director	Amount outstanding
Mr. Naveen Philip	7.50
Mr. Francis K Paul	0.10

## 13. Statutory Auditors



M/s. R. G. N. Price & Co., Chartered Accountants, Ernakulam, were re-appointed as the Statutory Auditors of the Company at the 8<sup>th</sup> Annual General Meeting of the Company held on 30<sup>th</sup> September, 2019 for a period of 5 consecutive years till the conclusion of 13<sup>th</sup> Annual General Meeting of the Company.

#### 14. Statutory Auditor's Report

The Statutory Auditors' in their Report for the financial year ending 31<sup>st</sup> March, 2023 does not contain any qualification, reservation or adverse remark except the following:

##### Auditor's comment:

*ix)(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that the company has used funds raised on short term basis aggregating to Rs. 6.13 million for long term purposes as on the date of Balance sheet.*

##### Board's response:

The negative 'other equity' on the balance sheet which being a carry forward of the erstwhile demerged business is the major constituent resulting in the modified opinion. The said opinion is not having any adverse material effect on the financial statement or on the functioning of the Company. The company is in the process of availing the balance Term Loan already sanctioned for investing in its new facilities. This additional term loan, once availed shall provide the company with the needed long-term funds to match the deficit. Further, the improved performance of the Company in the coming years shall positively impact the 'other equity' component appearing in the Balance Sheet. The company believes that this will help to overcome the modified opinion.

#### 15. Secretarial Audit

The Provisions of Section 204 of the Companies Act, 2013 read with rules made thereunder in respect of Secretarial Audit shall not apply to the Company for the financial year 2022-23.

The relevant secretarial standards issued by the Institute of Company Secretaries of India (ICSI) related to the Board Meetings and General Meetings have been complied with.

#### 16. Particulars of loans, guarantees or investments

During the financial year under review, the Company has not granted any loan, guarantee or made any investment coming within the purview of Section 186 of the Companies Act, 2013.

During the year under review the Company has outstanding intercorporate loan of Rs. 1.95 Crores from the Holding Company Popular Vehicles and Services Limited. This amount includes Rs. 45,00,000/- availed for a term of six months which expired on 17<sup>th</sup> March, 2023 and which is extended further for a period of six months pursuant to the supplemental loan agreement dated 30<sup>th</sup> March, 2023.

## 17. Particulars of contracts or arrangements with related parties

The transactions with related parties are in compliance with the provisions contained in Section 188(1) of the Act read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules 2014. Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 are given in Annexure A in Form AOC-2 and the same forms part of this report.

## 18. Managerial remuneration

There are no directors, key managerial personnel or other employees who are in receipt of remuneration exceeding the limits prescribed under section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016.

## 19. Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

The Company has constituted an Internal Committee as required under the said Act to take necessary preventive actions as may be possible and also to carry out redressal of complaints, if any, on sexual harassment and for matters connected therewith or incidental thereto. During the Financial Year 2022-23, the Company has not received any sexual harassment complaints.

The Committee has submitted the Annual Report on POSH to the Company and to the District Officer pursuant to Section 21 of the POSH Act, 2013. The Board of Directors took note of the report at their meeting dated 22nd March, 2023.

## 20. Conservation of Energy/ Technology Absorption and Foreign Exchange Earnings and outgo

The Company uses power saving lighting equipment's for its office and workshop and saves power wherever there is scope for energy saving.

No technology absorption has taken place during the year under consideration.

There was no foreign exchange inflow or outflow during the year.

## 21. Corporate Social Responsibility.

The Company does not require complying with CSR provisions since the company does not fall under the provisions of Section 135(1) of the Companies Act 2013.

## 22. Industrial Relations

During the year under review, the company enjoyed cordial relationship with workers and employees at all levels and the Directors thank all the employees for their continued support, co-operation and valuable contributions.

## 23. Directors Responsibility Statement:

In terms of Section 134 (3) (c), your Directors confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;
- (b) they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period;
- (c) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) they have prepared the annual accounts on a going concern basis;
- (e) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- (f) They have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

## 24. Risk Management and Adequacy of Internal Financial Controls.

The Company has in place a mechanism to identify, access, monitor and mitigate various risks to key business objectives. Major risks identified by the business and functions are systematically addressed through mitigating actions on a continuous basis.

The Company's Internal Control Systems are commensurate with the nature of its business and the size and complexity of its operations. These are routinely tested and certified by Statutory as well as Internal Auditors. Significant audit observations and follow up actions thereon are reported to the Board.

## 25. Human Resources Management

Human Resource Department plays a pivotal role in achieving organizational excellence. Your Company constantly strives to develop quality human resources, to meet the challenges of competitive business environment and to build critical capabilities in achieving the Company's objectives and goals. The Company is continuously renewing and updating the knowledge and skill of its employees at all levels through training and development.

As on 31<sup>st</sup> March, 2023, the Company had a total head count of 85 employees. Your Company takes significant efforts on employee development by imparting training to employees at the various levels.

Your Company wishes to put on record its deep appreciation for the co-operation and efforts of its employees for the betterment of the organization.

## 26. Reporting of Fraud by Auditors

During the year under review, the Statutory Auditors has not reported to the Board under Section 143(12) of the Companies Act, 2013 any instances of fraud committed against the Company by its Officers or employees.

## 27. Industrial Relations

During the year under review, the company enjoyed cordial relationship with workers and employees at all levels and the Directors thank all the employees for their continued support, co-operation and valuable contributions.

## 28. Vigil mechanism

The Company has a vigil mechanism that is intended to provide adequate safeguards against victimisation of employees and Directors who avail the vigil mechanism and to address the genuine concerns, if any, of the Directors and employees.

## 29. Annual Return

The Annual Return of the company is available at the website of the Company  
<https://ather.ecomarq.com/>

30. Disclosure about the application as made or any proceeding is pending under the Insolvency and Bankruptcy Code (IBC), 2016 during the year along with their status as at the end of the financial year.

Not applicable

31. Disclosure about the difference between the amounts of the valuation executed at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof.

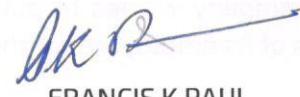
Not applicable

### 32. Acknowledgements

Your Directors wish to express their appreciation to the shareholders and other stakeholders for their continued faith in the company and also for their valuable support.

For, and on behalf of the Board of Directors of  
KUTTUKARAN CARS PRIVATE LIMITED

  
JOHN K PAUL  
(DIRECTOR)  
00016513

  
FRANCIS K PAUL  
(DIRECTOR)  
00018825

Place: Cochin  
Date: 30.05.2023

# Kuttukaran Cars

Kuttukaran Cars Pvt. Ltd.  
No.32/2571-h, Kuttukaran  
Centre, Mamangalam  
Palativattom, Ernakulam  
Kerala, India - 682 025  
CIN : U34100KL2011PTC029542  
GST : 32AAGCP2641B1Z1  
CS @ popular.v.com

## FORM NO. AOC -2 ANNEXURE A TO THE DIRECTORS' REPORT

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

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

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

SL. No.	Particulars	Details
A	Name (s) of the related party & nature of relationship	NOT APPLICABLE
B	Nature of contracts/arrangements/transaction	
C	Duration of the contracts/arrangements/transaction	
D	Salient terms of the contracts or arrangements or transaction including the value, if any	
E	Justification for entering into such contracts or arrangements or transactions'	
F	Date (s) of approval by the Board	
G	Amount paid as advances, if any	
H	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

# Kuttukaran Cars

**Kuttukaran Cars Pvt. Ltd.**  
 No.32/2571-h, Kuttukaran  
 Centre, Mannangalam  
 Palariyattom, Ernakulam  
 Kerala, India - 682 025  
 CIN : U34100KL2011PTC029542  
 GST : 32AAGCP264181Z1  
 CS@popularv.com

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

SL. No.	Particulars	1	2	3	4
1.	Name (s) of the related party & nature of relationship	Popular Vehicles and Services Limited	Popular Mega Motors (India) Private Limited	Popular Autoworks Private Limited	Popular Mega Motors (India) Private Limited
2	Nature of contracts/ arrangements/ transaction	Reimbursement of Expenses	Reimbursement of Expenses	Reimbursement of Expenses	Purchase of asset
3	Duration of the contracts /arrangements/ transaction	Single Transaction	Single transaction	Single Transaction	Single Transaction




# Kuttukaran Cars

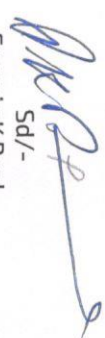
**Kuttukaran Cars Pvt. Ltd.**  
 No.32/2571-h, Kuttukaran  
 Centre, Mannangalam  
 Palarivattom, Ernakulam  
 Kerala, India - 682 025  
 CIN : U34100KL2011PTC029542  
 GST : 32AACCP264181Z1  
 CS@popularv.com

4	Salient terms of the contracts or arrangements or transaction including the value, if any	Reimbursement of expenses met for the Company amounting to Rs. 0.08 million.	Reimbursement of expenses met for the Company amounting to Rs. 0.02 million.	Reimbursement of expenses met for the Company amounting to Rs. 0.11 million.	Purchase of asset amounting to Rs. 0.03 million.
5	Dates of approval by the Board, if any	Board meeting dated 31/03/2022 sanctioned an overall limit of Rs.10 millions	Board meeting dated 31/03/2022 sanctioned an overall limit of Rs.10 millions	Board meeting dated 31/03/2022 sanctioned an overall limit of Rs.5 millions	Board meeting dated 31/03/2022 sanctioned an overall limit of Rs.5 millions
6	Amount paid as advance, if any	Nil	Nil	Nil	Nil

Refer Note No.27 of the financial statements for details

For and on Behalf of Board of Directors  
 Kuttukaran Cars Private Limited

  
 Sd/-  
 John K Paul  
 (Director)  
 (DIN: 00016513)

  
 Sd/-  
 Francis K Paul  
 (Director)  
 (DIN:00018825)

Place: Kochi-25  
 Date:30.05.2023





**R. G. N. PRICE & CO.**  
CHARTERED ACCOUNTANTS

PHONE : OFFICE : 2316538, 2312960  
E-mail : priceco@rgnprice.com  
website : www.rgnprice.com

G-234, PRICE CHAMBERS  
PANAMPILLY NAGAR  
COCHIN - 682 036

Offices at :  
CHENNAI, MUMBAI, DELHI, BANGALORE, QUILON, CALICUT

Our Ref :

10/2023  
UDIN: 23023933BGVFG4897

30.05.2023

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF KUTTUKARAN CARS PRIVATE LIMITED.**

**Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the accompanying Standalone financial statements of **Kuttukaran Cars Private Limited ("the Company")** which comprises the Balance Sheet as at 31<sup>st</sup> March 2023, the Statement of Profit and Loss, Statement of Changes in Equity 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 standalone 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 31<sup>st</sup> March 2023, and **LOSS**, Changes in Equity 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.



