

ESPRIT STONES PRIVATE LIMITED

Reg. office: - SP1, Udyog Vihar, Sukher, Industrial Area, Udaipur. Rajasthan-313004

CIN: U74999RJ2016PTC056284

Phone No. 9829042675

Email Id: aravali.sunil@yahoo.com

Shorter Notice

Notice is hereby given that the Seventh Annual General Meeting of the members of Esprit Stones Private Limited will be held at the registered office of the Company situated at SP1, Udyog Vihar, Sukher, Industrial Area, Udaipur, Rajasthan-313004 on Saturday, September 30, 2023 at 09:00 A.M. to transact the following business:

AS ORDINARY BUSINESS:

1. To receive, consider and adopt:
 - the audited Financial Statement of the company for the financial year ended March 31, 2023 together with the reports of the Board of directors and the Auditor's thereon.
 - the audited Consolidated Financial Statement of the Company for the financial year ended on March 31, 2023 together with the reports of the Board of directors and the Auditor's thereon.

By the Order of Board of Directors

For ESPRIT STONES PRIVATE LIMITED



Sunil Kumar Lunawath

DIN: 01105117

Director

Add: L-3 / 53 Jay Shree Colony

Near Dhulkot Chouraha,

Udaipur, Rajasthan-313001

Date: 29-09-2023

Place: Udaipur

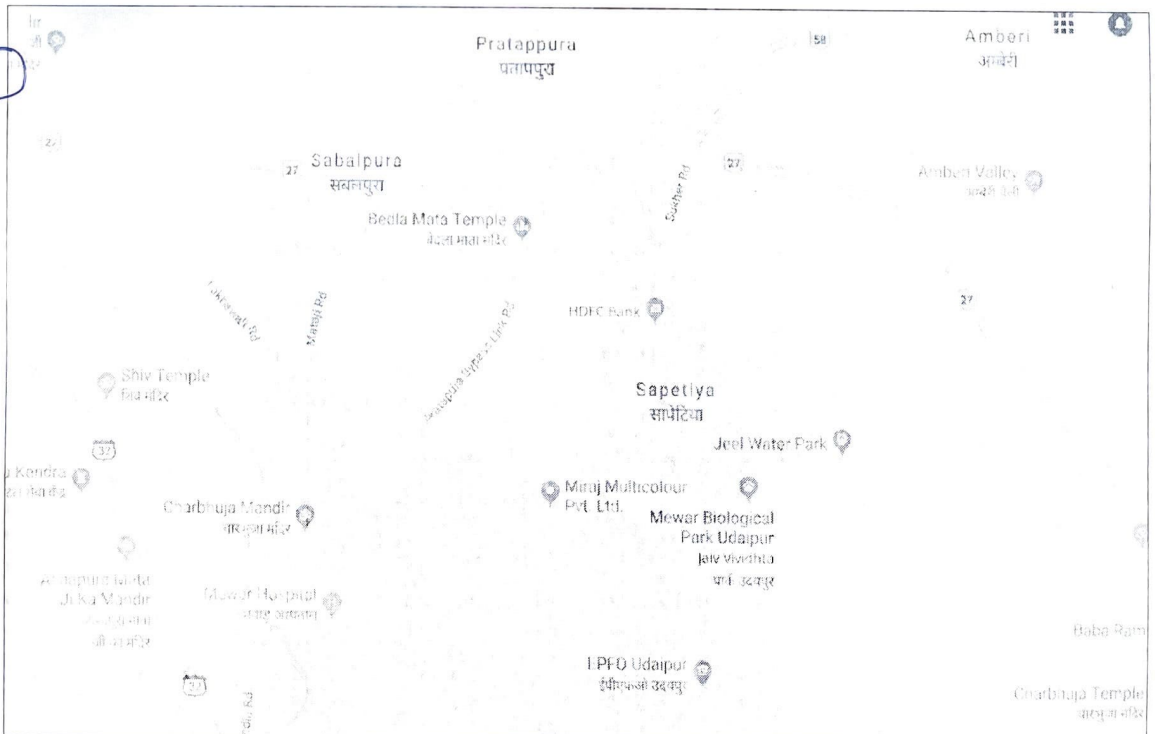
Notes: -

1. A member entitled to attend and vote at the Annual General Meeting (the "Meeting") is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. The instrument appointing the proxy should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the Meeting.
2. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. Members are requested to bring their attendance slip along with their copy of Annual Report to the Meeting.
4. Members who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.
5. With reference to SS-2 for the easy convenience of recipients of notice, Route Map to the venue of Annual General Meeting of the company is as under:

Venue of the meeting: SP1, Udyog Vihar, Sukher, Industrial Area, Udaipur,
Rajasthan-313004

Landmark: Sukher, Industrial Area

Route Map: The mark indicating the venue of the meeting



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Email Id: aravali.sunil@yahoo.com

Directors' Report

TO THE MEMBERS OF
ESPRIT STONES PRIVATE LIMITED,

Your Director's take pleasure in presenting the Seventh Annual Report on the business and operations of the company for the financial year ended on March 31, 2023.

1. Financial Highlights

The financial performance of your company for the year ending March 31, 2023 is summarized below:

Standalone		Rs in Lakhs	
Particulars	As on 31.03.2023	As on 31.03.2022	
a) Total Revenue	13,356.94	19,023.33	
b) PBDT	1025.95	3013.33	
c) Less: Dep.	522.29	625.09	
d) Profit before Tax	503.66	2,388.24	
e) Less: Tax Expenses-Current tax	(83.56)	(557.93)	
Less: Tax for earlier years	0.03	(0.64)	
Deferred tax	(53.90)	41.76	
Profit/(Loss) for the year	366.23	1,871.43	

Consolidated		Rs in Lakhs	
Particulars	As on 31.03.2023	As on 31.03.2022	
a) Total Revenue	17,606.52	19,002.60	
b) PBDT	1264.35	2992.43	
c) Less: Dep.	733.11	625.09	
d) Profit before Tax	531.24	2,367.24	
e) Less: Tax Expenses-Current tax	(106.46)	(557.93)	
Less: Tax for earlier years	0.03	(0.64)	
Deferred tax	(69.09)	41.76	
Profit/(Loss) for the year	343.32	1,850.61	

2. State of company affairs

The Company has earned a profit of Rs. 366.23 Lakhs as per standalone financials and a profit of Rs. 343.32 Lakhs as per consolidated financials during the F.Y 2022-23.

3. Extract of Annual Return

The provisions of section 134 (3) (a) of the Companies Act 2013 prescribes the Company to mention the web address, if any, where the Annual Return referred to in sub section (3) of Section 92 of the Act has been placed. It can be accessed at <https://espritstones.com/>

4. Number of Meeting of Board of Directors

During the Financial Year 2022-23, the Company held Eight Board Meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings.

No. of Meeting	Date of Meeting	Name of Directors and their attendance in each meeting				
		Mangi Lal Lunawath	Sunil Kumar Lunawath	Pradeep Kumar Lunawath	Nitin Gattani	Sunil Rameshwarlal Gattani
1.	May 17, 2022	✓	✓	✓	✓	✓
2.	May 27, 2022	✓	✓	✓	✓	✓
3.	July 12, 2022	✓	✓	✓	✓	✓
4.	August 24, 2022	✓	✓	✓	✓	✓
5.	September 01, 2022	✓	✓	✓	✓	✓
6.	September 20, 2022	✓	✓	✓	✓	✓
7.	December 20, 2022	✓	✓	✓	✓	✓
8.	February 28, 2023	✓	✓	✓	✓	✓
Total no. of Meetings attended by each Director		8(Eight)	8(Eight)	8(Eight)	8(Eight)	8(Eight)

5. Directors Responsibility Statement

To the best of our knowledge and belief and according to the information and explanations obtained by us, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- they had 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 profit and loss of the company for that period;
- they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- they had prepared the annual accounts on a going concern basis.

- e. Company being unlisted sub clause (e) of section 134(3) is not applicable.
- f. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

6. Declaration by Independent Directors

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to the Company.

7. Company's policy on Director's Appointment and Remuneration

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

8. Auditors:

8.1 Statutory Auditors & their Report

M/s. A Bafna & Company (FRN No. 003660C), Chartered Accountants have been appointed as statutory auditors of the company at Fifth Annual General Meeting held on November 30, 2021 till the conclusion of the 10th (Tenth) Annual General Meeting of the Company.

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

8.2 Cost Auditor

Pursuant to Section 148 of the Companies Act, 2013 read with The Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit records maintenance is not applicable on the company.

8.3 Secretarial Audit

The Secretarial Audit is not applicable on the company as it is not covered under the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

9. Particulars of Loans, Guarantees and Investments

The Board of directors of the company has power to make investment or to grant loans or giving of guarantee(s) or provide any security (ies) up to the limit as per section 186(2) i.e. higher of sixty percent of paid up share capital, free reserves and securities premium account or hundred percent of free reserves and securities premium account, whichever is higher and the company has abide by not made investment, grant loans, give guarantee or provide security during the financial year.

10. Related Party Transactions

There are some materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large and Approval of the Board of Directors & shareholders was obtained wherever required. Form No. AOC-2 is applicable to the company and is attached as "Annexure A".

Further the Related Party Transactions has been disclosed in Note No. 28 of Financial Statements of the Company.

11. Change in Nature of Business

There is no change in the nature of business of the company.

12. Share Capital

The paid-up Equity Share Capital as on March 31, 2023 was Rs. 9,50,00,000/-.

13. Transfer to reserve

No amount has been transferred to General Reserves during the year.

14. Dividend

The Board of directors of the company has not recommended any dividend during the financial year.

15. Human Resources

The management has always carried out systematic appraisal of performance and imparted training at periodic intervals. The company has always recognized talent and has judiciously followed the principle of rewarding performance.

16. Insurance

The Company has taken adequate insurance to cover the risks to its employees, property (land and buildings), plant, equipment, other assets and third parties as may be applicable.

17. Material Changes and Commitments, if any, Criteria specify

No such changes have taken place.

18. Energy conservation, technology absorption & Foreign Exchange Earnings and Outgo

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 read along with Rule 8 of the Companies (Accounts) Rules, 2014 in respect of conservation of energy and technology absorption are as mentioned below:

(A) Conservation of energy-

(i) the steps taken or impact on conservation of energy; The Company does not belong to the category of power intensive industry and hence consumption of power is not significant. However, the management gives due importance to conservation of energy wherever feasible, and also reviews from time to time, the measures taken / to be taken for reduced and prudent consumption and conservation of energy.

(ii) the steps taken by the company for utilising alternate sources of energy; Though the activities undertaken by the Company not energy intensive, the Company shall explore alternative sources of energy, as and when the necessity arises.

(iii) the capital investment on energy conservation equipments; NIL

(B) Technology absorption-

(i) the efforts made towards technology absorption; NIL

(ii) the benefits derived like product improvement, cost reduction, product development or import substitution; NIL

(iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-

(a) the details of technology imported; Not applicable

(b) the year of import; Not applicable

(c) whether the technology been fully absorbed; Not applicable

(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; Not applicable

(iv) the expenditure incurred on Research and Development. NIL

Foreign exchange earnings and Outgo:

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows is as follows:

For the year 2022-23

	Value in foreign Currency	Value in INR
Foreign Exchange earning		Rs. In Lakhs
In USD	14,97,099.19	1,210.70
In CAD	NIL	NIL
Foreign Exchange outgo		
In USD	2,66,725.00	222.61
In EURO	35,289.00	32.19

For the year 2021-22

	Value in foreign Currency	Value in INR
Foreign Exchange earning		
In USD	USD 19,03,615.94	1,442.80
In CAD	NIL	NIL
Foreign Exchange outgo		
In USD	USD 494.23	0.36
In EURO	NIL	NIL

Other disclosures

	31 March 2023	31 March 2022
a) Value of imports calculated on C.I.F basis in respect of:		Rs. In Lakhs

Raw materials/ trading goods	214.31	15.59
Consumables	157.25	124.35
Plant and machineries	66.37	-
b) Earning in foreign currency:		-
Revenue from sales of goods on FOB basis	8,582.76	15,471.00
c) Expenditure in foreign currency:		Rs. In Lakhs
Other charges	4.91	0.56
Advance against trade exhibitions	3.87	-
Against retainership agreement (lawyer)	8.54	24.02

19. Business Risk Management

Risk Management is an integral part of the business practices of the Company. The framework of Risk Management concentrates on formalising a system to deal with the most relevant risks, building on existing management practices, knowledge and structures. The Company has developed and implemented a comprehensive Risk Management system to ensure that risks to the continued existence of the Company as a going concern and to its growth are identified and remedied on a timely basis.

20. Directors

There is no change in the constitution of the board during the financial year and the directors of the company as on 31.03.2023 are as follows:

S. No.	Name	Designation/ Change in Designation	Date of appointment/ Date of Change in Designation	Date of cessation & Mode of Cessation
1.	Mr. Mangi Lal Lunawath	Director	19.10.2016	N.A.
2.	Mr. Sunil Kumar Lunawath	Director	19.10.2016	N.A.
3.	Mr. Pradeep Kumar Lunawath	Director	19.10.2016	N.A.
4.	Mr. Nitin Gattani	Director	19.10.2016	N.A.
5.	Mr. Sunil Rameshwarlal Gattani	Director	19.10.2016	N.A.

21. Deposits

The company has not accepted any deposits during the year 2022-23.

22. Disclosure relating to the provision of Section 73 of Companies Act, 2013 read with rule (2) (1)(c)(viii) of The Companies(Acceptance of Deposit) Rules 2014.

During the year the company has accepted borrowing(s) from its Directors and their relatives out of their owned fund and taken in records required declaration in writing to the effect that the amount is not being given out of funds acquired by them by borrowing or accepting loans or deposits from others details are under

(Amount in

Lakhs)

Sr No	Transaction	Loans taken/ (granted)	Loans (repaid)/ received back	Interest/ CG fees on Loans received/ (paid)
1)	Haique Stones Private Limited	-	374.00	79.41
2)	Addwaya Chemicals Private Limited	(86.80)	-	25.98

23. Corporate Social Responsibilities (CSR)

The company meets the criteria of Section 135 of Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014. Brief of CSR undertaken by the company is annexed herewith as "Annexure B".

24. Board Evaluation

The provision of section 134(3) (p) relating to board evaluation is not applicable on the company.

25. Internal control systems and their adequacy

The internal financial controls over financial reporting are designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of the Financial Statements.

These include those policies and procedures that i) pertain to the maintenance of records which in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company, ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of the Financial Statements in accordance with Generally Accepted Accounting Principles and

that receipts and expenditures are being made only in accordance with authorisations of the Management and the Directors of the Company and iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use or disposition of the assets that can have a material effect on the Financial Statements.

The Management assessed the effectiveness of the internal financial controls over financial reporting as of March 31, 2023, and the Board believes that the controls are adequate.

26. Composition of Audit Committee:

The provisions of section 177 of the Companies Act, 2013 are not applicable on the company.

27. Particulars of Employees

There were no employees employed by the company falling within Section 197 read with Rule, 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 hence relevant disclosures are not required.

28. Vigil Mechanism / Whistle Blower Policy

Pursuant to section 177(9) & (10) of the Companies Act, 2013 and Rule 7 of Companies (Meetings of Board and its Powers) Rules, 2014, the Board had approved a vigil mechanism (Whistleblowing Policy). The Policy provides an independent mechanism for reporting and resolving complaints pertaining to unethical behaviour, actual or suspected fraud and violation of the code of conduct of the Company.

29. Information about Subsidiary/ JV/ Associate Company

During the year, no company has become or ceased to be a subsidiary, joint venture or associate of the Company.

Pursuant to first proviso to sub-section(3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014, Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures in prescribed format AOC-1 is attached as "Annexure C".

Details of Subsidiary/ JV/ Associate Company is given below:

Sr. No	Name of Company	Relation	Date of Incorporation	Remarks
1.	Addwaya Chemicals Private Limited	Subsidiary	August 20, 2020	-
2.	Haique Stones Private Limited	Wholly Owned Subsidiary	August 19, 2021	-
3.	Haique Stones Inc, USA	Wholly Owned Subsidiary	August 06, 2021	

30. Consolidated Financial Statement:

The Consolidated Financial Statements required pursuant to section 129(3) of the Companies Act, 2013 read with rule 6 of the Companies (Accounts) Rule, 2014 have been prepared in accordance with the relevant accounting standards as per the Companies (Accounting Standard) Rules, 2006. The audited consolidated financial statement is provided along with the Standalone Financial Statement.

31. Significant and Material Orders Passed By the Regulators or Courts

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

32. Fraud Reporting

No frauds found which have been reported by the auditors.

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

The Company is committed to provide a safe and conducive work environment to its employees. It has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.

Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

34. Statement regarding compliances of applicable Secretarial Standards

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

35. GENERAL:

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- a. Issue of equity shares with differential rights as to dividend, voting or otherwise.
- b. Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
- c. None of the Whole-time Directors of the Company receive any remuneration or commission from any of its subsidiaries.

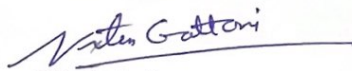
36. Acknowledgement

Your Directors wish to place on record their deep appreciation for the co-operation extended by the bankers and the services rendered by the employees at all levels and their dedication.

By the order of Board of Directors
For ESPRIT STONES PRIVATE LIMITED



Sunil Kumar Lunawath
DIN: 01105117
Director
Add: L-3 / 53 Jay Shree Colony
Near Dhulkot Chouraha,
Udaipur, Rajasthan-313001



Nitin Gattani
DIN: 00173258
Director
Add: Shree Niketan, 380-Ashok Nagar,
Udaipur, Rajasthan-313001

Date: 29-09-2023

Place: Udaipur

**ANNEXURE-A
FORM NO. AOC.2**

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


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

1. Details of contracts or arrangements or transactions not at arm's length basis: Not Applicable


2. Details of material contracts or arrangement or transactions at arm's length basis

Sr. No.	Particulars	Details	
A.	Name(s) of the related party and nature of relationship	Siddhanth Lunawath	Addwaya Chemicals Private Limited
B.	Nature of contracts/arrangements/transactions	Remuneration	Purchases
C.	Duration of the contracts/arrangements/transactions	NA	NA
D.	Salient terms of the contracts or arrangements or transactions including the value, if any:	As per Mutual decision	As per Mutual decision
E.	Date of approval by the Board, if any	16/02/2022	16/02/2022
F.	Amount paid as advances, if any:	NA	NA

By the Order of Board of Directors
For ESPRIT STONES PRIVATE LIMITED



Sunil Kumar Lunawath
DIN: 01105117
Director
Add: L-3 / 53 Jay Shree Colony
Near Dhulkot Chouraha,
Udaipur, Rajasthan-313001



Nitin Gattani
DIN: 00173258
Director
Add: Shree Niketan, 380-Ashok Nagar,
Udaipur,
Rajasthan-313001

Date: 29-09-2023
Place: Udaipur

ESPRIT STONES PRIVATE LIMITED

Reg. office: - SP1, Udyog Vihar, Sukher, Industrial Area, Udaipur, Rajasthan-313004

CIN: U74999RJ2016PTC056284

Phone No. 9829042675

Email Id: aravali.sunil@yahoo.com

Annexure B

Annual Report on CSR Activities for FY 2022-23

1. Brief outline on CSR Policy of the Company.

Policy, programs and scope

ESPL will volunteer its resources to the extent it can reasonably afford to contribute towards enhancing the quality of life thereby the standard of living of people, particularly those belonging to the marginalized section of society

It will take up projects and /or carry out activities under broad programs i.e Education, Empowerment, Health, Relief, Infrastructure and Conservation within the scope of activities prescribed under Schedule VII of the companies Act, 2013

2. Composition of CSR Committee:

Sr. No	Name of Director	No. of Meeting held during the Year	No. of Meeting attended during the Year	Date of Meeting
1.	Sunil Kumar Lunawath	03	03	17/05/2022
2.	Nitin Gattani	03	03	12/07/2022
3.	Sunil Rameshwarlal Gattani	03	03	28/02/2023

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

It can be accessed at <https://espritstones.com/>

4. Provide the executive summary along with web links of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report).

Not Applicable, as average CSR obligation in pursuance of subsection (5) of section 135 of the Act, in the three immediately preceding financial years is less than threshold prescribed in the Act.

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
1.	2022-23	3,04,281	3,04,281

6. Average net profit of the company as per section 135(5).

Rs. 202788047/-

7. CSR Obligation

(a)	Two percent of average net profit of the company as per section 135(5)	Rs. 40,77,121/-
(b)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years	Nil
(c)	Amount required to be set off for the financial year, if any	Rs. 3,04,281/-
(d)	Total CSR obligation for the financial year (7a+7b-7c).	Rs. 37,72,840/-

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer	Name of the Fund	Amount.	Date of transfer.
4239000	-	-	-	-	-

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Location area (Y/N)	Location of the project	Project duration	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation – Direct (Y/N)	Mode of Implementation – Through Implementing Agency	Name	CSR Reg no.
				State	Dist						
N.A											

© Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (in lacs.).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number.
1.	Education	(ii)	Yes	Rajasthan-Udaipur		1.00	Yes	N.A	N.A
2.	Environmental Sustainability,	(iv)	Yes	Rajasthan-Udaipur		2.35	Yes	N.A	N.A
3.	Rural development projects	(x)	Yes	Rajasthan-Udaipur		38.89	Yes	N.A	N.A
3.	Eradicating hunger, poverty and malnutrition,	(i)	Yes	Rajasthan-Udaipur		0.15	Yes	N.A	N.A

(d) Amount spent in Administrative Overheads: Not considered

(e) Amount spent on Impact Assessment, if applicable: Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e)

(g) Excess amount for set off, if any

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	40,77,121/-
(ii)	Total amount spent for the Financial Year ((including carried forwarded of excess spent of Rs. ₹3,04,281/- from previous year)	4543279/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	4,66,158/-

(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	0/-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	4,66,158/-

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer.	
Not Applicable							

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs.).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed /Ongoing.
Not Applicable								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details): Not Applicable

(a)	Date of creation or acquisition of the capital asset(s).	-
(b)	Amount of CSR spent for creation or acquisition of capital asset.	-
(c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.	-

(d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).	-
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11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5)

Not Applicable

**By the order of Board of Directors
For ESPRIT STONES PRIVATE LIMITED**



Sunil Kumar Lunawath
DIN: 01105117
Director
Add: L-3 / 53 Jay Shree Colony
Near Dhulkot Chouraha,
Udaipur, Rajasthan-313001



Nitin Gattani
DIN: 00173258
Director
Add: Shree Niketan, 380-Ashok Nagar,
Udaipur, Rajasthan-313001

Date: 29-09-2023
Place: Udaipur

**Form AOC-1
Annexure-C**

(Pursuant to first proviso to sub-section(3) of section 129 read with rule 5 of Companies
(Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries or
associate companies or joint ventures**

Part A Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl. No. 01

1. Name of the subsidiary : Addwaya Chemicals Private Limited
2. Reporting period for the subsidiary concerned, if different from the holding company's reporting period: Not Applicable
3. Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries. Not Applicable

4. Share capital:

Authorised :		2022-23
150,000	Equity Shares of Rs10/- each	1,500,000
		1,500,000
Issued, Subscribed and paid up :		
150,000	Equity Shares of Rs10/- each fully paid.	1,500,000
		1,500,000

5. Reserves and surplus : 25,14,000
6. Total assets : 39,00,91,000
7. Total Liabilities : 39,00,91,000
8. Investments : Nil
9. Turnover : 52,30,06,000
10. Profit before taxation : 30,70,000
11. Provision for taxation : Nil
12. Deferred Tax : 5,41,000
13. Profit after taxation : 25,30,000
14. Proposed Dividend : Nil

15. Extent of shareholding (in percentage): 51

Sl. No. 02

16. Name of the subsidiary : Haique Stones Private Limited

17. Reporting period for the subsidiary concerned, if different from the holding company's reporting period: Not Applicable

18. Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries. Not Applicable

19. Share capital:

Authorised :		2022-23
1000	Equity Shares of Rs100/- each	1,00,000
		1,00,000
Issued, Subscribed and paid up :		
1000	Equity Shares of Rs100/- each fully paid.	1,00,000
		1,00,000

20. Reserves and surplus : 45,74,000

21. Total assets : 56,79,60,000

22. Total Liabilities : 56,79,60,000

23. Investments : Nil

24. Turnover : 22,18,33,000

25. Profit before taxation : 55,53,000

26. Provision for taxation : Nil

27. Deferred Tax : (9,78,000)

28. Profit after taxation : 45,75,000

29. Proposed Dividend : Nil

30. Extent of shareholding (in percentage): 100%

1. Names of subsidiaries which are yet to commence operations : Nil

2. Names of subsidiaries which have been liquidated or sold during the year : Nil

Sl. No. 03

31. Name of the subsidiary : Haique Stones Inc, USA
32. Reporting period for the subsidiary concerned, if different from the holding company's reporting period: Not Applicable
33. Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries. Not Applicable