## **Information other than the Financial Statements and Auditors Report thereon**

The Company's Board of Directors is responsible for the Information other than the financial statements and auditors report thereon. The said information comprises the information included in the Directors Report (Other information), but does not include the financial statements and our audit report thereon. The Other Information is expected to be made available to us after the date of this auditors' report

Our opinion on the financial statements does not cover the other information and we will 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 identified above when it becomes available, and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, otherwise appear to be materially misstated

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance

## **Responsibility 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 standalone 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

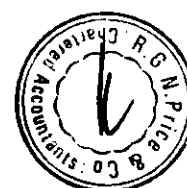


## **Auditor's Responsibility for the Audit of the Financial Statements**

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional 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.



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.

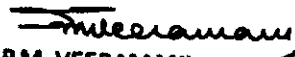
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### **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 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, Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid standalone financial statements comply with the 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 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer our separate Report in Annexure A.
  - g. No managerial remuneration was paid during the year and hence reporting on compliance with the provisions of section 197 read with schedule V to the act is not applicable.



- 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:
- a. The Company has no pending litigations having impact on its financial position.
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - d. (i) The management, as explained in Note 27-Iv(a) of the financial statements, has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
(ii) The management, as explained in Note 27-IV(b) of the financial statements, has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and  
  
(iii) Based on such audit procedures, that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
  - e. The Company has not declared or paid any dividend during the year and hence reporting under this clause is not applicable.
  - f. The applicability of clause on usage of accounting software is deferred to financial years commencing on or after 1<sup>st</sup> April 2023 vide MCA Notification dated 31<sup>st</sup> March 2022.

**For R.G.N. PRICE & CO.**  
Chartered Accountants  
  
**P.M. VEERAMANI**  
Partner  
M. No. 23939, FR. No. 0027855

## **ANNEXURE**

### **i) Fixed Assets**

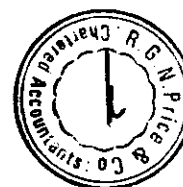
- (a) (A) The Company has maintained records showing particulars of Property, Plant and Equipment including quantitative details and situation.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) These Properties, Plant and Equipments have been physically verified by the management at reasonable intervals and no material discrepancies have been noticed on such physical verification.
- (c) The Company does not own any immovable properties other than improvements to leasehold buildings.
- (d) The company has not revalued its Property, Plant and Equipments during the year.
- (e) As per the information and explanations furnished to us, 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.

### **ii) Inventories**

- (a) The inventories have been physically verified by the management during the year at reasonable intervals and in our opinion the coverage and procedure of such verification by the management is appropriate. The discrepancies noticed on physical verification of stock were not material having regard to the size of the operation of the company.
- (b) The company has been sanctioned /renewed 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 the year. In our opinion and according to the information and explanations furnished to us, the quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.

### **iii) Investments/Loans/Advances and Guarantees**

During the year, the company has not made any investments in or 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 other than those given in the normal course of business. Accordingly, none of the subclauses under this heading are applicable.



iv) Compliance with Sec 185 and Sec 186

In our opinion and according to the information and explanations given to us, the company had not granted any loans to parties to whom provisions of Sec 185 applies and consequently clauses relating to terms and conditions of loan, payment of interest and repayment of principal and status of overdue are not applicable.

In our opinion and according to the information and explanations given to us, the company has not made any investments, guarantees during the year to which the provisions of Section 185 and 186 of the Companies Act 2013 applies.

v) Fixed Deposits

In our opinion and according to the information and explanations given to us, the company has not accepted any deposits or amounts deemed to be deposits to which the provisions of Section 73 to 76 of the Companies Act, 2013 and rules made there under applies.

vi) Cost Records

In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the company

vii) Statutory Dues

- (a) The company was generally regular in depositing with appropriate authorities undisputed statutory dues towards Provident Fund, Employees State Insurance, Income Tax, Goods & Service Tax, duty of customs, cess and other statutory dues, wherever applicable. There were no arrears of undisputed statutory dues as on the last day of the financial year for a period of more than six months from the date they became payable.
- (b) According to the records of the company, there were no disputed statutory dues are outstanding as on the date of balance sheet.

viii) Undisclosed Income

In our opinion and according to the information and explanations given to us, there are no transactions which are not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.



ix) Repayment of Loans

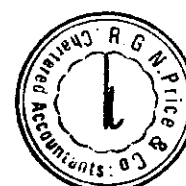
- (a) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of interest and principal to any lender.
- (b) Based on the information and explanations given to us, the company is not declared wilful defaulter by any bank or financial institution or any other lender;
- (c) In our opinion and according to the information and explanations given to us, the company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that the company has used funds raised on short term basis aggregating to Rs. 6.13 millions for long-term purposes as on the date of Balance sheet.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that 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
- (f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

x) Application of funds raised through public offer

- (a) The company has not raised any funds through public offer during the year.
- (b) The company has not raised any funds during the year by way of preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible).

xi) Frauds

- (a) According to the information and explanations given to us, no fraud, on or by the company, has been noticed or reported during the year.
- (b) As no fraud, on or by the company, has been noticed or reported during the year, reporting under this clause as per section 143(12) is not applicable.
- (c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.





xii) Nidhi Company

In our opinion and according to the information and explanations given to us, the company is not a nidhi company and hence this clause is not applicable to the company.

xiii) Related Party Transactions

In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 of the Companies Act, 2013 wherever applicable and the details have been disclosed in the financial statements as required by the applicable accounting standards.

Being a wholly owned subsidiary, the company is not required to constitute an Audit Committee as per section 177 of the Companies Act, 2013 read with Rule 4(2) of Companies (Appointment and Qualification of Directors) Rules, 2014 as amended.

xiv) Internal Audit

- (a) In our opinion and based on our examination, the company is not required to have an internal audit system as per provisions of the Companies Act 2013.
- (b) Since the company is not required to have an internal audit system as per provisions of Companies Act 2013, reporting under this clause on whether the internal audit report was considered by the statutory auditor is not applicable.

xv) Non Cash Transactions

As explained to us, the company has not entered into any non-cash transactions with directors or other persons during the year

xvi) Registration with RBI

The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and hence this clause is not applicable to the Company.

xvii) Cash Losses

The company has incurred cash losses in the financial year and in the immediately preceding financial year amounting to Rs. 0.01 Million and Rs. 2.5 Million respectively.



xviii) Resignation of Auditor

There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable

xix) Going Concern

According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans **explained in detail vide Note No. 29** 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.

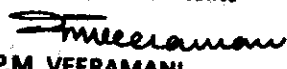
xx) Corporate Social Responsibility

- (a) The company is not required to spend any amount towards CSR and hence reporting under this clause is not applicable.
- (b) The company does not have any unspent amount due in respect of ongoing projects towards CSR and hence reporting under this clause is not applicable.

xxi) Observations by component auditors

The company does not have any subsidiaries/associates/joint ventures and hence reporting under this clause is not applicable.

**For R.G.N. PRICE & CO.**  
Chartered Accountants

  
**P.M. VEERAMANI**  
Partner  
M. No. 23933, FR. No. 0027855

**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF KUTTUKARAN CARS 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 over financial reporting of Kuttukaran Cars Private Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 system over financial reporting.

### **Meaning of Internal Financial Controls Over Financial Reporting**

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

- 1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 Over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, 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".

**For R.G.N. PRICE & CO.**  
Chartered Accountants

  
**P.M. VEERAMANI**  
Partner  
M. No. 23933, FR. No. 0027855

**KUTTUKARAN CARS PRIVATE LIMITED (FORMERLY KNOWN AS PRABAL MOTORS PRIVATE LIMITED), KOCHI - 25**  
**STATEMENT OF TOTAL INCOME FOR THE ASSESSMENT YEAR 2023-24**  
**FINANCIAL YEAR ENDED 31.03.2023 PAN AAGCP2641B**  
**STATUS-COMPANY**

**INCOME FROM BUSINESS**

Loss as per Statement of Profit and Loss		-61,49,872
<b>Add: Inadmissibles</b>		
Depreciation considered separately (excluding depreciation on RoU Asset)	21,54,712	
Provision for Leave Encashment	71,385	
Ind AS adjustment charged to Profit & Loss (Note 2)	25,29,755	47,55,852
<b>Less: Admissibles</b>		
Depreciation as per IT rules	29,12,146	
Deduction under section 35D - Year 2 - ROC Fee	30,000	29,42,146
<b>Business Loss</b>		<b>(43,36,165)</b>
	Tax Due	Nil
	Less: TDS	2,16,813
	Refund Due	2,16,813

**NOTES**

**1) Bank account details**

Account No.	102905002509
Bank Name	ICICI BANK
Account Type	CURRENT
IFSC	ICIC0001029

**2) Ind AS adjustment charged to Profit & Loss**

	Item	Amount
<b>Ind AS 109</b>		
Depreciation on ROU Asset - Note 21		1,14,129
Less: Interest Income on rent deposit (included in Interest on rent deposits - Note no.17)		82,715
		31,413
<b>Ind AS 116</b>		
Interest Expense on lease liability - Note 22		37,42,575
Depreciation on ROU Asset - Note 21		38,80,871
Less: Accrued rent expense for the year		51,25,103
	<b>TOTAL</b>	<b>25,29,755</b>

**3) The following loss may be carried forward**

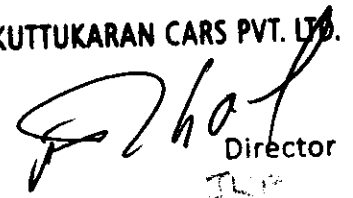
A.Y	Business Loss	Unabsorbed Deprecitaion
2018-19	18,326	-
2019-20	1,31,526	-
2020-21	91,182	-
2021-22	57,300	-
2022-23	25,53,775	5,59,337
2023-24	14,24,020	29,12,146

4) Deduction under section 35D is claimed as per ITAT decision in 154 ITD 103.