34. Share capital:

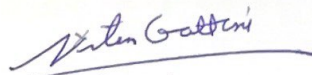
Authorised :		2022-23
1000	1000 equity shares of USD 10 each (equivalent to 80INR/USD)	8,00,000
		8,00,000
Issued, Subscribed and paid up :		
1000	1000 equity shares of USD 10 each (equivalent to 80INR/USD).	8,00,000
		8,00,000

35. Reserves and surplus : Nil
36. Total assets : 51,57,000
37. Total Liabilities : 14,26,44,000
38. Investments : Nil
39. Turnover : 31,06,49,000
40. Profit before taxation : 83,30,000
41. Provision for taxation : Nil
42. Current Tax :(22,90,000)
43. Profit after taxation : 60,40,000
44. Proposed Dividend : Nil
45. Extent of shareholding (in percentage): 100%

By the Order of Board of Directors
For ESPRIT STONES PRIVATE LIMITED



Sunil Kumar Lunawath
DIN: 01105117
Director
Add: L-3 / 53 Jay Shree Colony
Near Dhulkot Chouraha,
Udaipur, Rajasthan-313001



Nitin Gattani
DIN: 00173258
Director
Add: Shree Niketan, 380-Ashok Nagar,
Udaipur,
Rajasthan-313001

Date: 29-09-2023

Place: Udaipur



Independent Auditor's Report

To
The Members of
Esprit Stones Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the Standalone Financial Statements of **Esprit Stones Private Limited**, which comprise the balance sheet as at 31st March 2023, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the standalone 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 Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit 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 Auditor's Report thereon

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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





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

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.





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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and





other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure I** statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to adequacy of Internal Financial Controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in **Annexure II**. Our report expresses an Unmodified Opinion on the adequacy and operating effectiveness of the company internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note No. 27 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.





- iii. There were no amounts, which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other 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. (Refer Note No. 36(k))
- b) The management has represented, that, to the best of its knowledge and belief, 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. (Refer Note No. 36(k))
- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e) as provided under (A) and (B) above contain any material misstatement.
- v. The company has not paid any dividend during the year hence the reporting under this clause is not applicable.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For A Bafna & Co.
Chartered Accountants
FRN: 003660C


(C.A. Vivek Gupta)
Partner

Membership No. 400543

UDIN: 23400543 BG50Z R1767

Place: Udaipur

Date: 4th September 2023





Annexure I to the Independent Auditors' Report of Esprit Stones Private Limited

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2023, we report that:

1. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of Intangible assets.
 - b) According to the information and explanation given to us and on the basis of our examination of records of the company, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, Plant & Equipment are verified at least once in three year. Pursuant to this program, Property, Plant and Equipment were physically verified by the Management during the year. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - c) According to the information and explanation given to us and on the basis of our examination of records of the company, the title deed of the immovable properties (Other than properties where the company is a lessee & the lease agreement is dully executed in favour of the lessee) disclosed in the financial statements are held in the name of the company as at the balance sheet date.
 - d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
 - e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder
2. (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency together with coverage & procedure of verification are reasonable, further the management has not found discrepancies of more than 10% or more in the aggregate for each class of inventory.

(b) According to the information and explanation given to us and on the basis of our examination of records of the company, the company has been sanctioned working





capital limits in excess of five crores, in aggregate, from banks or financial institutions on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the company with such bank or financial institutions are generally in agreement with the books of accounts of the company and no material deviations were observed.

3. (a) The Company has not made investment in any other company during the year and has not provided or stood 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 except—

Party name	Nature of Transaction	Amount (Rs. In Lacs)
Addwaya Chemicals Private Limited (51% Subsidiary)	Investment	7.65
Haique Stones Private Limited (Wholly Owned Subsidiary)	Investment	1.00
Addwaya Chemicals Private Limited (51% Subsidiary)	Loans or Advances	393.99
Addwaya Chemicals Private Limited (51% Subsidiary)	Corporate Guarantee	2850.00
Haique Stones Private Limited (Wholly Owned Subsidiary)	Loans or Advances	814.50
Haique Stones Private Limited (Wholly Owned Subsidiary)	Corporate Guarantee	3000.00

(b) In our opinion, the investments made and the terms and conditions of the grant of loans, Guarantee given during the year, prima facie, not prejudicial to the Company's interest.





- (c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are generally being regular as per stipulation.
- (d) There are no overdue amounts in respect of the loan granted to a body corporate listed in the register maintained under section 189 of the Act.
- (e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.
- (f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.
4. In our opinion and according to the information and explanations given to us , the company has complied with the provisions of section 185 and 186 of the Companies Act , 2013 in respect of loans , investments , guarantees , and securities.
5. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
6. According to the information & explanation given to us , maintenance of Cost records is not mandatory for the company hence this clause is not applicable.
7. In respect of statutory dues:
- a) In our opinion, the Company has been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they become payable.
- b) There are no statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2023.
8. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).





9. (a) According to the records of the company examined by us and as per the information and explanations given to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any financial institution or banks or lender.
- (b) According to the records of the company examined by us and as per the information and explanations given to us, The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) According to the records of the company examined by us and as per the information and explanations given to us, term loans availed by the company have been used for the purpose for which they were raised.
- (d) According to the records of the company examined by us and as per the information and explanations given to us, on an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) According to the records of the company examined by us and as per the information and explanations given to us, on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or associate companies.
- (f) According to the records of the company examined by us and as per the information and explanations given to us, the Company has not raised loans during the year on the pledge of securities held in its subsidiaries or associate companies. Hence, the requirement to report on clause (ix) (f) of the Order is not applicable to the Company.
10. (a) The Company has not raised money(s) by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable
11. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.





- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
12. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
 13. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
 14. According to information & explanation given to us the requirement of having Internal Audit System is not applicable to the company.
 15. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors, and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
 16. (a) According to information & explanation given to us, the Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934
(b) According to information & explanation given to The company has not conducted any NBFC business during the year, hence, reporting under clause 3(xvi)(b) of the Order is not applicable.
(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
(d) The group does not have more than one CIC.
 17. The Company has not incurred cash losses during the financial year covered by our audit.
 18. The previous statutory auditor of the company has resigned during the year under review, as per their resignation letter and communication with then they have not raised any issues, objections or concerns.
 19. 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 and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that 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.

20. According to information and explanation given to us and based on our examination of the records of the company, the provisions of Section 135 related to Corporate Social Responsibility (CSR) are applicable on the company – Refer Note 39 to the Financial Statements.
21. There are no qualifications or adverse remarks in CARO report of subsidiaries included in the Consolidated Financial Statements

For A Bafna & Co.
Chartered Accountants
FRN: 003660C


(C.A. Vivek Gupta)

Partner

Membership No. 400543

UDIN: 23400543 BG50ZR1767

Place: Udaipur

Date: 4th September 2023





ANNEXURE II TO THE INDEPENDENT AUDITOR'S REPORT OF Esprit Stones 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 **Esprit Stones Private Limited** 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 judgment, 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 authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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 A Bafna & Co.
Chartered Accountants
FRN: 003660C



Vivek Gupta
(C.A. Vivek Gupta)

Partner

Membership No. 400543

UDIN: 23400543BG50ZR1767

Place: Udaipur

Date: 4th September, 2023



ESPRIT STONES PRIVATE LIMITED

Annual Audited Financial Statements

01 April 2022 to 31 March 2023

Esprit Stones Private Limited

Balance Sheet

As at 31 March 2023


Currency : in Lakhs INR (₹)

Particulars	Note	31 March 2023	31 March 2022
A EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	950.00	950.00
Reserves and surplus	4	5,330.37	4,964.14
Non-current liabilities			
Long-term borrowings	5	1,440.72	1,655.37
Deferred tax liabilities (net)	6	449.11	395.21
Long-term provisions	7	34.90	23.15
Current liabilities			
Short-term borrowings	8	4,175.10	3,044.96
Trade payables	9		
(a) total outstanding dues of micro and small enterprises; and		1,114.18	973.00
(b) total outstanding dues of other than micro and small enterprises		1,485.60	3,346.37
Other current liabilities	10	624.62	902.33
TOTAL		15,604.60	16,254.53
B ASSETS			
Non-current assets			
Property, Plant and Equipments and Intangible assets			
Tangible assets	11	6,521.39	6,588.47
Intangible assets		6.37	0.06
Capital work-in-progress		-	136.92
Intangible assets under development		-	6.00
Non-current investments	12	16.65	8.65
Long-term loans and advances	13	362.32	319.16
Current assets			
Inventories	14	3,654.49	3,497.63
Trade receivables	15	2,642.78	2,485.35
Cash and cash equivalents	16	263.53	1,082.33
Short-term loans and advances	17	2,032.19	2,004.49
Other current assets	18	104.88	125.47
TOTAL		15,604.60	16,254.53
Significant accounting policies	2		
Notes to accounts			

The accompanying notes are integral part of these financial statements

As per our report attached
For **A. Bafna & Co.**
Chartered Accountants
Firm Reg. No. : 003660C

For and on behalf of Board of Directors of
Esprit Stones Private Limited
SP-1, Udyog Vihar Sukher Industrial Area, Udaipur
CIN: U74999RJ2Q16PTC056284


Vivek Gupta
Partner
Membership Number : 400543
Place : Udaipur
Date : 04/09/2023




Nitin Gattani
Director
DIN: 00173258
Place : Udaipur
Date : 04/09/2023


Sunil Lunawath
Director
DIN : 01105117
Place : Udaipur
Date : 04/09/2023



Esprit Stones Private Limited

Statement of Profit and Loss

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

Particulars	Note	For the year ended 31 March 2023	For the year ended 31 March 2022
1 Revenue from operations	19	13,127.17	18,645.65
2 Other income	20	229.77	377.68
3 Total revenue (1+2)		13,356.94	19,023.33
4 Expenses			
(a) Cost of materials consumed	21	7,324.75	10,908.75
(b) Purchases of stock-in-trade	22	286.71	363.61
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	23	(300.89)	(1,289.72)
(d) Employee benefits expenses	24	1,342.59	1,353.77
(e) Finance costs	25	368.06	325.43
(f) Depreciation and amortisation expenses	11	522.29	625.09
(g) Other expenses	26	3,267.38	4,315.05
(h) Corporate Social Responsibility (CSR) expenses	38	42.39	33.11
Total expenses		12,853.28	16,635.09
5 Profit/ (Loss) before exceptional and extraordinary items and tax (3 - 4)		503.66	2,388.24
6 Exceptional items		-	-
7 Profit / (Loss) before extraordinary items and tax (5 ± 6)		503.66	2,388.24
8 Extraordinary items		-	-
9 Profit / (Loss) before tax (7 ± 8)		503.66	2,388.24
10 Tax expense:			
(a) Current tax expense for current year		(83.56)	(557.93)
(b) Deferred tax expenses		(53.90)	41.76
(c) Prior year(s)		0.03	(0.64)
11 Profit / (Loss) from continuing operations (9 ± 10)		366.23	1,871.43
12 Profit / (Loss) for the year		366.23	1,871.43
Earning per equity share of face value of Rs. 10/-each			
Basic and diluted	29	3.86	19.70
Significant accounting policies	2		
Notes to accounts			

As per our report attached

For A. Bafna & Co.

Chartered Accountants

Firm Reg. No. : 003660C



Vivek Gupta

Partner

Membership Number : 400543

Place : Udaipur

Date : 04/09/2023

For and on behalf of Board of Directors of

Esprit Stones Private Limited

SP-1, Udyog Vihar Sukher Industrial Area, Udaipur

CIN: U74999RJ2016PTC056284

Handwritten signatures of Nitin Gattani and Sunil Lunawath, and a circular blue stamp of Esprit Stones Pvt Ltd, Udaipur, Authorised.

Nitin Gattani

Director

DIN: 00173258

Place : Udaipur

Date : 04/09/2023

Sunil Lunawath

Director

DIN: 01105117

Place : Udaipur

Date : 04/09/2023

Esprit Stones Private Limited

Cash Flow Statement

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
A Cash flow from operating activities		
Profit/(Loss) before tax	503.66	2,388.24
Adjustments for:		
Depreciation and amortization expenses	522.29	625.09
Finance cost	368.06	325.43
Interest income	(147.66)	(116.33)
Operating profit before working capital changes	1,246.35	3,222.43
Changes in working capital and other provisions		
Increase in long-term provisions	11.75	10.34
Increase/ (Decrease) in trade payables	(1,719.59)	1,059.18
(Decrease)/ Increase in other current liabilities	(178.82)	184.27
(Increase) in long-term loan and advances	(2.77)	(6.23)
(Increase)/ Decrease in inventories	(156.86)	(1,601.62)
(Increase) in trade receivables	(157.43)	(898.17)
(Increase)/ Decrease in short-term loans and advances	(284.36)	769.04
Decrease in other current assets	-	1.68
Cash generated from operations	(1,241.73)	2,740.92
Less: Income-tax paid (net)	(114.80)	(614.09)
Net cash flow from operating activities	(1,356.53)	2,126.83
	(A)	
B Cash flow from investing activities		
Purchase of fixed assets and changes in Capital work-in-progress	(459.55)	(1,191.43)
Investment in fixed deposits	(198.09)	(1,070.74)
Proceeds from maturity of fixed deposits	1,070.74	1,056.15
Loans and advances to other corporates	-	540.68
Loans and advances to subsidiaries	287.93	(1,059.29)
Investment in subsidiaries	(8.00)	(1.00)
Interest Income	168.25	46.13
Net cash (used in) investing activities	861.28	(1,679.50)
	(B)	
C Cash flow from financing activities		
Proceeds/ (Repayment) of long-term loans from banks	(202.29)	(402.34)
Proceeds/ (Repayment) of long-term loans from others	-	(193.87)
Proceeds/ (Repayment) of short-term loans from banks	1,117.78	414.45
Interest expenses paid	(366.39)	(314.29)
Net cash flow from/ (used in) financing activities	549.10	(496.05)
	(C)	
D Net increase/ (decrease) in cash and cash equivalents	53.85	(48.72)
Add: Cash and cash equivalents at the beginning of the year	11.59	60.31
E Cash and cash equivalents at the end of the year	65.44	11.59

Note:

The above Cash flow Statement has been prepared using Indirect method of preparation of Cash flow statement as per AS-3

The accompanying notes are integral part of these financial statements

As per our report attached

For A. Bafna & Co.

Chartered Accountants

Firm Reg. No. : 003660C

Vivek Gupta

Partner

Membership Number : 400543

Place : Udaipur

Date : 04/09/2023



For and on behalf of Board of Directors of

Esprit Stones Private Limited

SP-1, Udyog Vihar Sukher Industrial Area, Udaipur

CIN: U74999RJ2016PTC056284

Nitin Gattani

Director

DIN: 00173258

Place : Udaipur

Date : 04/09/2023

Sunil Lunawath

Director

DIN : 01105117

Place : Udaipur

Date : 04/09/2023



Esprit Stones Private Limited

Notes to financial statements

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

1 Background of the Company:

Esprit Stones Private Limited ('the Company') is a private limited company incorporated under Companies Act, 2013 on 19 October 2016. The Company is primarily involve in artificial quartz surfaces which is a luxurious substitute of natural marble and granite. Its customers are entities having warehouses in USA, Canada and European countries. The Company's registered office is at SP-1, Udyog Vihar, Sukher Industrial Area, Udaipur, Rajasthan, India, 313004 and its manufacturing unit is located at Lakhawali, Udaipur, Rajasthan, India, 313011.

2 Significant accounting policies

2.1 Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention on accrual basis to comply in all material aspects and in accordance with Indian Generally Accepted Accounting Principles (GAAP), which comprises of mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). The accounting policies have been consistently applied by the Company unless otherwise stated.

2.2 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. The examples of such estimates include, the useful life of tangible and intangible fixed assets, allowances for doubtful debts / advances, future obligations in respect of retirement benefit plans etc. Actual results may differ from the estimates and assumptions and in such case, the difference is recognised in the period in which the results are known.

2.3 Revenue Recognition

- (a) The company recognises revenues on the sale of products, net of discounts, when the products are dispatched / delivered to the customer/ dealer or when delivered to the carrier for export sales, which is when risks and rewards of ownership pass to the customer/ dealer.
- (b) Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection.
- (c) Interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (d) Dividend income is recognized when the company's right to receive dividend is established.
- (e) Export entitlements under the duty remission scheme are recognized as income when the the credit as per the terms of the scheme is received in respect of the exports made.

2.4 Recognition of Expenditure

Expenses are accounted for on an accrual basis and provision is made for all known losses and liabilities.

2.5 Tangible fixed assets

- (a) Tangible fixed assets are stated at cost less accumulated depreciation and impairment loss, if any.
- (b) The cost of Fixed Asset comprises its purchase price including non-refundable taxes & duties and directly attributable cost of bringing the asset (including leasehold improvements) to its working condition for its intended use. Subsequent upgradation / enhancements which results in an increase in the future benefits from such assets, beyond the previously assessed standard of performance, are also capitalised. Machinery spares which can be used only in connection with an item of tangible assets and whose use is not regular nature are written off over the estimated useful life of relevant assets.
- (c) All costs, including borrowing costs till commencement of commercial production, attributable to fixed assets are capitalized.



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

2.6 Intangible Assets and amortization

Intangible assets are stated at cost less accumulated amortization. Intangible assets are amortized on a straight line basis over their estimated useful life of 5 years

2.7 Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

2.8 Capital Work-in-Progress

Capital work-in-progress comprises cost of fixed assets that are not yet ready for their intended use at the balance sheet date.

2.9 Depreciation and amortization

(a) Owned assets

(i) Depreciation on fixed assets is provided on straight line method, at the rates and in the manner prescribed in Schedule II to the Companies Act, 2013. In case of plant and machinery used for double or triple shift, depreciation is increased to 150% and 200% of normal depreciation respectively.

(ii) Significant components of assets having a life shorter than the main asset, if any is depreciated over the shorter life.

(b) Leased assets:

(i). Leasehold lands are amortised over the period of lease.

(ii). Buildings constructed on leasehold land are depreciated based on the useful life specified in Schedule II to the Companies Act, 2013, where the lease period is beyond the life of the building.

(iii). In other cases, buildings constructed on leasehold lands are amortized over the primary lease period of the lands.

2.10 Investments

Current investments that are readily realisable and are intended to be held for not more than one year from the date on which such investments are made, are carried at lower of cost and quoted / fair value, computed category wise. Long Term Investments are stated at cost. However, provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

2.11 Inventories

Inventories are valued at the lower of cost and net realizable value. Obsolete, slow moving and defective inventories are identified at the time of physical verification and necessary provision is made for such inventories. The cost is determined using the weighted average cost method for all categories of inventories. Cost includes in case of Raw materials, Stores & spares, Packing material and consumables the purchase price and attributable direct cost less discounts. In case of Work-in-Progress and finished goods cost includes direct labour, material costs and production overheads



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

2.12 Foreign Currency Transactions

- (a) Transactions denominated in foreign currencies are normally recorded on the initial recognition in the reported currency using the exchange rates prevailing on the date of transaction.
- (b) Monetary assets & liabilities denominated in foreign currencies are restated at the appropriate rates of exchange prevailing on the date of Balance Sheet. Resultant gain or loss is accounted in the period in which they arise
- (c) Any income or expense on account of exchange difference either on settlement or on translation of monetary items are recognized in the Statement of Profit and Loss for the period in which they arise
- (d) In respect of Forward Exchange contracts entered into to hedge foreign currency risks, the difference between the forward rate and exchange rate at the inception of the contract is recognized as income or expense over the life of the contract. Further, the exchange differences arising on such contracts are recognized as income or expense along with the exchange differences on the underlying assets / liabilities. Further, in case of other contracts with committed exchange rates, the underlying is accounted at the rate so committed. Profit or loss on cancellations / renewals of forward contracts is recognized during the year. In case of option contracts, the losses are accounted on mark to market basis.

2.13 Earning Per Share

Basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

2.14 Borrowing Cost

Interest and other borrowing costs attributable to qualifying assets are capitalized. A qualifying asset is an asset that necessarily requires a substantial period of time (generally over 12 months) to get ready for its intended use or sale. Other interest and borrowing costs are charged to statement of Profit & Loss.

2.15 Employee Benefits

(a) Short Term Employee Benefits:

All employee benefits payable wholly within 12 months of rendering service are classified as short term employee benefit. Benefits such as Salaries, Wages, performance incentives, expected cost of bonus, exgratia are recognised during the period in which employee renders related service.

(b) Post-employment Benefits:

Defined contribution plans: Company's contribution paid / payable during the year to employees state insurance scheme, Provident Fund and Labour welfare fund are recognised during the period.

Defined benefit plans: For defined benefit schemes in the form of gratuity fund, provident fund and post retirement medical benefits, the cost of providing benefits is determined using the Project Unit Credit Method, with actuarial valuations being carried out at each balance sheet date, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discounting rate used for determining the present value of the obligation under defined benefit plans, is based on the market yields on government securities as at the balance sheet date, having maturity periods approximately to the terms of related obligations.

Actuarial gains/losses are recognised in full in the statement of profit and loss, for the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested, and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligations recognised in the balance sheet represents that present value of the defined benefit obligation as adjusted for unrecognised past service cost and as reduced by the fair value of the scheme of assets.



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

(c) Long-term employee benefits:

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the balance sheet date.

(d) Termination benefits

Termination benefits are recognised as an expense in the period in which they are incurred.

2.16 Leases

A lease is classified at the inception date as finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. The Company as a lessee:

(i) **Operating lease:** Rentals payable under operating leases are charged to the statement of profit and loss on a straight line basis over the term of the relevant lease.

(ii) **Finance leases:** Finance leases are capitalised at the commencement of lease, at the lower of the fair value of the property or the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income over the period of the lease.

2.17 Provisions, Contingent Liabilities, Contingent Assets and commitments

(a) Provisions:

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

(b) Contingent Liabilities:

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

(c) Contingent Assets:

Contingent Assets are neither recognised nor disclosed in the financial statements

(d) Commitments:

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

2.18 Accounting for Taxes on Income

(a) Current tax

Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions of the Income-tax Act, 1961

(b) Deferred Tax

Deferred tax assets and liabilities are recognised by computing the tax effect on timing differences which arise during the year and reverse in the subsequent periods. Deferred tax assets against unabsorbed depreciation and carried forward loss under tax laws, are recognised only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets on other timing differences are recognised only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

(c) Minimum Alternate Tax

Minimum Alternate Tax credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

(d) Current and Deferred tax is measured based on the provisions of tax laws and tax rates enacted or substantively enacted as at the Balance Sheet date.

2.19 Government Grants

The Company has received government grants related to revenue expenses, which are deducted from related revenue expenses for the year.

2.20 Cash and Cash Equivalents

Cash comprises cash on hand and demand deposits with banks

Cash equivalents are short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

31 March 2023 31 March 2022

3 Equity Share Capital

(a) Authorised share capital 1,00,00,000 equity shares of ₹ 10 each (As at 31 March 2022: 1,00,00,000 equity shares of ₹ 10 each)	1,000	1,000
(b) Issued, subscribed and paid up share capital 95,00,000 equity shares of ₹ 10 each (As at 31 March 2022: 95,00,000 equity shares of ₹ 10 each)	950	950
	<u>950</u>	<u>950</u>

(c) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:

Equity Shares	31 March 2023		31 March 2022	
	No of shares	Amount	No of shares	Amount
At the beginning of the year	95,00,000	950	9,50,000	950
Add: New shares of ₹ 10 per share*	-	-	95,00,000	-
Less: Old shares of ₹ 100 per share*	-	-	(9,50,000)	-
Add: Issued during the year	-	-	-	-
At the end of the year	<u>95,00,000</u>	<u>950</u>	<u>95,00,000</u>	<u>950</u>

The Company has subdivided its equity shares from face value of ₹100 per share to ₹10 per share during previous year, accordingly 950,000 shares have been converted into 95,00,000 shares.

- (d) The company has only one class of shares referred to as equity shares having at par value Rs. 10/- each holder of equity shares is entitled to one vote per share. In the event of liquidation, the ordinary shareholders are entitled to receive the remaining assets of the company after payment of all preferential amounts, in proportion to their shareholdings.
- (e) The Company does not have any Holding Company/ Ultimate Holding Company.
- (f) No Ordinary Shares have been reserved for issue under options and contracts/commitments for the sale of shares/disinvestments as at the Balance Sheet date.
- (g) No Shares have been bought back by the company during the period of 5 years preceding the date as at which the Balance Sheet is prepared.
- (h) No Securities converted into Equity/preference Shares have been issued by the Company during the year.
- (i) No Calls are unpaid by any Director or Officer of the Company during the year.