**For KUTTUKARAN CARS PVT. LTD.**

  
Director  
TKP

**For KUTTUKARAN CARS PVT. LTD.**

  
Director  
TKP

**Kuttukaran Cars Private Limited, Kochi - 25**

**Balance sheet**

(All amounts in INR millions)

PARTICULARS	Note	As at 31 March 2023	As at 31 March 2022
<b>Assets</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	4	28.70	7.30
Intangible asset	4A	0.07	0.04
Right-of-Use Asset	24	46.93	21.92
<b>Financial assets</b>			
Deferred Tax assets	31	2.65	0.83
Income Tax Asset	31	0.22	-
Other non-current assets	6	1.23	0.77
Other Financial assets	5	4.67	1.45
<b>Total non current assets</b>		<b>84.47</b>	<b>32.31</b>
<b>Current assets</b>			
Inventories	7	44.58	1.08
<b>Financial assets</b>			
Trade receivables	8	16.45	0.32
Cash and cash equivalents	9	2.02	4.11
Other current assets	6	8.81	1.85
<b>Total current assets</b>		<b>71.86</b>	<b>7.36</b>
<b>Total assets</b>		<b>156.33</b>	<b>39.67</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	10	20.00	20.00
Other equity		(27.99)	(23.66)
<b>Equity attributable to owners of company</b>		<b>(7.99)</b>	<b>(3.66)</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Borrowings	11	34.76	15.22
Lease Liability	24	48.74	21.96
Provisions	13	0.05	
<b>Total non current liabilities</b>		<b>83.55</b>	<b>37.18</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	11	64.37	2.82
Lease Liability	24	1.91	1.17
Trade payable	14		
- Total outstanding dues of micro and small			0.01
- Total outstanding dues of creditors other than micro		3.15	0.36
Other financial liabilities	12	1.03	0.03
Provisions	13	0.02	
Other current liabilities	15	10.29	1.76
<b>Total current liabilities</b>		<b>80.77</b>	<b>6.15</b>
<b>Total equity and liabilities</b>		<b>156.33</b>	<b>39.67</b>
<b>Significant accounting policies</b>	1-3		

The accompanying notes form an integral part of the bal: 1-38

As per our report of even date attached  
**For R.G.N. PRICE & CO.**  
 Chartered Accountants

*P. M. Veeramani*  
**P.M. VEERAMANI**  
 Partner  
 M. No. 23933, FR. No. 0027855

Place: Kochi

Date: 30.5.2023

for and on behalf of the Board of Directors of  
 Kuttukaran Cars Private Limited, Kochi - 25  
 CIN : U50400KL2017PTC049442

*John K Paul*  
**John K Paul**  
 Director  
 DIN: 00016513

*Francis K Paul*  
**Francis K Paul**  
 Director  
 DIN: 00018825



**Kuttukaran Cars Private Limited, Kochi - 25**  
**Statement of profit and loss**  
 (All amounts in INR millions)

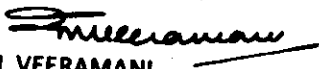
Particulars	Note	Year ended 31 March 2023	Year ended 31 March 2022
<b>Income</b>			
Revenue from operations	16	400.60	22.55
Other income	17	0.33	0.08
		<u>400.93</u>	<u>22.62</u>
<b>Expenses</b>			
Purchases of Stock in Trade	18	401.11	21.87
Changes in inventory of stock-in-trade	19	-30.53	(1.08)
Employee benefits expense	20	13.20	1.55
Finance costs	22	7.76	1.11
Depreciation and amortisation expense	21	6.15	1.7
Other expenses	23	9.39	1.67
<b>Total expenses</b>		<u>407.08</u>	<u>26.82</u>
<b>(Loss)/profit before tax</b>		<u>(6.15)</u>	<u>(4.20)</u>
Income Tax Expense			
Current Tax		-	-
Deferred tax	31	1.82	0.83
<b>(Loss)/profit for the year</b>		<u>(4.33)</u>	<u>(3.36)</u>
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Remeasurement of net defined benefit liability/ (asset)		-	-
<b>Total comprehensive income for the year</b>		<u>(4.33)</u>	<u>(3.36)</u>
<b>(Loss)/profit per share (equity share of face value of INR 10)</b>	25		
Basic		(2.16)	(1.68)
Diluted		(2.16)	(1.68)

**Significant accounting policies**

The accompanying notes form an integral part of the statement of profit and loss

As per our report of even date attached

**For R.G.N. PRICE & CO.**  
Chartered Accountants

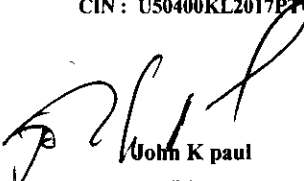
  
**P.M. VEERAMANI**  
Partner  
M. No. 23933, FR. No. 0027855


Place: Kochi

Date: 30.5.2023

1-3 **for and on behalf of the Board of Directors of**  
1-38 **Kuttukaran Cars Private Limited, Kochi - 25**

CIN : U50400KL2017PTC049442

  
**John K Paul**  
Director  
DIN: 00016513

  
**Francis K Paul**  
Director  
DIN: 00018825



**Kuttukaran Cars Private Limited, Kochi - 25**

**Cash flow statement**

(All amounts in INR millions)


PARTICULARS	Year ended 31 March 2023	Year ended 31 March 2022
<b>Cash flows from operating activities</b>		
Profit/(Loss) before tax	(6.15)	(4.20)
Depreciation	6.15	1.70
Finance charges	7.76	1.11
Provision for Leave encashment	0.07	-
Credit Balances written Back	(0.20)	-
interest income on Notional deposit	(0.08)	-
<b>Operating Profit before working capital changes</b>	<b>7.55</b>	<b>(1.39)</b>
(Increase)/decrease in inventories	(43.50)	(1.08)
(Increase)/decrease in trade receivables	(16.12)	(0.32)
(Increase)/decrease in other current assets	(6.96)	(1.85)
Increase/(decrease) in trade payables	2.98	0.37
Increase /(decrease )in current liability	8.55	1.76
Increase /(decrease )in other financial liabilities	1.00	(0.01)
<b>Cash generated from/ (used) in operations</b>	<b>(46.50)</b>	<b>(2.51)</b>
Taxes paid, net of refund received	-0.22	
<b>Net cash generated from/ (used) in operating activities (A)</b>	<b>(46.72)</b>	<b>(2.51)</b>
<b>Cash flows from investing activities</b>		
Purchase of Property, Plant & Equipment	(23.58)	(7.23)
other non current assets	(0.46)	(0.77)
other non current financial assets	(3.22)	(1.45)
other non current liabilities	(0.05)	-
<b>Net cash used in investing activities (B)</b>	<b>(27.31)</b>	<b>(9.45)</b>
<b>Cash flows from financing activities</b>		
Interest expense paid	(4.01)	0.00
Lease payment During the year	(5.13)	-1.25
Short term borrowings	56.55	0.00
Term loans	19.54	15.00
Loan from directors	5.00	2.20
<b>Net cash generated from financing activities ( C )</b>	<b>71.94</b>	<b>15.95</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>2.09</b>	<b>3.99</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>4.11</b>	<b>0.12</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>2.02</b>	<b>4.11</b>

(refer to note 9 - Cash and Cash Equivalents)

The notes referred to above form an integral part of the standalone cash flow statement

As per our report of even date attached

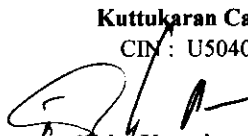
**For R.G.N. PRICE & CO.**  
Chartered Accountants


  
**P.M. VEERAMANI**  
Partner  
M. No. 23933, FR. No. 0027855

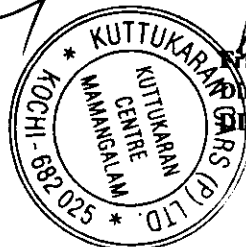
Place: Kochi

Date: **30.5.2023**

for and on behalf of the Board of Directors of  
Kuttukaran Cars Private Limited, Kochi - 25  
CIN : U50400KL2017PTC049442

  
**John K paul**  
Director  
DIN: 00016513

  
**Francis K Paul**  
Director  
DIN:00018825





**Kuttukaran Cars Private Limited****Cash Flow Statement (Continued...)**

(All amounts in INR in millions)

**Reconciliation of financial liabilities forming part of financing activities in accordance with Ind AS 7**

Particulars	As at 1 April 2022	Cash Flows	Non Cash Changes		As at 31 March 2023
			Fair Value Changes	Others	
Non - Current Borrowings*	15.43	22.11	-	-	37.54
Current Borrowings	2.61	58.97	-	-	61.58
Lease Liabilities (refer note 24)	-	(5.13)		55.78	50.65

Particulars	As at 1 April 2021	Cash Flows	Non Cash Changes		As at 31 March 2022
			Fair Value Changes	Others	
Non - Current Borrowings*	-	-	-	-	15.43
Current Borrowings	0.40	2.21	-	-	2.61
Lease Liabilities (refer note 24)	-	-	-	-	-

\* includes current maturities of long term borrowings  
(refer to note 9 - cash and cash equivalents)

As per our report of even date attached

**FOR R.G.N. PRICE & CO.**  
Chartered Accountants

*P. Veeramani*  
**P.M. VEERAMANI**  
Partner  
M. No. 23933, FR. No. 0027855

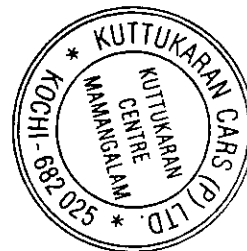
Place: Kochi

Date: 20.5.2023

for and on behalf of the Board of Directors of  
Kuttukaran Cars Private Limited  
CIN : U50400KL2017PTC049442

*John K Paul*  
**John K Paul**  
Director  
DIN: 00016513

*Francis K Paul*  
**Francis K Paul**  
Director  
DIN:00018825



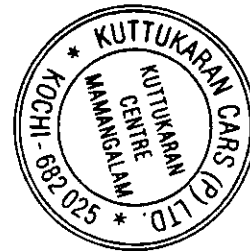
Kuttukaran Cars Private Limited, Kochi - 25

4) Property, Plant and Equipment

Particulars	Buildings (#)	Furniture and fixtures	Electrical Equipment	Plant and Equipment	Office Equipment	Motor Vehicle	Computer & Accessories	Tools and Equipment	Total
<b>Gross Block</b>									
Balance at 1 April 2021	-	-	-	-	-	-	-	-	-
Additions	4.28	0.55	0.36	0.09	0.23	0.40	0.82	0.86	7.60
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2022</b>	<b>4.28</b>	<b>0.55</b>	<b>0.36</b>	<b>0.09</b>	<b>0.23</b>	<b>0.40</b>	<b>0.82</b>	<b>0.86</b>	<b>7.60</b>
Balance at 1 April 2022	4.28	0.55	0.36	0.09	0.23	0.40	0.82	0.86	7.60
Additions	12.01	3.03	2.01	0.23	1.49	1.49	1.86	1.399	23.52
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2023</b>	<b>16.29</b>	<b>3.59</b>	<b>2.38</b>	<b>0.32</b>	<b>1.71</b>	<b>1.90</b>	<b>2.67</b>	<b>2.26</b>	<b>31.12</b>
<b>Accumulated Depreciation</b>									
Balance at 1 April 2021	-	-	-	-	-	-	-	-	-
Depreciation for the year	0.11	0.02	0.03	0.00	0.01	0.01	0.06	0.06	0.30
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2022</b>	<b>0.11</b>	<b>0.02</b>	<b>0.03</b>	<b>0.00</b>	<b>0.01</b>	<b>0.01</b>	<b>0.06</b>	<b>0.06</b>	<b>0.30</b>
Balance at 1 April 2022	0.11	0.02	0.03	0.00	0.01	0.01	0.06	0.06	0.30
Depreciation for the year	0.64	0.16	0.15	0.01	0.14	0.17	0.54	0.32	2.12
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2023</b>	<b>0.74</b>	<b>0.18</b>	<b>0.18</b>	<b>0.01</b>	<b>0.15</b>	<b>0.17</b>	<b>0.60</b>	<b>0.38</b>	<b>2.42</b>
<b>Carrying amounts (net)</b>									
At 31 March 2023	15.54	3.41	2.20	0.31	1.56	1.72	2.07	1.89	28.70
At 31 March 2022	4.18	0.53	0.34	0.09	0.21	0.40	0.75	0.80	7.30

(#) Includes improvements on lease hold buildings

Particulars	As at 31 March 2023		As at 31 March 2022	
	Gross block	Net Block	Gross block	Net Block
Building	16.29	15.54	4.28	4.18



## 1. Company overview

Kuttukaran Cars Private Limited was incorporated in 2011 as a Private Limited Company. The Company is carrying on business as authorized dealers for sales and service of Ather electric scooters.