(j) Details of shares held by each shareholder holding more than 5% shares:

Equity Shares	31 March 2023		31 March 2022	
	No of shares	% Holding	No of shares	% Holding
Mangilal Lunawath	23,20,000	24.42%	23,20,000	24.42%
Sayar Kumari Lunawath	1,10,000	1.16%	1,10,000	1.16%
Pradeep Lunawath	10,20,000	10.74%	10,20,000	10.74%
Sunil Lunawath	13,00,000	13.68%	13,00,000	13.68%
	<u>47,50,000</u>	<u>50.00%</u>	<u>47,50,000</u>	<u>50.00%</u>
Sangeeta Gattani	10,00,000	10.53%	10,00,000	10.53%
Nitin Gattani	26,70,000	28.11%	26,70,000	28.11%
Shubh Gattani	10,80,000	11.37%	10,80,000	11.37%
	<u>47,50,000</u>	<u>50.00%</u>	<u>47,50,000</u>	<u>50.00%</u>
	<u>95,00,000</u>	<u>100.00%</u>	<u>95,00,000</u>	<u>100.00%</u>



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

(k) Details of shares held by promoters at the end of the year

Equity Shares	31 March 2023			31 March 2022		
	Number of shares	% of total shares	% change	Number of shares	% of total shares	% change during the year
Mangilal Lunawath	23,20,000	24.42%	0.00%	23,20,000	24.42%	0.00%
Pradeep Lunawath	10,20,000	10.74%	0.00%	10,20,000	10.74%	0.00%
Sunil Lunawath	13,00,000	13.68%	0.00%	13,00,000	13.68%	0.00%
Nitin Gattani	26,70,000	28.11%	0.00%	26,70,000	28.11%	0.00%
	73,10,000	76.95%	0.00%	73,10,000	76.95%	0.00%

4 Reserves and surplus

(a) Surplus /(Deficit) in Statement of Profit and Loss

	31 March 2023	31 March 2022
Balance at the beginning of the year	4,964.14	3,092.71
Add: Profit/ (Loss) for the year	366.23	1,871.43
Balance at the end of the year	5,330.37	4,964.14
	5,330.37	4,964.14



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs (₹)

11 Property, Plant and Equipment

Particulars	Useful life (in years)	Gross Block				Accumulated Depreciation/ Amortization				Net Block	
		Balance as at 01 April 2022	Add: Additions during the year	Less: Disposals during the year	Balance as at 31 Mar 2023	Balance as at 01 April 2022	Add: Depreciation for the period	Less: Depreciation on disposals for the period	Balance as at 31 Mar 2023	Balance as at 31 March 2023	Balance as at 31 March 2022
A Tangible assets											
Land	NA	196.76	1.45	-	198.21	-	-	-	-	198.21	196.76
Buildings	60	1,809.68	150.81	-	1,960.49	214.00	60.97	-	274.97	1,685.52	1,595.68
Solar plants	15	820.83	-	-	820.83	110.39	51.99	-	162.38	658.45	710.44
Plant and machinery	15	5,163.71	182.96	-	5,346.67	1,603.50	334.57	-	1,938.07	3,408.60	3,560.18
Electrical installations	10	282.53	1.68	-	284.21	67.07	26.97	-	94.04	190.17	215.46
Furniture and fixtures	10	123.94	-	-	123.94	28.63	11.77	-	40.40	83.54	95.31
Office equipments	5	7.87	1.78	-	9.65	3.74	1.74	-	5.48	4.17	4.13
Lab equipments	10	1.17	-	-	1.17	0.47	0.11	-	0.58	0.59	0.70
Vehicles	8	239.38	109.34	-	348.72	41.23	28.71	-	69.94	278.78	198.15
Computers	3	18.43	5.97	-	24.40	6.77	4.27	-	11.04	13.36	11.66
Total Tangible assets (A)		8,664.30	453.99	-	9,118.29	2,075.80	521.10	-	2,596.90	6,521.39	6,588.47
B Intangible assets											
Softwares etc.	3	1.46	7.50	-	8.96	1.40	1.19	-	2.59	6.37	0.06
Total Intangible assets (B)		1.46	7.50	-	8.96	1.40	1.19	-	2.59	6.37	0.06
C Capital work-in-progress/ Intangible assets under development (ITAUD)											
Buildings	NA	74.30	-	(74.30)	-	-	-	-	-	-	74.30
Plant and Machinery	NA	62.63	-	(62.63)	-	-	-	-	-	-	62.62
Intangible assets	NA	6.00	-	(6.00)	-	-	-	-	-	-	6.00
Total Capital work-in-progress (C)		142.93	-	(142.93)	-	-	-	-	-	-	142.92
D Total fixed assets (A+B+C)		8,808.69	461.49	(142.93)	9,127.25	2,077.20	522.29	-	2,599.49	6,527.76	6,731.45



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

31 March 2023 31 March 2022

5 Long-term borrowings

(a) Term Loans

Term loan(s) from HDFC Bank Limited	2,006.28	2,240.53
	<u>2,006.28</u>	<u>2,240.53</u>
Less: Current maturities under "Short-term borrowings" (refer note 8)		
Term loan(s) from HDFC Bank Limited	(672.55)	(641.91)
	<u>(672.55)</u>	<u>(641.91)</u>
Non-current maturities of Secured Loans	<u>1,333.73</u>	<u>1,598.62</u>

(b) Finance Lease Obligations

Vehicle loan(s) from Axis Bank Limited	-	8.78
Vehicle loan(s) from HDFC Bank Limited	144.40	103.66
Less: Current maturities under "Short-term borrowings" (refer note 8)		
Vehicle loan from Axis Bank Limited	-	(8.78)
Vehicle loan from HDFC Bank Limited	(37.41)	(46.91)
Non-current maturities of finance lease obligations	<u>106.99</u>	<u>56.75</u>
	<u>1,440.72</u>	<u>1,655.37</u>

5.1 Term Loans & Working capital facilities are from HDFC Bank Limited. The term loans are secured by hypothecation of first charge on all immovable and movable properties including machineries, current assets such as inventories, book debts and other receivables of the company, both present and future besides personal guarantee of the Directors.

5.2 Finance Lease Obligations:

Finance lease obligations are repayable in equated monthly instalments. The assets acquired on finance lease mainly comprise vehicles. The lease has a primary period, which is fixed and non-cancellable. Finance leases are secured by hypothecation of respective assets purchased out of finance, and personal guarantee of some of the Director.

6 Deferred tax liabilities (net)

Deferred tax liabilities:

On excess of WDV of fixed assets in books in comparison to WDV in Income-tax Act, 1961	470.41	410.66
	<u>470.41</u>	<u>410.66</u>

Deferred tax assets:

On expenses allowable under Income-tax Act, 1961 on payment basis	(21.30)	(15.45)
	<u>(21.30)</u>	<u>(15.45)</u>
	<u>449.11</u>	<u>395.21</u>

7 Long-term provisions

Provision for employee benefits - Gratuity	34.90	23.15
	<u>34.90</u>	<u>23.15</u>



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

31 March 2023 31 March 2022

8 Short-term borrowings

(a) Working Capital Loans

Overdraft facility from HDFC Bank Limited (refer note 34)	1,986.23	68.76
Overdraft against fixed deposits from Karnataka Bank Limited	40.66	800.65
Packing Credit Loan from HDFC Bank Limited	1,438.25	1,477.95
Current Maturities of the Long Term Borrowings (refer note 5)		
- Term Loan(s) from HDFC Bank Limited	672.55	641.91
- Finance Lease Obligation	37.41	55.69
	4,175.10	3,044.96

Term Loans & Working capital facilities are from HDFC Bank Limited and these loans are secured by hypothecation of first charge on all immovable and movable properties including machineries, current assets such as inventories, book debts and other receivables of the company, both present and future besides personal guarantee of the Directors.

9 Trade Payables

(a) total outstanding dues of micro and small enterprises; and	1,114.18	973.00
(b) total outstanding dues of other than micro and small enterprises	1,485.60	3,346.37
	2,599.78	4,319.37

9.1 Trade Payables ageing schedule as at 31 March 2023

Particulars	Outstanding for following periods from due date of payment					Total
	Not due	< 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME	778.80	335.39	-	-	-	1,114.18
(ii) Others	1,126.13	345.51	13.06	0.90	-	1,485.60
(iii) Disputed dues- MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	1,904.92	680.90	13.06	0.90	-	2,599.78

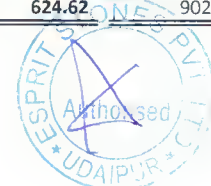
9.2 Trade Payables ageing schedule as at 31 March 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Not due	< 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME	973.00	-	-	-	-	973.00
(ii) Others	971.88	2,368.69	3.60	0.40	1.80	3,346.37
(iii) Disputed dues- MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	1,944.88	2,368.69	3.60	0.40	1.80	4,319.37

9.3 The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company, regarding the status of registration of such vendor under the said Act, as per the intimation received from them on the request made by the company. Further, In the opinion of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act, is not expected to be material.

10 Other current liabilities

Creditors for capital items	36.14	136.70
Advances from customers	380.81	515.35
Interest accrued but not yet due	12.81	11.14
Employee payables	87.86	59.71
Provision for expenses	36.20	118.02
Provision for Bonus	50.06	38.26
Statutory dues		
PF Payable	4.95	5.09
ESIC Payable	1.18	1.36
TDS Payable	11.54	15.23
RCM Payable under IGST, CGST and SCGT	3.07	1.47
	624.62	902.33



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

31 March 2023 31 March 2022

12 Non-current investments

Investment in equity shares of subsidiaries

Addwaya Chemicals Private Limited (51% Shareholding) (7,650 equity shares of face value of Rs. 10/- each)	7.65	7.65
Haique Stones Private Limited (100% Shareholding) (1,000 equity shares of face value of Rs. 100/- each)	1.00	1.00
Haique Stones INC., USA (100% Shareholding) (10,000 equity shares of face value of \$1/- each)	8.00	-

16.65 8.65

13 Long-term loans and advances

Unsecured and considered good

Security deposit with sales-tax department (NSC)	0.30	0.30
Security deposit with Ajmer Vidyut Vitran Nigam Limited (AVVNL)	61.48	59.21
Security deposit against solar plants	13.98	13.98
Security deposit against rental properties	4.83	4.33
Advances against capital expenditure	281.73	241.34

362.32 319.16

14 Inventories

Lower of cost or net realisable value

Raw material	528.22	724.24
Consumables	131.03	94.58
Packing material	26.14	10.60
Finished goods	2,476.18	2,142.25
Finished goods (in transit)	492.92	525.96

3,654.49 3,497.63

15 Trade receivables

(Unsecured and considered good)

Receivables outstanding for a period exceeding six months	589.71	283.95
Other receivables	2,053.07	2,201.40

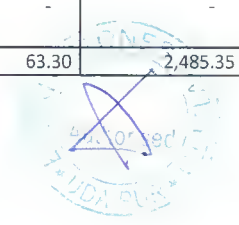
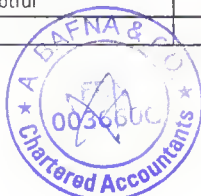
2,642.78 2,485.35

15.1 Trade Receivables ageing schedule as at 31 March 2023

Particulars	Outstanding for following periods from due date of payment						Total
	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	888.70	1,164.37	327.80	175.20	4.06	30.72	2,590.85
(ii) Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	31.08	8.71	12.14	51.93
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-	-
Total	888.70	1,164.37	327.80	206.28	12.77	42.86	2,642.78

15.2 Trade Receivables ageing schedule as at 31 March 2022

Particulars	Outstanding for following periods from due date of payment						Total
	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	1,383.40	818.00	119.40	8.65	1.00	16.00	2,346.45
(ii) Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
(iii) Disputed trade receivables - considered good	-	-	60.50	19.70	11.40	47.30	138.90
(iv) Disputed trade receivables - considered doubtful	-	-	-	-	-	-	-
Total	1,383.40	818.00	179.90	28.35	12.40	63.30	2,485.35



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	31 March 2023	31 March 2022
16 Cash and bank balances		
(a) Cash and cash equivalents		
Cash-in-hand	15.62	11.38
Balance with banks in current accounts - Punjab National Bank	49.82	0.21
	<u>65.44</u>	<u>11.59</u>
(b) Other bank balances		
Deposits with maturity more than 3 months but less than 12 months	198.09	1,070.74
	<u>198.09</u>	<u>1,070.74</u>
	<u><u>263.53</u></u>	<u><u>1,082.33</u></u>
17 Short-term loans and advances		
<i>Unsecured and considered good</i>		
Advances to vendors	214.75	221.55
Advances to subsidiary(ies)	810.50	1,098.43
Income-tax refund receivable (Net of income-tax provisions)	114.72	83.45
Input tax credit receivable (IGST, CGST, SGST)	145.97	144.02
GST demand paid under protest	12.81	-
IGST refund receivable	455.09	406.44
Export benefits receivable	215.15	38.19
Employee advances	13.86	6.29
Prepaid expenses	49.34	6.12
	<u>2,032.19</u>	<u>2,004.49</u>
18 Other current assets		
Interest accrued on fixed deposits	8.21	106.81
Interest & other accruals on advances and guarantee	96.67	18.66
	<u>104.88</u>	<u>125.47</u>



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	For the year ended 31 March 2023	For the year ended 31 March 2022
19 Revenue from operations		
(a) Sale of products		
Finished Goods	12,551.11	18,117.38
Other miscellaneous items	188.64	387.23
(b) Other operating revenue		
Incentives on export sales	387.42	141.04
	13,127.17	18,645.65
20 Other income		
Interest earned on fixed deposits	40.95	70.42
Interest & other income earned on advances and guarantee	106.71	45.91
Foreign exchange difference (net)	42.97	225.92
Profit on sale of fixed assets	-	1.93
Other income	39.14	33.50
	229.77	377.68



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	For the year ended 31 March 2023	For the year ended 31 March 2022
21 Cost of material consumed		
Opening stock of raw material	724.24	447.81
Add: Purchases during the year/ period	7,128.73	11,185.18
Less: Closing stock of raw material	(528.22)	(724.24)
Consumption during the year*	<u>7,324.75</u>	<u>10,908.75</u>
*Breakup of material consumed		
Polyster Resin	3,953.29	5,992.07
Quartz Grit and Powder	2,080.87	2,758.75
Titanium-di-oxide	670.95	1,323.78
Others	619.64	834.15
	<u>7,324.75</u>	<u>10,908.75</u>
22 Purchase of traded goods		
Quartz Slabs	66.90	356.21
Other items	219.81	7.40
	<u>286.71</u>	<u>363.61</u>
23 Changes in inventories of finished goods, work-in-progress and stock-in-trade		
Finished goods - Quartz slabs		
Opening Stock	2,668.21	1,378.49
Less: Closing Stock	(2,969.10)	(2,668.21)
Changes in inventories of finished goods	<u>(300.89)</u>	<u>(1,289.72)</u>
24 Employee benefit expenses		
Salaries and wages to factory staff	763.20	909.44
Salaries and wages to other employees	355.48	232.46
Director's Remuneration	54.00	48.60
Bonus, Incentives etc.	55.75	44.39
Contribution to provident fund and others	28.76	22.12
Gratuity	11.75	10.34
Staff welfare expenses	73.65	86.42
	<u>1,342.59</u>	<u>1,353.77</u>
25 Finance expenses		
Interest on term loans	187.27	176.08
Interest on overdraft loans	99.61	50.88
Interest on packing credit loans	54.52	16.70
Interest on unsecured loans	-	12.36
Interest on vehicle and other loans	5.89	7.83
Interest/ Fees on delayed payment of government taxes	0.08	1.42
Bank commission and charges	20.69	60.16
	<u>368.06</u>	<u>325.43</u>



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	For the year ended 31 March 2023	For the year ended 31 March 2022
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26 Other expenses

Manufacturing expenses

Stores and spare parts consumed	1,024.35	1,461.25
Primary packing material consumed	203.51	306.17
Power, fuel and utility charges	364.30	469.65
General plant expenses (manufacturing)	49.93	99.96
Slurry removal expenses	43.99	53.06
Job work charges	189.77	218.75
Repair and maintenance expenses		
- on plant and machinery	28.05	71.96

Selling and distribution expenses

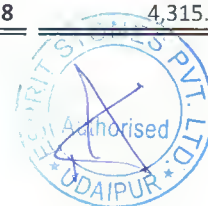
Secondary packing material consumed	204.04	339.36
Carriage outward/ FOB expenses	614.23	868.20
Exhibition and marketing expenses	160.40	62.19
Commission/ Incentive on sales	-	53.98
Other selling expenses	42.24	37.39

Other administrative expenses

Repair and maintenance expenses		
- on buildings	7.90	15.64
- on others	3.24	9.09
Travelling and accomodation expenses	102.27	31.27
Office and administrative expenses	30.67	29.43
Rent expenses	16.67	6.30
Vehicle running and maintenance expenses	30.49	30.54
Security expenses	12.86	15.42
Printing and stationery	4.61	7.30
Membership, subscriptions Etc.	1.12	0.35
Insurance expenses	21.38	18.67
Charity/ Donation expenses	3.67	1.07
Payment to auditors		
- for statutory audit	2.00	2.00
- for tax audit	-	-
- for others	-	-
Legal and professional expenses	65.49	85.24
Preliminary expenses amortized	-	1.68
Quality claims accepted on sold material	36.89	15.48
Miscellenous expenses	3.31	3.65

3,267.38

4,315.05



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

27 Contingent liabilities and commitments

	31 March 2023	31 March 2022
(a) Contingent Liabilities not provided for:		
Letter of credits outstanding	246.45	0.00
Corporate guarantee for subsidiaries	6,350.00	3,000.00

(b) Commitments

The Company has imported plant and machinery under EPCG scheme without paying custom duty, as a consequences in the event that certain terms and conditions are not fulfilled, the company is committed to pay the consequential taxes, levies etc. The Company has issued required Bank Guarantee in favour of DGFT (Director General of Foreign Trade) against the same. The outstanding bank guarantee as on 31 March 2023 is INR 100.70 lakhs (31 March 2022 : INR 100.70 lakhs). The total export obligation against these licenses is USD 7,980,089. The Company has completed obligations under some of the licenses and redemption is under process.

28 Related party transactions

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below

(a) List of related parties where control exists and related parties with whom transactions have taken place and relationships

Subsidiary Companies	1) 100% - Haique Stones Private Limited (w.e.f 20-Aug-21) 2) 51% - Addwaya Chemicals Private Limited (w.e.f 01-Feb-21) 3) 100% - Haique Stones Inc, USA (w.e.f 01-Apr-2022)
Directors	4) Mangilal Lunawath 5) Pradeep Lunawath 7) Nitin Gattani
Director's relative	8) Krishna Gopal Gattani 9) Sumeet Gattani 10) Saumya Gattani 11) Shubh Gattani 12) Sayar Kumari Lunawath 13) Anushree Lunawath 14) Siddhanth Lunawath 15) Arnav Lunawath
Enterprises in which directors' are interested	16) Aravali Minerals and Chemicals Industries Private Limited 17) Rose Marble Private Limited 18) Mahaveer Trading Company 19) Gattani Resorts Private Limited 20) Esprit Ventures Private Limited 21) Rajasthan Packaging Company Private Limited 22) Pranav Marbles 23) Aravali Quartz



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

28 Related party transactions (continued)

(b) Transactions during the year with related parties For the period ended 31 March 2023

Sr No	Transaction	Issue of shares	Loans taken/ (granted)	Loans (repaid)/ received back	Interest/ CG fees on Loans received/ (paid)	Revenue Income (Sales etc.)	Salaries	Other revenue expenses (Purchases etc.)	Capital Receipts/ Sale of Investments	Capital Expenses/ Investments	Expenses Reimbursed/ (on behalf)
1)	Haique Stones Private Limited	-	-	374.00	79.41	169.83	-	-	-	-	-
2)	Addwaya Chemicals Private Limited	-	(86.80)	-	25.98	181.05	-	2,146.56	-	-	-
3)	Haique Stones Inc, USA	-	-	-	-	1,241.58	-	-	-	8.00	-
4)	Mangilal Lunawath	-	-	-	-	-	-	-	-	-	-
5)	Pradeep Lunawath	-	-	-	-	-	19.35	-	-	-	-
6)	Sunil Lunawath	-	-	-	-	-	19.35	-	-	-	-
7)	Nitin Gattani	-	-	-	-	-	19.35	-	-	-	-
8)	Krishna Gopal Gattani	-	-	-	-	-	-	-	-	-	-
9)	Sumeet Gattani	-	-	-	-	-	15.58	-	-	-	-
10)	Saumya Gattani	-	-	-	-	-	15.60	-	-	-	-
11)	Shubh Gattani	-	-	-	-	-	12.98	-	-	-	-
12)	Sayar Kumari Lunawath	-	-	-	-	-	-	-	-	-	-
13)	Anushree Lunawath	-	-	-	-	-	-	-	-	-	-
14)	Siddhant Lunawath	-	-	-	-	-	31.54	-	-	-	-
15)	Arnav Lunawath	-	-	-	-	-	28.30	-	-	-	-
16)	Aravali Minerals and Chemicals	-	-	-	-	90.11	-	1.48	-	-	-
17)	Rose Marble Private Limited	-	-	-	-	939.58	-	3.59	-	7.00	-
18)	Mahaveer Trading Company	-	-	-	-	-	-	-	-	-	-
19)	Gattani Resorts Private Limited	-	-	-	-	-	-	2.22	-	-	-
20)	Esprit Ventures Private Limited	-	-	-	-	-	-	-	-	-	-
21)	Rajasthan Packaging Company Private	-	-	-	-	-	-	-	-	-	-
22)	Pranav Marbles	-	-	-	-	0.12	-	691.33	-	-	-
23)	Aravali Quartz	-	-	-	-	9.00	-	15.21	-	-	-



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

(b) Transactions during the year with related parties (continued)

For the year ended 31 March 2022

Sr No	Transaction	Issue of shares	Loans taken/ (granted)	Loans (repaid)/ received back	Interest/CG fees on Loans received/ (paid)	Revenue Income (Sales etc.)	Salaries	Other revenue expenses (Purchases etc.)	Capital Receipts/ Sale of Investments	Capital Expenses/ Investments	Expenses Reimbursed/ (on behalf)
1)	Haique Stones Private Limited	-	(1,174.50)	360.00	14.95	-	-	-	-	1.00	(0.73)
2)	Addwaya Chemicals Private Limited	-	(244.06)	-	5.78	-	-	-	-	-	-
3)	Haique Stones Inc, USA	-	-	-	-	-	-	-	-	-	-
4)	Mangilal Lunawath	-	-	(2.00)	-	-	-	-	-	-	-
5)	Pradeep Lunawath	-	-	(90.39)	(5.56)	-	17.06	-	-	-	-
6)	Sunil Lunawath	-	-	(5.00)	-	-	17.06	-	-	-	0.28
7)	Nitin Gattani	-	-	(98.49)	(6.80)	-	17.06	-	-	-	-
8)	Krishna Gopal Gattani	-	-	-	-	-	-	0.41	-	-	-
9)	Sumeet Gattani	-	-	-	-	-	15.26	-	-	-	-
10)	Saumya Gattani	-	-	-	-	-	15.55	-	-	-	-
11)	Shubh Gattani	-	-	-	-	-	12.15	-	-	-	-
12)	Sayar Kumari Lunawath	-	-	(1.00)	-	-	-	-	-	-	-
13)	Anushree Lunawath	-	-	(2.00)	-	-	-	-	-	-	-
14)	Siddhanth Lunawath	-	-	-	-	-	26.80	-	-	-	-
15)	Arnab Lunawath	-	-	-	-	-	22.80	-	-	-	-
16)	Aravali Minerals and Chemicals	-	-	-	-	68.91	-	3.78	-	-	-
17)	Rose Marble Private Limited	-	-	-	-	790.65	-	21.08	-	-	-
18)	Mahaveer Trading Company	-	-	-	-	-	-	18.26	-	-	-
19)	Gattani Resorts Private Limited	-	-	-	-	-	-	2.81	-	-	-
20)	Esprit Ventures Private Limited	-	-	535.68	25.17	-	-	-	-	-	-
21)	Rajasthan Packaging Company Private	-	-	-	-	-	-	37.69	-	-	-
22)	Pranav Marbles	-	-	-	-	-	-	1,202.90	-	-	-
23)	Aravali Quartz	-	-	-	-	15.00	-	73.26	-	-	-