## 2. Basis of preparation

### A. Statement of compliance

The Company is a subsidiary of Popular Vehicles and Services Limited whose financial statements are prepared in accordance with Companies (Indian Accounting Standard) Rules 2015 notified under section 133 of the Companies Act 2013 (the Act), as amended and other relevant provisions of the Act. Consequently, these financial statements are prepared in accordance with Companies (Indian Accounting Standard) Rules 2015. Further, being a subsidiary of an unlisted public company, this Company is also deemed to be an unlisted public company.

Details of Company's accounting policies are included in Note 3.

### B. Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts are presented in Indian Rupees in millions.

### C. Basis of measurement

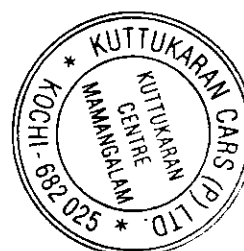
The financial statements have been prepared on the historical cost basis except for cases where ever fair value is applicable.

### D. Use of estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

## Judgments

Information about judgments made in applying accounting policies that have the most significant effects on the amounts recognized in the financial statements.



### 3. Significant accounting policies

#### 3.1 Property, plant and equipment

##### A. Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalized borrowing costs, less accumulated depreciation and accumulated impairment losses, if any. Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Any gain or loss on disposal of an item of property, plant and equipment is recognized in profit or loss.

Advances paid towards the acquisition of fixed assets, outstanding at each balance sheet date are shown under Other Non-current assets. The cost of fixed assets not ready for its intended use at each balance sheet date are disclosed as capital work-in-progress. Borrowing costs directly attributable to the acquisition, construction or production of those fixed assets that necessarily take a substantial period to get ready for their intended use, are capitalized. Other borrowing costs are accounted as an expense in the statement of profit and loss.

##### B. Subsequent expenditure

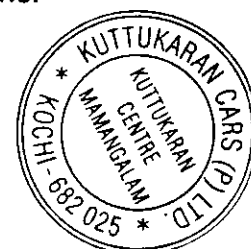
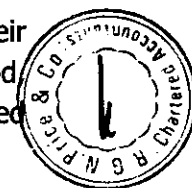
Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

##### C. Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the straight-line method and is generally recognized in the profit or loss. Leasehold improvements are amortized over the useful lives of assets.

The estimated useful lives of items of property, plant and equipment are as follows:

Class of Assets	Previous Life	Revised Life
Building	60	10
Plant and Machinery	15	15
Electrical Equipment's	10	10
Office Equipment's	5	5



Computer and Accessories	3	3
Motor Car	5	5
Motor Cycle	5	5
Furniture and Fittings	10	10
Tools & Equipment's	15	5

\* For the above-mentioned classes of assets, the Company believes that the useful lives as given above best represent the useful lives of these assets based on internal assessment and supported by technical advice, where necessary, which is different from the useful lives as prescribed under Part C of Schedule II of the Companies Act, 2013.

### 3.2 Intangible assets:

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, commencing from the date the asset is available to the Company for its use and is included in amortization in profit or loss.

Amortization method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognized in profit or loss as incurred.

### 3.3 Revenue

Revenue on sale of vehicles is recognized when the risk and rewards are transferred to the customer and is accounted net of sales tax, fame II incentive and trade discounts, if any.

### 3.4 Inventories

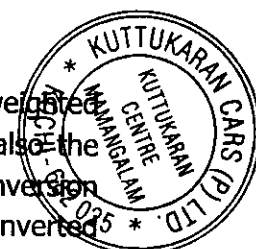
Inventories are valued on the basis of cost or net realizable value, whichever is less. Cost for this purpose is arrived at as follows:

- a) Vehicles on Specific Identification Basis
- b) Spares and Accessories on FIFO method
- c) Accessories and Batteries on FIFO method
- d) Goods in transit in respect of vehicles and spares are accounted in the books, upon billing and dispatch of the same by the principal from their factory/ warehouse and are shown under the heads inventories.

### 3.5 Earnings/loss per share

The basic earnings/loss per share is computed by dividing the net profit/(loss) after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period unless issued at a later date. In computing dilutive earning per share, only potential equity shares that are dilutive i.e. which reduces earnings per



share or increases loss per share are included.

### 3.6 Cash-flow statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cashflows from regular revenue generating, investing and financing activities of the Company are segregated.

### 3.7 Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand which are subject to insignificant risk of changes in value

### 3.8 Preliminary Expenses

Preliminary Expenses are written off in the year of commencement of business.

### 3.9 Leases

Ind AS 116 has replaced existing leases standard with effect from 01.04.2019, Ind AS 17 Leases (Ind AS 17) and sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. It introduces a single, on-balance sheet lessee accounting model for lessees. A lessee recognizes present value of the lease payment (discounted using incremental borrowing rate) as right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments and lease rent expense will be replaced with the amortization of right-of use-asset and interest accrued on lease liability. The standard also contains enhanced disclosure requirements for lessees and will have consequential impact on cash flows categories as well. The new standard substantially carries forward the lessor accounting requirements in Ind AS 17.

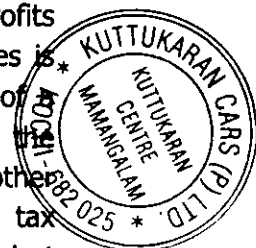
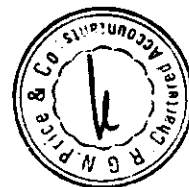
The Company has applied the provisions of this standard only in respect of those lease agreements other than short term leases. Where the non-cancellable period in the lease agreements entered into by the Company are for a period of less than one year, such leases fall within the meaning of short term lease as per the standard and thus qualifies for exemption as per para 5 to 8 of Ind AS 116. Accordingly, this standard is not applied for short term leases.

### 3.10 Income Tax

#### i)Deferred Tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognized in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of history of recent losses, the Company recognizes a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realized. Deferred tax assets – unrecognized or recognized, are reviewed at



each reporting date and are recognized/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realized.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date. The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

### 3.11. Prior Period Items

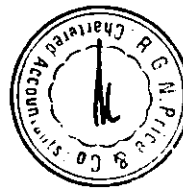
Expenses/income less than Rs. 5,00,000, if any, are not treated as prior period items as they are not material considering the scale of operations of the company. Further, expense / income relating to earlier years which crystallised during the year are not treated as prior period items.



**Kuttukaran Cars Private Limited, Kochi - 25**

**4)A) Intangible assets**

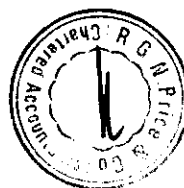
<b>Particulars</b>	<b>Software</b>	<b>Total</b>
<b>Reconciliation of carrying amount</b>		
<b><u>Gross Block</u></b>		
Balance at 1 April 2021	-	-
Additions	0.04	0.04
Disposals	-	-
<b>Balance at 31 March 2022</b>	<b>0.04</b>	<b>0.04</b>
Balance at 1 April 2022	0.04	0.04
Additions	0.06	0.06
Disposals	-	-
<b>Balance at 31 March 2023</b>	<b>0.10</b>	<b>0.10</b>
<b><u>Accumulated amortisation</u></b>		
Balance at 1 April 2021	-	-
Amortisation for the year	0.00	0.00
<b>Balance at 31 March 2022</b>	<b>0.004</b>	<b>0.004</b>
Balance at 1 April 2022	0.004	0.004
Amortisation for the year	0.031	0.031
<b>Balance at 31 March 2023</b>	<b>0.035</b>	<b>0.035</b>
<b>31 March 2023</b>	<b>0.07</b>	<b>0.07</b>
<b>31 March 2022</b>	<b>0.04</b>	<b>0.04</b>





**Kuttukaran Cars Private Limited, Kochi - 25**  
**Notes to the financial statements (continued)**  
(All amounts in INR millions)

	As at 31 March 2023	As at 31 March 2022
<b>5 Other Financial assets</b>		
<b>Non - Current</b>		
<b>Considered Good - Unsecured</b>		
Rent and other deposits	4.67	1.45
	<u>4.67</u>	<u>1.45</u>
<b>6 Other Assets</b>		
<b>Non-current</b>		
Advance for capital goods	-	0.18
Prepayments	1.23	0.59
	<u>1.23</u>	<u>0.77</u>
<b>Current</b>		
Prepayments	0.14	0.07
Balance with Govt Authorities	5.99	0.94
Advance to suppliers and others	2.61	0.68
Other receivable	0.07	0.16
	<u>8.81</u>	<u>1.85</u>
<b>7 Inventories</b>		
<i>(Valued at lower of cost and realisable value)</i>		
New vehicles	21.89	0.30
Spares and Accessories	9.71	0.78
Goods in Transit - Vehicle	12.59	-
Goods in Transit- Spare	0.39	-
	<u>44.58</u>	<u>1.08</u>
Less: Provision for obsolete inventory	-	-
	<u>44.58</u>	<u>1.08</u>
<b>8 Trade receivables</b>		
<b>Current</b>		
Considered good - Unsecured		
Others	16.45	0.32
Trade Receivables	16.45	0.32



**Kuttukaran Cars Private Limited, Kochi - 25**  
**Notes to the financial statements (continued)**  
 (All amounts in INR millions)

**Trade Receivables Ageing Schedule**

<i>As at 31 March, 2023</i>	<b>Outstanding for following periods from due date of payment</b>					
<i>Particulars</i>	<i>Less than 6 Months</i>	<i>6 Months - 1 Year</i>	<i>1 - 2 year</i>	<i>2 - 3 year</i>	<i>More than 3 years</i>	<b>Total</b>
i)Undisputed Trade receivables – considered good	16.20	0.25	-	-	-	<b>16.45</b>
ii)Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
iii)Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
	<b>16.20</b>	<b>0.25</b>	-	-	-	<b>16.45</b>

<i>As at 31 March, 2022</i>	<b>Outstanding for following periods from due date of payment</b>					
<i>Particulars</i>	<i>Less than 6 Months</i>	<i>6 Months - 1 Year</i>	<i>1 - 2 year</i>	<i>2 - 3 year</i>	<i>More than 3 years</i>	<b>Total</b>
i)Undisputed Trade receivables – considered good	0.32	-	-	-	-	<b>0.32</b>
ii)Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
iii)Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
	<b>0.32</b>	-	-	-	-	<b>0.32</b>