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

28 Related party transactions (continued)

(c) Balances at year-end

Subsidiaries

	31 March 2023	31 March 2022
Haique Stones Private Limited	2.33	0.73
Addwaya Chemicals Private Limited	(1,063.06)	-
Addwaya Chemicals Private Limited - Interest Receivable A/c	23.99	5.20
Haique Stones Private Limited - Interest Receivable A/c	72.68	13.46
Haique Stones Inc, USA	314.88	-
Haique Stones Inc, equity share payable a/c	(8.00)	-

Others - (Payable)/ Receivable

Sunil Lunawath - Reimbursement A/c	2.00	-
Sumeet Gattani	(0.24)	(0.05)
Siddhant Lunawath	(0.01)	(0.01)
Rose Marbles Private Limited	719.59	468.69
Aravali Minerals and Chemicals Industries Private Limited	(8.86)	21.24
Mahaveer Trading Company	0.05	-
Gattani Resorts Private Limited	(1.01)	0.48
Aravali Quartz	50.22	12.43
Pranav Marbles	(187.32)	(231.45)

Loans and advances (in nature of loan)

Haique Stones Private Limited	440.50	814.50
<i>% of the total loans and advances in the nature of loans</i>	<i>54%</i>	<i>74%</i>
Addwaya Chemicals Private Limited	370.00	283.20
<i>% of the total loans and advances in the nature of loans</i>	<i>46%</i>	<i>26%</i>

Corporate Guarantee given on behalf of subsidiaries

Haique Stones Private Limited	3,000.00	3,000.00
Addwaya Chemicals Private Limited	2,850.00	-

29 Earning per share

	31 March 2023	31 March 2022
Profit attributable to the equity shareholders (A)*	366.23	1,871.43
Weighted average number of equity shares (B)	95.00	95.00
Basic and diluted earning per share (C = A/B)	3.86	19.70

30 Operating leases

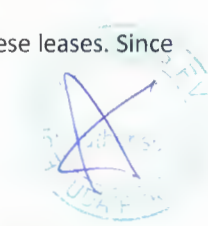
The company has operating leases for land and residential premises for its staff, these are renewable on a periodic basis and are cancellable by giving a notice period ranging from 1 month to 6 months.

The Company has recognised expenses in current year ₹ 16.66 lakhs (PY: ₹ 6.30 lakhs) against these leases. Since these leases are for a period of maximum 11 months, no further disclosures are required.

31 Foreign currency exposure

(a) Payables in foreign currency

	In Foreign currency		In Indian Rupees lakhs (₹)	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Unhedged - USD	USD 2,66,725.00	USD 494.23	222.61	0.36
Unhedged - Euro	EUR 35,289.00	EUR 0.00	32.19	-
Total			254.80	0.36



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

(b) Receivables in foreign currency

	In Foreign currency		In Indian Rupees lakhs (₹)	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Unhedged - USD	USD 14,97,099.19	USD 19,03,615.94	1,210.70	1,442.80
Total			1,210.70	1,442.80

32 Other disclosures

a) Value of imports calculated on C.I.F basis in respect of:

	31 March 2023	31 March 2022
Raw materials/ trading goods	214.31	15.59
Consumables	157.25	124.35
Plant and machineries	66.37	-

b) Earning in foreign currency:

	31 March 2023	31 March 2022
Revenue from sales of goods on FOB basis	8,582.76	15,471.00

c) Expenditure in foreign currency:

	31 March 2023	31 March 2022
Other charges	4.91	0.56
Advance against trade exhibitions	3.87	-
Against retainership agreement (lawyer)	8.54	24.02

33 The Company's export sales are mainly on FOB basis and hence revenue is recognized based on date of Bill of Lading. As at 31 March 2023, for dispatches accumulating INR 563.45 lakhs the Bill of Lading were dated post 31st March 2023, accordingly same is not recognized as revenue for the year ended 31 March 2023. Similarly, for the year ended 31 March 2022, the value of such dispatches were INR 712.90 lakhs which is recognized as revenue in current year.

34 The Company has issued cheques of INR 764.55 lakhs to various vendors dated on or before 31.03.2023, however these were not presented by the vendors till the date of balance sheet. Accordingly, those are accounted in Bank Overdraft and Trade Payables etc. were reduced to that extent. The Company has also maintained its records in the Bank Reconciliation Statement.



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

35 Analytical ratios

	Ratios	Numerator	Denominator	31 March 2023	31 March 2022	Variance*
(a)	Current Ratio(Times)	Current Assets	Current Liabilities	0.87	0.73	19%
(b)	Debt Equity Ratio(Times)	Total Liabilities	Sharholders' Equity	0.89	0.79	13%
(c)	Debt Service Coverage Ratio (Times)	Earnings available for debt service	Debt Service	4.14	12.78	-68%
(d)	Return on Equity Ratio(%)	Net profit after taxes	Average Shareholders Equity	6.01%	37.59%	-84%
(e)	Inventory Turnover Ratio(Times)	Revenue from operations	Average Inventory	3.67	6.91	-47%
(f)	Trade Receivables Turnover Ratio(times)	Revenue from operations	Average Trade Receivables	5.12	9.16	-44%
(g)	Trade Payables Turnover Ratio (Times)	Total Purchases	Average Trade Payables	3.09	4.43	-30%
(h)	Net Capital Turnover Ratio(Times)	Net Sales (Revenue from Operations)	Average Working Capital	-5.69	56.66	-110%
(i)	Net Profit Ratio(%)	Net Profit	Net Sales (Revenue from Operations)	2.79%	10.04%	-72%
(j)	Return on Capital employed(%)	Earning before Interest and Tax (EBIT)	Capital Employed	25%	91%	-73%
(k)	Return on Investment (%)	Income generated from Investments	Time weighted average investments	-	-	-

36.1 *Explanation for change in the ratios by more than 25%:

- (c) The Debt Service Coverage ratio is decrease, as Company's Operating Profits have reduced due to lower sales, lower realisation and higher fixed cost. On the other side, the debt has also increased in current year.
- (d) The Return on Capital Employed is reduced drastically due to lower net profits for the current year.
- (e) The Inventory turnover ratio is decreased, as Company's investment in stock mainly finished goods has increased.
- (f) The Trade receivable turnover ratio is decreased, as Company's is selling with higher credit period as compare to previous years and also the turnover has decreased in current year.
- (g) The Trade payable turnover ratio is decreased, as Company's is purchasing with higher credit period as compare to previous years and also the purchases has decreased In the current year
- (h) The Net Capital Turnover ratio is decreased, as Company's Investment in Working Capital has increased and revenue is decreased in the current month.
- (i) The Net Profit ratio is decreased due to business slow down for few months and hence Company was unable to maintain the same revenue scales. However, the fixed expenses of the companies were at same scale which has resulted in lower profits for the current year..
- (j) The Return on Capital Employed is reduced drastically due to lower net profits for the current year.



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

36 Disclosures as per amendments in Schedule III of Companies Act, 2013 with notification issued on 24th March 2021:

Information required against additional disclosures as per amendments in Schedule III of Companies Act, 2013 are as under:-

(a) Title deeds of Immovable Property not held in name of the Company (Para a(ii)(XIII)(Y)(i))

There are no immovable properties owned by the company whose title deeds are not held in its name.

(b) Revaluation of Property, Plant & Equipment (Para a(ii)(XIII)(Y)(ii))

During the year under review the company has not revalued its property, plant & Equipment (Including right of use assets).

(c) Loan & Advance made to promoters, directors, KMPs and other related parties (Para a(ii)(XIII)(Y)(iii))

The Company has not provided any loans and advance to the parties covered under this clause other than those disclosed under note number 28.

(d) Details of Benami property held (Para a(ii)(XIII)(Y)(vi))

No proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

(f) Willful Defaulter (Para a(ii)(XIII)(Y)(viii))

The company has not been declared as wilful defaulter by any bank or financial institutions or other lenders.

(g) Relationship with struck off Companies (Para a(ii)(XIII)(Y)(ix))

There are no transactions (Including Investment in Securities / Shares held by Struck off company & Other Outstanding balances) with companies struck off u/s 248 of the Companies Act 2013, or section 560 of the Companies At, 1956.

(h) Registration of charges and satisfaction with Registrar of Companies (Para a(ii)(XIII)(Y)(x))

There are no charges or satisfaction of charges which are yet to be registered with Registrar of Companies beyond the statutory period.

(i) Compliance with number of layers of companies (Para a(ii)(XIII)(Y)(xi))

The company has not made violation of requirements related to number of layers of companies as prescribed under clause 87 of Section 2 read with Companies (Restriction of number of Layers) Rules 2017.

(j) Compliance with approved Scheme(s) of Arrangements (Para a(ii)(XIII)(Y)(xiii))

Not applicable

(k) Utilization of Borrowed funds and share premium (Para a(ii)(XIII)(Y)(xiv))

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons(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 party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(l) Undisclosed Income (Para a(iii)(ix))

Company has not surrendered or disclosed any transaction which was not recorded in the books of accounts as income during the year in the tax assessment under the Income Tax Act.

(m) Details of Crypto Currency or Virtual Currency (Para a(iii)(xi))

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



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

37 Disclosures related to employee benefits

The Company has classified various employee benefits as under:

A Defined contribution plans

i) Provident Fund

ii) Employer's Contribution to Employee State Insurance Corporation (ESIC)

The Provident fund and Pension scheme are operated by regional PF Commissioner. Under the scheme, the Company is required to contribute a specified percentage of payroll cost to the retirement schemes to fund the benefits.

The Company as recognised the following amounts in the Statement of Profit and Loss:

	31 March 2023	31 March 2022
Contribution to Provident fund (net of government grants)	20.47	14.59
Contribution to Employee State Insurance Corporation (ESIC)	6.53	6.21

37 Disclosures related to employee benefits (continued)

B Retirement benefit plans

i) Gratuity based on actuarial valuations

I. Actuarial Assumptions

	31 March 2023	31 March 2022
Mortality	IALM (2012-14)	IALM (2012-14)
Discount rate	7.45%	7.15%
Salary growth rate p.a.	7.00%	7.00%
Expected rate of return on planned assets	-	-
Withdrawal rates p.a.		
25 years and below	10.00%	10.00%
25 to 35 years	8.00%	8.00%
35 to 45 years	6.00%	6.00%
45 to 55 years	4.00%	4.00%
55 and above	2.00%	2.00%

II. Funded status of the plan

	31 March 2023	31 March 2022
Present value of unfunded obligations	34.90	23.15
Present value of funded obligations	-	-
Fair value of plan assets	-	-
Unrecognised Past Service Cost	-	-
Net Liability (Asset)	34.90	23.15



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

37 Disclosures related to employee benefits (continued)

B Retirement benefit plans (continued)

III. Profit and loss for the period

	31 March 2023	31 March 2022
Present value of obligations at beginning of the year	-	-
Current service cost*	12.00	10.34
Interest on obligations	1.65	-
Expected return on plan assets	-	-
Net actuarial loss/(gain)	-1.90	-
Recognised Past Service Cost-Vested	-	-
Recognised Past Service Cost-Unvested	-	-
Loss/(gain) on curtailments and settlement	-	-
Total included in 'Employee Benefit Expense'	11.75	10.34

IV. Reconciliation of defined benefit obligation

	31 March 2023	31 March 2022
Opening Defined Benefit Obligation	23.15	12.81
Transfer in/(out) obligation	-	-
Current service cost	12.00	10.34
Interest cost	1.65	-
Actuarial loss (gain)	-1.90	-
Past service cost	-	-
Loss (gain) on curtailments	-	-
Liabilities extinguished on settlements	-	-
Liabilities assumed in an amalgamation in the nature of purchase	-	-
Exchange differences on foreign plans	-	-
Benefit paid from fund	-	-
Benefits paid by company	-	-
Closing Defined Benefit Obligation	34.90	23.15

V. Reconciliation of net defined benefit liability

	31 March 2023	31 March 2022
Net opening provision in books of accounts	23.15	12.81
Transfer in/(out) obligation	-	-
Transfer (in)/out plan assets	-	-
Employee Benefit Expenses as per 3 above	11.75	10.34
Benefits paid by the Company	-	-
Contributions to plan assets	-	-
Closing provision in books of accounts	34.90	23.15