**9 Cash and cash equivalents**

Balance with banks

- in current accounts

1.97

3.98

- in deposit accounts

Cash on hand

0.05

0.13

Balance with financial institution

**Cash and cash equivalents in balance sheet**

**2.02**

**4.11**

Book overdrafts used for cash management purposes

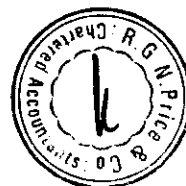
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**Cash and cash equivalents in the statement of cash flows**

**2.02**

**4.11**



1 Share capital	As at 31 March 2023		As at 31 March 2022	
	Number of shares	Amount	Number of shares	Amount
<b>Authorised</b>				
Equity shares of INR 10 each	40,00,000	40.00	40,00,000	40.00
Preference Share of INR 1,000 each	20,000	20.00	20,000	20.00
	<b>40,20,000</b>	<b>60.00</b>	<b>40,20,000</b>	<b>60.00</b>
<b>Issued, subscribed and paid-up</b>				
Equity shares of INR10 each ,fully paid-up	20,00,000	20.00	20,00,000	20.00
	<b>2000000</b>	<b>20.00</b>	<b>2000000</b>	<b>20.00</b>

Share held by Promoters at the end of the year				
Promoters Name	As at March 31, 2023		As at March 31, 2022	
	No of Shares	% of total Shares	% of total Shares	% change during the year
Naveen Philip (held as nominee of Popular Vehicles and Services Limited)	1	0%	1	0%
1 Popular Vehicles and Services Limited	19,99,999	100%	19,99,999	100%
<b>Total</b>	<b>20,00,000</b>	<b>100%</b>	<b>20,00,000</b>	<b>100%</b>

**Reconciliation of shares outstanding at the beginning and at the end of the reporting period**

*Equity shares of INR.10 each fully paid-up*

At the beginning of the year	20,00,000	20	20,00,000	20
Add:issued during the year				
<b>At the end of the year</b>	<b>20,00,000</b>	<b>20</b>	<b>20,00,000</b>	<b>20</b>

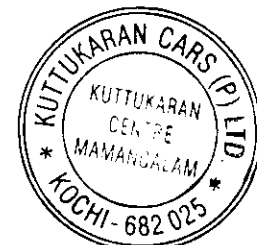
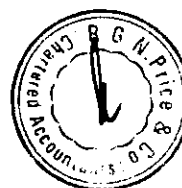
**(a) Rights, preferences and restrictions attached to equity shares**

The Company has a single class of equity shares. All the equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to share of paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on the shares may lead to the forfeiture of shares. On winding up of the Company, the holders of the equity shares will be entitled to receive the residual assets of the Company, remaining after the distribution of all preferential amounts in proportion to the number of equity shares held.

**(b) Details of shareholders holding more than 5% shares of the Company**

	As at 31 March 2023		As at 31 March 2022	
	Number of shares (in millions)	% holding in the class	Number of shares (in millions)	% holding in the class
<i>Equity shares of INR.10 each fully paid-up</i>				
a) Popular Vehicles and Services Limited	20,00,000.00	100%	20,00,000.00	100%

The company is a 100% subsidiary of Popular Vehicles and Services Limited



**Kuttukaran Cars Private Limited, Kochi - 25**  
**Statement of Changes in Equity**  
 (All amounts in INR millions)

**A. Equity share capital**

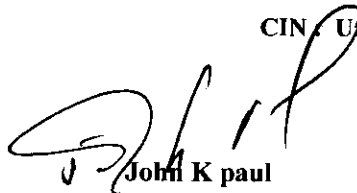
Particulars	Equity shares	Amount
<b>Balance as at 31 March 2021</b>	<b>20,00,000</b>	<b>20.00</b>
Changes in equity share capital during 2021-22	-	-
<b>Balance as at 31 March 2022</b>	<b>20,00,000</b>	<b>20.00</b>
Changes in equity share capital during 2022-23	-	-
<b>Balance as at 31 March 2023</b>	<b>20,00,000</b>	<b>20.00</b>

**B Other equity**

Particulars	Reserves and surplus		Total other equity attributable to equity holders of the Company
	Capital Reserve	Retained earnings	
<b>Balance as at 31 March 2021</b>		(20.30)	(20.30)
Loss for the year		(3.36)	(3.36)
<b>Balance as at 31 March 2022</b>		(23.66)	(23.66)
Loss for the year		(4.33)	(4.33)
<b>Balance as at 31 March 2023</b>		(27.99)	(27.99)

As per our report of even date attached

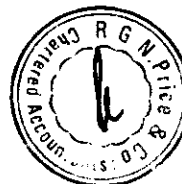
for and on behalf of the Board of Directors of  
 Kuttukaran Cars Private Limited, Kochi - 25  
 CIN : U30400KL2017PTC049442

  
 John K Paul  
 Director

  
 Francis K Paul  
 Director  
 DIN:00018825

Place: Kochi  
 Date: 30.5.2023

DIN: 00016513



**Kuttukaran Cars Private Limited, Kochi - 25**  
**Notes to the financial statements (continued)**  
(All amounts in INR millions)

**As at**  
**31 March 2023**

**As at**  
**31 March 2022**

**11 Borrowings**

**Non - Current**

**Secured Loans**

Term loans from banks

15.15

-

Vehicle loan from financial institution

0.11

0.22

**Unsecured Loans**

Intercorporate Loan

19.50

15.00

**34.76**

**15.22**

**Current**

**Secured Loans**

Short term loan from banks

42.36

-

Cash Credit and Overdraft facilities from banks

1.68

0.01

Short term loan from financial institution

9.94

-

Current Maturities of long term debt

2.79

0.21

**Unsecured Loans**

Loan from directors

7.60

2.60

**64.37**

**2.82**

(a) Information about the Company's exposure to interest rate and liquidity risks are included in Note 33

(b) Details of security and terms of repayment on borrowings from banks / financial institutions specified in Note 11(A)

(c) Intercorporate loan represent loan with interest from Popular Vehicles & Services Limited for a tenure of 7 years.

(d) Unsecured Loan from directors are interest free. Terms of repayment not stipulated.

**12 Other financial liabilities**

**Current**

Dues to creditors for expenses and others

1.03

0.03

**1.03**

**0.03**

The Company's exposure to currency and liquidity risk related to the above financial liabilities is disclosed in Note

**13 Provision**

**Non-current**

*Provision for employee benefits*

Compensated absences

0.05

-

**0.05**

-

**Current**

*Provision for employee benefits*

Compensated absences

0.02

-

**0.02**

-

**14 Trade Payable**

Dues to Micro, Small and Medium Enterprises

-

0.01

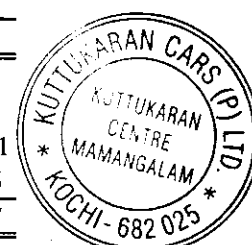
Others- Trade Payable

3.15

0.36

**3.15**

**0.37**



**Kuttukaran Cars Private Limited, Kochi - 25**  
**Notes to the financial statements (continued)**  
 (All amounts in millions )

**11 Borrowings (continued)**

**A Statement of details of terms and conditions of the current and non-current borrowings.**

Nature of borrowing	Name of the lender	As at 31 March 2023	As at 31 March 2022	Security terms
<b>Non-current, secured</b>				
Term Loan from Bank	Kotak Mahindra Bank Limited	17.49	-	Term loan from Kotak Mahindra Bank Limited is secured by first charge on all existing and future current assets / movable Fixed Assets of the company which are financed by the bank, Collateral security by way of equitable mortgage of Immovable properties of the Kuttukaran Trading Ventures, Kuttukaran Homes LLP, Personal Guarantee of the directors and promoter directors of the holding company. The loan is repayable in monthly installments of 52 from the date commencing from 01.04.2023. The Loan is taken for the purpose of setting up new showrooms.
Vehicle loans from financial institutions	Sundaram Finance Limited	0.55	0.43	Secured by: a) hypothecation of the Vehicle financed b) personal guarantees by director of the company. The loan is repayable in 11 to 17 installments.
<b>Non-current, unsecured</b>				
Intercompany Loan	Popular Vehicles and Services Limited	19.50	15.00	Loan is repayable in 7 years at an interest rate of 8.85% with one year moratorium
<b>Current, secured</b>				
Cash credit and overdraft facilities from banks	Kotak Mahindra Bank	1.68	0.01	Secured by current assets other than assets secured by inventory funding and commercial property of John K Paul and Francis K Paul, directors of the Company

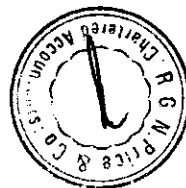


Short term loans from banks	HDFC Bank Limited	19.38	-	Short Term Loan from HDFC Bank Limited is secured by way of hypothecation of stock in respect of vehicles financed by the bank, Personal guarantee of director of the Company and Corporate guarantee of the holding company.
Short term loans from banks	Karur Vysya Bank Limited	19.86		Short Term Loan from Karur Vysya Bank Limited is secured by way of hypothecation of stock in respect of vehicles financed by the bank and Corporate guarantee of the holding company.
Short term loans from banks	IDFC First Bank Limited	3.13	-	Short Term Loan from IDFC First Bank is secured by way of hypothecation of stock in respect of vehicles financed by the bank and receivables against them.
Short term loans from financial institutions	Hero Fin Corp	9.93		Short term loan from Hero Fin Corpis secured by First charge on all existing and future current assets, Personal guarantees by John K Paul and Francis K Paul, and Naveenphilip and Corporate guarantee of holding company.
<b>Current, Unsecured</b>				
Loans from directors	Directors	7.60	2.60	Unsecured Loans from directors are interest free. Terms of repayment not stipulated.
		<b>99.12</b>	<b>18.04</b>	

**Note:**

The balance includes current maturities of long-term borrowings

The borrowings from banks / financial institutions carry interest rates from 8.75% to 10% per annum



**Trade payable ageing schedule**

**As at 31st March 2023**

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i)MSME	-	-	-	-	-
ii)Others	3.15	-	-	-	3.15

**As at 31st March 2022**

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i)MSME	0.01	-	-	-	0.01
ii)Others	0.36	-	-	-	0.36

**Disclosures as required under the Micro, Small and Medium Enterprises Development Act, 2006 ("the Act") based on the information available with the Company are given below:**

The principal amount remaining unpaid to any supplier as at the end of the year

- -

The interest due on the principal remaining outstanding as at the end of the year

- -

The amount of interest paid under the Act, along with the amounts of the payment made beyond the appointed day during the year

- -

The amount of 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 Act

- -

The amount of interest accrued and remaining unpaid at the end of the 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 purpose of disallowance as a deductible expenditure under the Act

- -





**Kuttukaran Cars Private Limited, Kochi - 25**  
**Notes to the financial statements (continued)**  
(All amounts in INR millions)

	As at 31 March 2023	As at 31 March 2022
<b>15 Other current liabilities</b>		
<b>Current</b>		
Statutory dues payables	0.60	0.03
Contract Liabilities	9.70	1.73
	<u>10.29</u>	<u>1.76</u>
<b>16 Revenue from operations</b>		
<b>Sale of products</b>		
Sales of New Vehicles	332.76	18.87
Sales Spares And Accessories	57.08	0.92
Labour Income	0.68	0.03
<b>Other Operating Income</b>		
Income from discounts and incentives	5.51	0.04
Finance and insurance commission	3.53	0.17
Other Operating Income	1.04	2.52
	<u>400.60</u>	<u>22.55</u>
<b>Reconciliation of revenue from sale of products and services</b>		
Gross revenue	407.24	22.55
Less: Discount allowed	6.64	-
	<u>400.60</u>	<u>22.55</u>

**(A) Disaggregate of revenue information**

The table below presents disaggregated revenue from contracts with customers for the below years ended by offerings and contract type. The Group believe that this disaggregation best depicts how the nature, amount, timing and uncertainty of our revenues and cash flows are effected by industry, market and

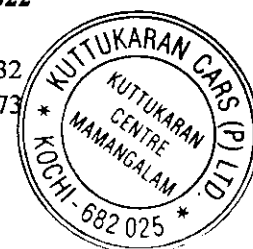
Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
<b>Revenue by nature</b>		
Vehicles	390.53	19.82
Others	10.07	2.73
	<u>400.60</u>	<u>22.55</u>
<b>Revenue by contract type</b>		
Fixed Price	400.60	22.55
	<u>400.60</u>	<u>22.55</u>

**(B) Contract balances**

The following table provides information about trade receivables and contract liabilities from contract with customers.

Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
Trade receivables	16.45	0.32
Contract liabilities	9.70	1.73

**(C) Transaction price allocated to remaining performance obligation**



**Kuttukaran Cars Private Limited, Kochi - 25**  
**Notes to the financial statements (continued)**  
 (All amounts in INR millions)

**As at**  
**31 March 2023**

**As at**  
**31 March 2022**

The following table includes revenue expected to be recognised in the future related to performance obligations that are unsatisfied (or partially satisfied) at the reporting date.

<b>Particulars</b>	<b>Year Ended 31 March 2023</b>	<b>Year Ended 31 March 2022</b>
Within 1 year	9.70	1.73
1-3 year	-	-
Morethan 3 years	-	-
<b>Closing balance</b>	<b>9.70</b>	<b>1.73</b>

**17 Other income**

Interest income on rent deposits (Notional)	0.08	0.03
Credit balance written back	0.20	-
Miscellaneous Income	0.01	-
Discounts received	0.04	0.05
	<b>0.33</b>	<b>0.08</b>



**Kuttukaran Cars Private Limited, Kochi - 25**  
**Notes to the financial statements (continued)**  
(All amounts in INR millions)

	As at 31 March 2023	As at 31 March 2022
<b>18 Purchases of stock-in-trade</b>		
Vehicles	338.47	17.82
Spares and accessories	62.64	4.05
	<u>401.11</u>	<u>21.87</u>
<b>19 Change in inventories of stock-in-trade</b>		
Opening stock	1.08	-
Closing stock	31.61	1.08
	<u>(30.53)</u>	<u>(1.08)</u>
<b>20 Employee benefits expense</b>		
Salaries and allowances	12.86	1.50
Provision for Leave Encashment	0.07	-
Staff Welfare Expense	0.27	0.05
	<u>13.20</u>	<u>1.55</u>
<b>21 Depreciation and amortisation expense</b>		
Depreciation on property, plant and equipment	2.12	0.30
Amortisation on intangible assets	0.03	0.00
Amortisation on Right of Use ( ROU) Asset	4.00	1.40
	<u>6.15</u>	<u>1.70</u>
<b>22 Finance cost</b>		
Interest on Lease Liability	3.74	1.11
Interest on bank borrowings	2.47	0.00
Interest on inter corporate loan	1.55	-
	<u>7.76</u>	<u>1.11</u>
<b>23 Other expenses</b>		
Rent	0.35	-
Advertising & Promotional	1.27	0.25
Transportation charges	0.41	0.22
Consumables	0.04	-
Legal, professional and other consultancy	0.61	0.13
Travelling and conveyance	0.64	0.05
Rates and taxes	0.63	0.20
Bank Charges	0.74	0.10
Printing and stationery	1.04	0.17
Power, water and fuel	1.06	0.12
Repairs & maintainance	0.71	-
Housekeeping & Security	1.20	0.19
Insurance Charges	0.15	0.04
Communication	0.15	0.02
Office Expenses	0.30	0.17
Miscellaneous expenses	0.10	0.01
	<u>9.39</u>	<u>1.67</u>



**24 Leases**

The Company has adopted Ind AS 116 'Leases' with the date of initial application being April 1, 2021. Ind AS replaces Ind AS 19 - Leases and related interpretation and guidance. The Company has applied Ind AS 116 using the modified retrospective approach, under which the cumulative effect of initial application is recognised in the retained earnings at April 1, 2021. As a result, the comparative information has not been restated.

Following are the changes in the carrying value of right of use assets

Particulars	As at 31.03.2023	As at 31.03.2022
Balance as of April 1,	21.92	0.00
Add: Additions	28.90	23.27
Less: Reversal of ROU asset due to cancellation of lease agreement	0.00	0.00
Less: Depreciation	3.88	1.36
<b>Balance as On March 31, 2023</b>	<b>46.93</b>	<b>21.92</b>

The aggregate depreciation expense on ROU asset is included under depreciation and amortisation expense in the Statement of Profit and Loss

The following is the breakup of current and non-current lease liabilities

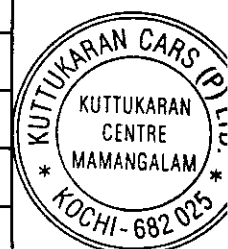
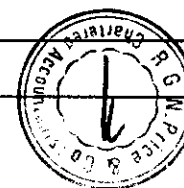
Particulars	As at 31.03.2023	As at 31.03.2022
Current lease liabilities	1.91	1.17
Non-current lease liabilities	48.74	21.96
<b>Total</b>	<b>50.65</b>	<b>23.13</b>

The following is the movement in lease liabilities during the period ended March 31, 2022

Particulars	As at 31.03.2023	As at 31.03.2022
Balance as on April 1,	23.13	0.00
Add: Additions	28.90	23.27
Add: Finance Cost accrued during the period as per IND AS 116	3.743	1.10
Less: Lease liability for the period as per rent agreement	5.13	1.25
<b>Balance as On March 31, 2023</b>	<b>50.65</b>	<b>23.13</b>

The table below provides details regarding the contractual maturities of lease liabilities as at March 31, 2023 on an undiscounted basis.

Particulars	As at 31 March 2023	As st 31 March 2022
Less than one year	6.23	3.00
One to Five years	36.89	16.91
More than five years	38.02	14.15
<b>Total undiscounted lease liabilities</b>	<b>81.14</b>	<b>34.07</b>



**Kuttukaran Cars Private Limited, Kochi - 25**

Notes to the financial statements (continued)

(All amounts in INR millions)

**25 Earnings/(loss) per share****A. Basic earnings/(loss) per share**

The calculation of profit/loss attributable to equity share holders and weighted average number of equity shares outstanding for the purpose of basic earnings per share calculations are as follows:

**i) Net profit/(loss) attributable to equity share holders (basic)**

Particulars	As at 31 March 2023	As at 31 March 2022
Net profit/(loss) for the year, attributable to the equity share holders (A)	(4.326)	(3.363)

**ii) Weighted average number of equity shares (basic)**

Particulars	As at 31 March 2023	As at 31 March 2022
Number of equity shares at the beginning of the year.(Refer note 1)	2000000	20,00,000.00
Weighted average number of equity shares of INR 10 each during the year (B)	2000000	20,00,000.00
Earnings / (loss) per share, basic (A/B)	(2.16)	(1.68)

**B. Diluted earnings/(loss) per share**

The calculation of profit/loss attributable to equity share holders and weighted average number of equity shares outstanding, after adjustment for the effects of all dilutive potential equity shares is as follows:

**i) Net profit/(loss) attributable to equity share holders (diluted)**

Particulars	As at 31 March 2023	As at 31 March 2022
Net profit/(loss) for the year, attributable to the equity share holders(A)	(4.33)	(3.36)

**ii) Weighted average number of equity shares (diluted)**

Particulars	As at 31 March 2023	As at 31 March 2022
Weighted average number of equity shares of INR 10 each for the year (basic)	20,00,000.00	20,00,000.00
Weighted average number of equity shares of INR 10 each for the year (diluted)(B)	20,00,000.00	20,00,000.00
Earnings / (loss) per share, diluted(A/B)	(2.16)	(1.68)

**26 Auditors' remuneration**

	As at 31 March 2023	As at 31 March 2022
Statutory audit	0.06	0.02
Other matters		
<b>Total</b>	<b>0.06</b>	<b>0.02</b>



**Kuttukaran Cars Private Limited, Kochi - 25**  
**Notes to the financial statements (continued)**  
**(All amounts in INR millions)**

**27 Related parties**

*I. Names of related parties and description of relationship:*

(a) Holding Company

Popular Vehicles and Services Limited, India

(b) Entities with Common Control

Popular Auto Dealers Private Limited  
 Popular Autoworks Private Limited  
 Vision Motors Private Limited  
 Popular Mega Motors (India) Private Limited

(c) Key management personnel and their relatives (KMP)

Mr. Naveen Philip, Director  
 Mr. Francis K Paul, Director  
 Mr. John K Paul, Director  
 Mr. Ranjan K Nair Additional director\*  
 Mr. A. Dinesh Additional Director\*

\*Appointed w.e.f. 17.08.2022

*II. Related party transactions:*

(a) The Company has entered into the following transactions with related parties

Particulars	Year ended 31st March 2023	Year ended 31st March 2022
<b>Loan Received</b>		
Francis K Paul	0.00	0.00
Popular Vehicles and Services Limited	8.50	15.00
Naveen Philip	15.00	17.20
<b>Loan Repaid</b>		
Naveen Philip	10.00	15.00
Popular Vehicles and Services Limited	4.00	0.00
<b>Sale of vehicles</b>		
Popular Mega Motors India Pvt Limited	0.00	0.17
<b>Purchase of Asset</b>		
Popular Mega Motors India Pvt Limited	0.03	0.00
<b>Interest paid to Related Party</b>		
Popular Vehicles and Services Limited	1.55	0.00
<b>Expenses met for the Company</b>		
Popular Auto Works Limited	0.11	0.00
Popular Vehicles and Services Limited	0.08	0.02
Popular Mega Motors India Pvt Limited	0.02	0.00

*III. Balance receivable from/ (payable) to related parties as at the balance sheet date:*

Particulars	Year ended 31st March 2023	Year ended 31st March 2022
Popular Mega Motors India Pvt Limited	-	-
Popular Vehicles and Services Limited inter corporate loan	19.50	15.00
Popular Vehicles and Services Limited	0.07	-
Francis K Paul	0.10	0.10
Naveen Philip	7.5	2.50
Popular Auto Works Limited	-	-
	<b>27.17</b>	<b>17.60</b>



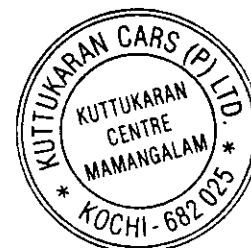
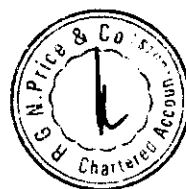
(a) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”) with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in other persons or entities identified by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or like on behalf of the Ultimate Beneficiaries.

(b) The Company has not received any funds from any person(s) or entity(ies) (“Funding Party”) 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 by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

28 The Company is a 100% subsidiary of Popular Vehicles and Services Limited. Hence, this Company is treated as a deemed public company.

29 **Going Concern**

The paid up Equity Share Capital and accumulated losses of the Company as at 31st March 2023 was Rs. 20 (amount in millions) and Rs.27.99 (amount in millions) respectively. The accumulated losses exceeds the net worth of the Company as at 31st March 2023. As per review of operations by the management, the market for electric vehicles is expected to grow based on several factors such as new Govt. policies for supporting use of electric vehicles, introduction of new marketing policies for increase in sales by hiring new personal exclusively for catering to needs of corporate sales, digital marketing personal, introduction of new test drive zones. The Company also focuses on improvisation of services by setting up service studio pockets, service camps, home service polishing to build loyalty with customers. Based on the above operations plans, the management believes that the Company will be able to continue its operations on a going concern basis and meet all its liabilities as they fall due for payment based on the financial strategies and operating plans which the management believes will enable the Company to generate operating cash flows in the future especially in view of new dealership. The financial statements have accordingly been prepared on a going concern basis.



30 Financial Instruments- Fair values and risk management

A Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

As at 31 March 2023

Particulars	Note	Carrying amount				Fair value			
		Financial assets at amortised cost	Mandatorily at FVTPL	Other financial liabilities at amortised cost	Total carrying value	Level 1	Level 2	Level 3	Total
<b>Assets</b>									
<b>Financial assets not measured at fair value</b>									
Cash and cash equivalents	9	2.02	-	-	2.02	-	-	-	-
Trade receivables	8	16.45	-	-	16.45	-	-	-	-
Other financial assets	5	3.02	-	-	3.02	-	-	-	-
<b>Financial assets measured at fair value</b>									
Rent Deposit (Included in other financial Assets)	-	-	1.65	-	-	-	-	1.65	1.65
Investments	-	-	-	-	-	-	-	-	-
<b>Total</b>		<b>21.49</b>	<b>1.65</b>	<b>-</b>	<b>21.49</b>	<b>-</b>	<b>-</b>	<b>1.65</b>	<b>1.65</b>
<b>Liabilities</b>									
<b>Financial liabilities measured at amortised cost</b>									
Trade payables	14	-	-	3.15	3.15	-	-	-	-
Borrowings #	11	-	-	99.13	99.13	-	-	-	-
Lease liabilities	24	-	-	50.65	50.65	-	-	-	-
Other financial liabilities	12	-	-	1.03	1.03	-	-	-	-
<b>Total</b>		<b>-</b>	<b>-</b>	<b>153.95</b>	<b>153.95</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

As at 31 March 2022

Particulars	Note	Carrying amount				Fair value			
		Financial assets at amortised cost	Mandatorily at FVTPL	Other financial liabilities at amortised cost	Total carrying value	Level 1	Level 2	Level 3	Total
<b>Assets</b>									
<b>Financial assets not measured at fair value</b>									
Cash and cash equivalents	9	4.11	-	-	4.11	-	-	-	-
Trade receivables	8	0.32	-	-	0.32	-	-	-	-
Other financial assets	5	1.45	-	-	1.45	-	-	-	-
<b>Financial assets measured at fair value</b>									
Investments	-	-	-	-	-	-	-	-	-
<b>Total</b>		<b>5.88</b>	<b>-</b>	<b>-</b>	<b>5.88</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Liabilities</b>									
<b>Financial liabilities measured at amortised cost</b>									
Trade payables	14	-	-	0.37	0.37	-	-	-	-
Borrowings #	11	-	-	18.04	18.04	-	-	-	-
Lease liabilities	24	-	-	23.13	23.13	-	-	-	-
Other financial liabilities	12	-	-	0.03	0.03	-	-	-	-
<b>Total</b>		<b>-</b>	<b>-</b>	<b>41.57</b>	<b>41.57</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# Represents borrowings (short term and long term) and current maturities of long term borrowings included in other current financial liabilities.

Measurement of fair values

The fair value of the financial instruments is determined using discounted cash flow analysis. The discount rates used is based on management estimates.

Level 1 fair values

Investment in equity shares that has a quoted price and which are actively traded on the stock exchanges. It is been valued using the closing price as at the reporting

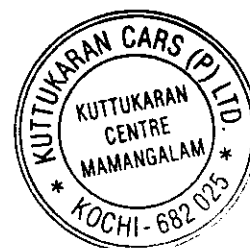
Level 2 fair values

Investment in mutual funds - is unquoted price and are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3 fair values

If one or more of the significant inputs is not based on observable data, the instrument is included in level

The quantitative sensitivity analysis of level 3 fair value of financial instrument as at 31 March 2021, 31 March 2020 and 31 March 2019 has not been disclosed as it is not material to the Group.





**Kuttukaran Cars Private Limited, Kochi - 25**  
**Notes to the financial statements (continued)**  
 (All amounts in INR millions)

**31 Taxes**

	As at 31 March 2023	As at 31 March 2022
<b>Income tax assets/(liability)</b>		
Income tax assets	0.22	-
MAT credit entitlement receivable	-	-
Current income tax liabilities	-	-
<b>Net income tax assets/(liability) at the end</b>	<u>0.22</u>	<u>-</u>
<b>Deferred tax assets/(liabilities)</b>		
<b>Deferred income tax assets</b>		
Trade receivables	-	-
Bonus Payable	-	-
Gratuity Payable	-	-
Deduction under section 35 D	0.01	0.03
Leave Encashment	0.02	-
Impact of IndAS 116	0.93	0.30
Provision for employee benefits	-	-
Ind AS 116 Adjustment : Recognised through retained earning	1.95	0.56
Unabsorbed depreciation and business loss	2.91	0.90
<b>Total deferred income tax assets</b>	<u>2.65</u>	<u>0.06</u>
<b>Deferred income tax liabilities</b>		
Property, plant and equipment and computer software	-	-
Provision for employee benefits	0.26	0.06
<b>Total deferred income tax liabilities</b>	<u>0.26</u>	<u>0.06</u>
Deferred income tax assets after set off	<u>2.65</u>	<u>0.83</u>
<b>Income tax expense / ( benefits )</b>		
Current tax	2.65	0.83
Deferred Tax	-	-
Deferred tax relating to item that will not be reclassified to P&L	<u>2.65</u>	<u>0.83</u>



Income tax expense for the year reconciled to the accounting profit

Particulars	-6.16	-4.20
Profit before Tax	-	-
Income Tax expense	1.82	0.83
Current tax	-	-
Deferred Tax	-4.33	-3.36
Profit after Tax		
Income Tax rate on normal Income	25.168%	25.168%
Income tax expense	-	-
Admissible expenses	-	-
Inadmissible expenses	-	-
Ind AS adjustments	-	-
Unabsorbed depreciation	-	-
Income Tax expense recognised in Profit or Loss	-	-

31 Taxes (continued)

Deferred tax asset/ (liabilities) (continued)

Recognised deferred tax assets and (liabilities)

(iii) Movement in temporary differences

	As at 1 April 2022	Charge/ (credit) in the statement of profit and loss	Charge/ (credit) in the statement in other comprehensive income	As at 31 March 2023
<b>Movement during the year ended 31 March 2023</b>				
Deduction under section 35D	0.03	0.02	-	0.01
Impact of IndAS 116	0.30	-0.64	-	0.94
Unabsorbed depreciation and business loss	0.56	-1.39	-	1.95
Provision for Leave Encashment	-	-0.02	-	0.02
Excess of depreciation on property, plant and equipment under Income Tax Act, 1961 over depreciation under Companies Act, 2013	(0.06)	0.21	-	(0.26)
Net deferred tax asset/ (liability) at the end of the year	0.83	(1.82)	-	2.66



(iii) Movement in temporary differences

Movement during the year ended 31 March 2022	As at 1 April 2021	Charge/ (credit) in the statement of profit and loss	Charge/ (credit) in other comprehensive income	As at 31 March 2022
Deduction under section 35D	-	0.03	-	0.03
Impact of IndAS 116	-	0.30	-	0.30
Unabsorbed depreciation and business loss	-	0.56	-	0.56
Excess of depreciation on property, plant and equipment under Income Tax Act, 1961 over depreciation under	-	-0.06	-	(0.06)
Net deferred tax asset/ (liability) at the end of the year	-	0.83	-	0.83

(iv) Tax losses carried forward	Expiry date	As at 31 March 2023	As at 31 March 2022
Particulars			
Business loss - allowed to carry forward for specific period	-	4.28	2.85
Unabsorbed depreciation- allowed to carry forward for infinite period	-	3.47	0.56

( provided business loss carry forwarded details as per memo)



Notes to the financial statements (continued)

(All amounts in INR millions)

**32 Employee benefits**

**A Defined contribution plan**

The company makes contributions, determined specified percentage of employees salaries, in respect of qualifying employees towards provident fund and other funds which are defined contribution plans. The company has no obligation other than to make specified contributions. The contributions are charged to the statement of profit and loss as they accrue.

**B Defined Benefit Plan**

The company operates certain post-employment defined benefit plan which is provided for based on actuarial valuation carried out by an independent actuary using the projected unit credit method. Based on an actuarial valuation obtained in this respect, following table sets out the status of the benefit plan and the amounts recognised in the company's standalone financial statements as at balance sheet date.

No provisions is made for gratuity since there are no employees who have completed five years of service

*Reconciliation of the projected Defined benefit plan*

Particulars	As at 31st March 2023	As at 31st March 2022
Liability for compensated absences	0.07	-
<b>Total employee benefit liability</b>	<b>0.07</b>	-
Non-current defined benefit liability	0.05	-
Current defined benefit liability	0.02	-



**33 Financial Instruments- Fair values and risk management (continued)**

**Financial risk management**

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk.

**i) Risk management framework**

The Company's board of directors (the Board) has overall responsibility for the establishment and oversight of the risk management framework. They oversee how management monitors compliance with the risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Board is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Board.

**ii) Credit risk**

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

Credit risk is controlled by analysing credit limits and creditworthiness of customers on a continuous basis to whom credit has been granted after obtaining necessary approvals for credit. The collection from the trade receivables are monitored on a continuous basis by the receivables team.

The maximum exposure to credit risk for trade receivables was as follows:

Particulars	As at 31 March 2022	As at 31 March 2023
Trade receivables	16.45	16.45
	0.32	0.32

**Impairment analysis**

The ageing of trade receivables is as follows:

Particulars	As at 31 March 2022	As at 31 March 2023
Less than 1 year	16.45	16.45
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
	0.32	0.32

The movement in allowance for credit loss in respect of trade and other receivables during the year was as follows:

Allowance for credit loss	As at 31 March 2022	As at 31 March 2023
Balance at the beginning	-	-
Provision created during the year	-	-
Impairment loss recognised/ (reversed)	-	-
<b>Balance at the end</b>	-	-



No single customer accounted for more than 10% of the revenue. There is no significant concentration of credit risk. Credit risk on cash and cash equivalent and other bank balances is limited as the Company generally transacts with banks and financial institutions with high credit ratings assigned by domestic credit rating agencies.

iii) **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 always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The Company believes that the working capital is sufficient to meet its current requirements. Accordingly, no liquidity risk is perceived.

The Company believes that the working capital is sufficient to meet its current requirements. Accordingly, no liquidity risk is perceived. The table below provides details regarding the undiscounted contractual maturities of significant financial liabilities as of 31st March 2023.

The table below provides details regarding the undiscounted contractual maturities of significant financial liabilities as of 31 March 2023

Particulars	Payable within 1 year	More than 1 year	Total
Trade payables	3.15	-	3.15
Borrowings #	64.37	34.76	99.13
Lease liabilities	1.91	48.74	50.65
Other financial liabilities	1.03	-	1.03

Particulars	Payable within 1 year	More than 1 year	Total
Trade payables	0.37	-	0.37
Borrowings #	2.82	15.22	18.04
Lease liabilities	1.17	21.96	23.13
Other financial liabilities	0.03	-	0.03

iv) **Financial Instruments- Fair values and risk management (continued)**

**Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices, such as foreign exchange rates, interest rates and equity prices.

**Foreign currency risk**

The Company is exposed to currency risk to the extent that there is a mismatch between the currencies in which transactions are denominated and the functional currency of the Company.

**Cash flow and fair value interest rate risk**

The Company's main interest rate risk arises from long-term and short-term borrowings with variable rates, which expose the Company to cash flow interest rate risk. The interest rate on the Company's financial instruments is based on market rates. The Company monitors the movement in interest rates on an ongoing basis.

(a) **Interest rate risk exposure**

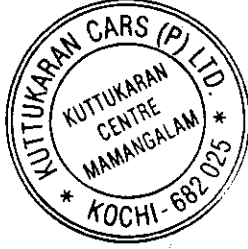
The exposure of the Company's borrowing to interest rate changes at the end of the year are as follows:

Financial liabilities (bank borrowings)	As at 31 March 2023	As at 31 March 2022
Variable rate long term borrowings including	17.49	-

**Sensitivity**

Particulars	Impact on profit or (loss)		Impact on other components of equity	
	As at 31 March 2023	31 March 2022	As at 31 March 2023	As at 31 March 2022
1% increase in variable rate	(0.17)	-	(4.40)	-
1% decrease in variable rate	0.17	-	4.40	-

The interest rate sensitivity is based on the closing balance of variable rate borrowings from banks and financial institutions.



34 Segment reporting

The Company is engaged in the business of purchase and sale of vehicles and related services. The entire operations are organised and managed as one organisational unit with the same set of risks and returns, hence the same has been considered as representing a single primary segment. The Company renders its services in India only and does not have any operations in economic environments with different risks and returns; hence it is considered operating in a single geographic segment. Accordingly, no segment disclosure has been made in these financial statements.

35 Ratios as per the Schedule III requirements

The company had operations across five branches during FY 22-23 as against one branch in FY 21-22. Hence, increase in ratios during FY 22-23 is on account of increase in operations across branches during the year. Hence the previous years figures are not comparable.

1 Current Ratio = Current Assets divided by Current Liabilities

Particulars	March 31, 2023	March 31, 2022
Current Assets	71.86	7.36
Current Liabilities	80.77	6.15
Ratio	0.89	1.20
% Change from previous year	34.5%	

2 Debt Equity ratio = Total debt divided by Total equity where total debt refers to sum of current & non current borrowings

Particulars	March 31, 2023	March 31, 2022
Total debt	64.37	2.82
Total equity	-7.99	-3.66
Ratio	(8.06)	(0.77)
% Change from previous year	945.1%	

3 Debt Service Coverage Ratio [EBITDA/(Interest Cost + Long term +short term borrowings)]

Particulars	Quarter ended 31 March 2023	Quarter ended 31 March 2022
EBITDA	0.74	(2.40)
Interest Cost	0.74	0.10
Borrowings	64.37	2.82
Debt Service Coverage Ratio	0.01	(0.82)
% Change from previous year	-101.4%	

4 Return on Equity Ratio / Return on Investment Ratio = Net profit after tax divided by Equity

Particulars	March 31, 2023	March 31, 2022
Net Profit after tax	-4.33	-3.36
Total equity	-7.99	-3.66
Ratio	0.54	0.92
% Change from previous year	-41.0%	

5 Return on Capital employed=Earnings before interest and taxes(EBIT) divided by Capital Employed

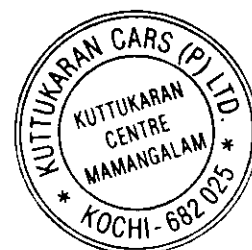
Particulars	March 31, 2023	March 31, 2022
EBIT	-6.15	-4.20
Total Asset [a]	156.33	39.67
Current Liability [b]	80.77	6.15
Capital Employed [a]-[b]	75.56	33.52
Ratio	(0.08)	(0.13)
% Change from previous year	-35.0%	

6 Trade Receivable Turnover Ratio [Total Income/Trade Receivable]

Particulars	March 31, 2023	March 31, 2022
Total Income	400.93	22.62
Trade Receivable	16.45	0.32
Trade Receivable Turnover Ratio	24.38	70.68
% Change from previous year end	-65.51%	

7 Trade Payable Turnover Ratio [Purchase of stock in trade/Trade payable]

Particulars	March 31, 2023	March 31, 2022
Purchase of Stock in trade	401.11	21.87
Trade Payable	3.15	0.37
Trade Payable Turnover Ratio	127.44	59.10
% Change from previous year end	115.62%	



8 Net capital Turnover Ratio = Total income divided by Net Working capital whereas net working capital= current assets - current liabilities

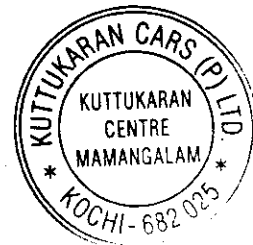
Particulars	March 31,2023	March 31,2022
Total income	400.93	22.62
Current Asset [a]	71.86	7.36
Current Liability [b]	80.77	6.15
Net Working Capital [a]-[b]	-8.91	1.21
Ratio	-44.99	18.75
% Change from previous year	-339.92%	

9 Inventory Turnover Ratio = Cost of materials consumed divided by closing inventory

Particulars	March 31,2023	March 31,2022
Purchase of stock in trade [a]	401.11	21.87
Changes in inventories of stock-in-trade [b]	-30.53	-1.08
Cost of Material Consumed [a]+[b]	370.58	20.79
Closing Inventory	44.58	1.08
Ratio	8.31	19.31
% Change from previous year	-56.94%	

10 Net profit ratio = Net profit after tax divided by Sales

Particulars	March 31,2023	March 31,2022
Net Profit after tax	-4.33	-3.36
Sales	400.60	22.55
Ratio	-0.01	-0.15
% Change from previous year	-92.76%	





**Kuttukaran Cars Private Limited, Kochi - 25**  
(All amounts in Indian rupees million)

36

**Capital Management**

The Company's policy is to maintain a stable capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors capital on the basis of return on capital employed as well as the debt to total equity ratio. For the purpose of debt to total equity ratio, debt considered is long-term and short-term borrowings. Total equity comprise of issued share capital and other equity.

Particulars	At at 31 March 2023	At at 31 March 2022
Total equity attributable to the equity shareholders of the company	(7.99)	(3.66)
As a percentage of total capital	-8.77%	-25.47%
Long - term borrowings	34.76	15.22
Short - term borrowings	64.37	2.82
Total Borrowings	99.13	18.04
As a percentage of total capital	100%	100%
Total capital (Equity and borrowings)	91.14	14.38

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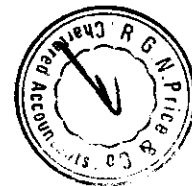
The company had operations across five branches during FY 22-23 as against one branch in FY 21-22. Hence, increase in ratios during FY 22-23 is on account of increase in operations across branches during the year. Hence the previous years figures are not comparable.

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Previous Year figures are regrouped wherever found necessary.

For KUTTUKARAN CARS PVT. LTD.

For KUTTUKARAN CARS PVT. LTD.



Director

Director

**IT Depreciation schedule period ended 31st March 2023**

PARTICULARS	WDV as on 01.04.2022	ADDITIONS		DELETIONS	TOTAL	RATE	DEPRECIATION	WDV as on 31.03.2023
		More than 180 days	Less than 180 days					
Freehold Land	-	-	-	-	-	-	-	-
Buildings	40,67,900	18,250	1,19,87,643	-	1,60,73,793	10%	10,07,997	1,50,65,796
Plant and Machinery	85,563	-	2,29,613	-	3,15,175	15%	30,055	2,85,120
Tools & equipments	7,99,393	6,91,274	7,07,798	-	21,98,465	15%	2,76,685	19,21,781
Electrical Equipments	3,36,747	2,403	5,83,975	-	9,23,125	15%	69,234	8,53,890
Furniture and Fittings	5,95,162	34,556	29,98,230	-	36,27,948	10%	2,12,883	34,15,065
Office Equipments	20,025	4,32,996	24,80,818	-	29,33,839	15%	2,54,015	26,79,825
Motor Vehicles	4,94,650	4,13,421	10,80,073	-	19,88,144	15%	2,17,216	17,70,928
Computer Equipment	6,85,137	8,78,340	9,76,938	-	25,40,415	40%	8,20,778	17,19,636
Goodwill	-	-	-	-	-	25%	-	-
Softwares	-	53,441	9,526	-	62,966	40%	23,281	39,685
<b>Total</b>	<b>70,84,576</b>	<b>25,24,681</b>	<b>2,10,54,614</b>	<b>-</b>	<b>3,06,63,871</b>		<b>29,12,146</b>	<b>2,77,51,725</b>



2022-23(H1)						
Particulars	Balance as per Books	Balance as per IT Act	Difference	DTA	DTL	
WDV	2,87,66,463.82	2,77,51,725.15	10,14,738.67	-	2,55,389.43	
Unabsorbed Depreciation carried forward	-	77,47,611.30	77,47,611.30	19,49,918.81	-	
Provision for bad and doubtful debts	-	-	-	-	-	
Provision for Gratuity	-	-	-	-	-	
Provision for Bonus	-	-	-	-	-	
Provision for Leave Encashment	71,385.00	-	71,385.00	17,966.18	-	
35D Disallowance	-	30,000.00	30,000.00	7,550.40	-	
IndAS 116	37,20,343.91	-	37,20,343.91	9,36,336.15	-	
				29,11,771.54	2,55,389.43	
				26,56,382.11		