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

38 Disclosures related to Corporate Social Responsibility (CSR)

As per Section 135 of the Companies Act, 2013, read with guidelines issued by Department of Public Enterprises, GOI, the Company is required to spend, in every financial year, at least two percent of the average net profits of the Company made during the three immediately preceding financial years in accordance with its CSR Policy. The details of CSR expenses for the year are as under:

	31 March 2023	31 March 2022
a) Amount required to be spent by the Company during the year	40.77	30.12
b) Amount of expenditure incurred	42.39	33.11
c) Shortfall at the end of the year	-	-
d) Total of previous years shortfall	-	-
e) Reason for shortfall	Not applicable	Not applicable
f) Nature of CSR activities		
(i) Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects.	1.00	21.23
(ii) Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swach Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water.	0.15	10.37
(iii) protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts	-	1.51
(iv) Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga.	2.35	-
(v) rural development projects	38.89	-
	42.39	33.11
g) Details of related party transactions	None	None
h) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately.	Not applicable	Not applicable



Esprit Stones Private Limited

Notes to financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

- 39 The Company's finished goods are eligible for RODTEP (Remission of Duties or Taxes on Export Products Scheme) since 01 January 21, however these benefits are in form e-scrip which are freely transferrable. To get these e-scrips in account, the Company should have an E-Scrip account with ICEGATE. The Company's RODTEP E-Scrip account was activated in December 2022 and accordingly the RODTEP export incentive is accounted from 01 January 21 to 31 March 2023 is accrued/ deemed to be accrued in current year. The balance of RODTEP scrips/ scrips to be issued is recognized as Export Incentive Receivable under Short-term loans and advances.
- 40 A reconciliation statement of sales and input credit at year-end as per books and as per GST portal is duly prepared for records purpose.
- 41 The Company has incorporated a foreign subsidiary in name of Haique Stones Inc in the United States Of America (USA). The Company has subscribed for 10,000 shares of USD 1 each. These equity shares are shown under investments. However, the remittance for the same has been through an Authorised Bank in May'2023 after getting approval from Reserve Bank of India (RBI), accordingly such payable amount as at 31 March 2023 is shown in Other Current Liabilities under Creditors for Capital Items.
- 42 Previous year's figures have been regrouped, rearranged and reclassified, wherever considered necessary, and are rounded off to nearest lakhs, in order to conform to the current year's presentation.

For A. Bafna & Co.

Chartered Accountants

Firm Reg. No. : 003660C



Vivek Gupta

Partner

Membership Number : 400543




Place : Udaipur

Date : 04/09/2023

Esprit Stones Private Limited

SP-1, Udyog Vihar Sukher Industrial Area, Udaipur

CIN: U74999RJ2016PTC056284



Nitin Gattani

Director

DIN: 00173258

Place : Udaipur

Date : 04/09/2023

Sunil Lunawath

Director

DIN : 01105117

Place : Udaipur

Date : 04/09/2023



Independent Auditor's Report

To
The Members of
Esprit Stones Private Limited

Report on the Consolidated Financial Statements

Modified Opinion

We have audited the accompanying consolidated financial statements of **Esprit Stones Private Limited** (hereinafter referred to as the "Holding Company") and its Subsidiary Companies (Holding Company and its Subsidiaries together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at 31st March, 2023, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, except of the matter described in the *Basis for Modified Opinion* section of our report, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2023, the consolidated profit and its consolidated cash flows for the year ended on that date.

Basis for Modified Opinion

We did not audit the financial statements of wholly owned subsidiary Haique Stone Inc. which is incorporated in USA and their governing law, whose financial statements reflect total assets of Rs 1426.44 lakhs as at 31 March 2023, total revenues of Rs. 3106.49 lakhs and net cash inflows amounting to Rs -2.68 lakhs for the year ended on that date, as considered in the consolidated financial statements, in respect of this subsidiary, whose financial statements have not been audited by us. These financial statements are unaudited and have been prepared by the management and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary and our report in terms of sub-section (3) of Section 143 of the Act in so far as it relates to the aforesaid subsidiary, is based solely on such unaudited financial statement. In our opinion and according to the information and explanations given to us by the Management, these financial statements are material to the Group. Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is modified in respect of the above matters with respect to our reliance on the work done and the financial statements certified by the Management. In the absence of audited financials, affect of the same (if any) on consolidated financial statements cannot be ascertained.





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

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

Auditor's Responsibilities for the Audit of the Consolidated 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 but not for the purpose of expressing an opinion on whether the company has adequate internal financial control with reference to financial statement in place and operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.





- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

In our opinion and to the best of our information and according to the explanations given to us, these consolidated financial results include the financial results of the following entities:

- a) Addway Chemicals Private Limited (51% Subsidiary)
- b) Haique Stones Private Limited (100% Subsidiary)
- c) Haique Stones Inc (100% Subsidiary)

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, there are no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements, hence the reporting under this clause is Nil
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 Holding Company or its Subsidiary Companies so far as it appears from our examination of books of Holding company or Subsidiary companies.





- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid consolidated 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 of the Holding Company and its Subsidiary Companies as on 31st March, 2023 taken on record by the Board of Directors of respective companies, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
- f) As required under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013, with respect to the adequacy of the Internal Financial Control with reference to Financial Statements of the Holding Company and its Subsidiary Companies and the operative effectiveness of such controls, refer to our separate Report in “Annexure I”.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Consolidated Financial Statements disclose the impact of pending litigations on the consolidated financial position of the Group – Refer Note 26; to the consolidated financial statements;
 - ii. The Holding Company or its Subsidiary Companies did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There was no amount which were required to be transferred to the Investor Education and Protection Fund by the Holding Company or its Subsidiary Companies.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or its Subsidiary Companies 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 Holding Company or its Subsidiary Companies (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries. (Refer Note No. 32)

 - (b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Holding Company or its Subsidiary Companies from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Holding



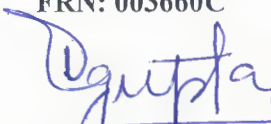


Company or its Subsidiary Companies shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries. (Refer Note No. 32)

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e) as provided under (A) and (B) above contain any material misstatement.

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

For A.Bafna & Company
Chartered Accountants
FRN: 003660C


(Vivek Gupta)
Partner

M.No.: 400543

UDIN: 23400543 BGSPDO4961



Place: Udaipur

Date: 29th September 2023



Annexure I to the Independent Auditors' Report on the Consolidated Financial Statements of Esprit Stones 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")

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31 March 2023, we have audited the internal financial controls with reference to consolidated financial statements of **Esprit Stones Private Limited** (hereinafter referred to as "the Holding Company") and such companies incorporated in India under the Companies Act, 2013 which are its subsidiary companies as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, 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 with reference to consolidated financial statements 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 Holding and Subsidiary Companies' internal financial controls system over consolidated 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 consolidated 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 authorizations of management and directors of the company; and
- 3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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 Holding Company and such companies incorporated in India which are its subsidiary company, have, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at 31 March 2023, based on the internal financial controls with reference to consolidated financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

For A.Bafna & Company
Chartered Accountants
FRN: 003660C


(CA Vivek Gupta)
Partner



M.No.: 400543
UDIN: 23400543BGSPD04961

Date: 29th September 2023
Place: Udaipur



**ESPRIT STONES PRIVATE LIMITED
(CONSOLIDATED)**

Consolidated Audited Financial Statements

01 April 2022 to 31 March 2023

Esprit Stones Private Limited

Consolidated Balance Sheet

As at 31 March 2023

Currency : in Lakhs INR (₹)

Particulars	Note	31 March 2023	31 March 2022
A EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	950.00	950.00
Reserves and surplus	4	5,277.81	4,943.32
Minority Interest			
		19.67	7.27
Non-current liabilities			
Long-term borrowings	5	5,337.46	2,727.49
Deferred tax liabilities (net)	6	464.30	395.21
Long-term provisions	7	37.39	23.15
Current liabilities			
Short-term borrowings	8	6,542.09	3,072.27
Trade payables	9	3,845.28	4,437.39
Other current liabilities	10	1,328.24	1,513.64
TOTAL		23,802.24	18,069.74
B ASSETS			
Non-current assets			
Property, Plant and Equipments and Intangible assets			
Tangible assets	11	11,652.92	6,617.90
Intangible assets		6.37	0.06
Capital work-in-progress		-	2,229.50
Intangible assets under development		-	6.00
Long-term loans and advances	12	461.88	898.94
Current assets			
Inventories	13	5,308.33	3,497.63
Trade receivables	14	4,138.70	2,485.35
Cash and cash equivalents	15	289.80	1,209.00
Short-term loans and advances	16	1,935.98	1,016.13
Other current assets	17	8.26	109.23
TOTAL		23,802.24	18,069.74
Significant accounting policies	2		
Notes to accounts			

The accompanying notes are integral part of these financial statements

As per our report attached
For **A. Bafna & Co.**
Chartered Accountants
Firm Reg. No. : 003660C

Vivek Gupta
Partner
Membership Number : 400543
Place : Udaipur
Date : 29/09/2023



For and on behalf of Board of Directors of
Esprit Stones Private Limited
SP-1, Udyog Vihar Sukher Industrial Area, Udaipur
CIN: U74999RJ2016PTC056284

Nitin Gattani
Director
DIN: 00173258
Place : Udaipur
Date : 29/09/2023

Sunil Lunawath
Director
DIN : 01105117
Place : Udaipur
Date : 29/09/2023



Esprit Stones Private Limited

Consolidated Statement of Profit and Loss

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

Particulars	Note	For the year ended 31 March 2023	For the year ended 31 March 2022
1 Revenue from operations	18	17,441.09	18,645.65
2 Other income	19	165.43	356.95
3 Total revenue (1+2)		17,606.52	19,002.60
4 Expenses			
(a) Cost of materials consumed	20	10,634.87	10,908.75
(b) Purchases of stock-in-trade	21	721.85	363.61
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	22	(1,513.21)	(1,289.72)
(d) Employee benefits expenses	23	1,585.39	1,353.77
(e) Finance costs	24	634.24	325.43
(f) Depreciation and amortisation expenses	11	733.11	625.09
(g) Other expenses	25	4,236.64	4,315.22
(h) Corporate Social Responsibility (CSR) expenses		42.39	33.11
Total expenses		17,075.28	16,635.26
5 Profit/ (Loss) before exceptional and extraordinary items and tax (3 - 4)		531.24	2,367.34
6 Exceptional items		-	-
7 Profit / (Loss) before extraordinary items and tax (5 + 6)		531.24	2,367.34
8 Extraordinary items		-	-
9 Profit / (Loss) before tax (7 + 8)		531.24	2,367.34
10 Tax expense:			
(a) Current tax expense for current year		(106.46)	(557.93)
(b) Deferred tax expenses		(69.09)	41.76
(c) Prior year(s)		0.03	(0.64)
11 Profit / (Loss) from continuing operations (9 + 10)		355.72	1,850.53
11A Minority interest		(12.40)	0.08
12 Profit / (Loss) for the year		343.32	1,850.61
Earning per equity share of face value of Rs. 100/-each			
Basic and diluted	28	3.61	19.48
Significant accounting policies	2		
Notes to accounts			

As per our report attached

For A. Bafna & Co.

Chartered Accountants

Firm Reg. No. : 003660C

Vivek Gupta

Partner

Membership Number : 400543

Place : Udaipur

Date : 29/09/2023



For and on behalf of Board of Directors of

Esprit Stones Private Limited

SP-1, Udyog Vihar Sukher Industrial Area, Udaipur

CIN: U74999RJ2016PTC056284

Nitin Gattani

Director

DIN: 00173258

Place : Udaipur

Date : 29/09/2023

Sunil Lunawath

Director

DIN : 01105117

Place : Udaipur

Date : 29/09/2023



Esprit Stones Private Limited

Consolidated Cash Flow Statement

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
A Cash flow from operating activities		
Profit/(Loss) before tax	531.24	2,367.34
Adjustments for:		
Depreciation and amortization expenses	733.11	625.09
Finance cost	634.24	325.43
Interest income	(42.30)	(95.60)
Operating profit before working capital changes	1,856.29	3,222.26
Changes in working capital and other provisions		
Increase in long-term provisions	14.24	10.34
Increase/ (Decrease) in trade payables	(592.11)	1,362.93
(Decrease)/ Increase in other current liabilities	381.38	(111.34)
Increase in long-term loan and advances	(57.04)	(6.55)
(Increase)/ Decrease in inventories	(1,810.70)	(1,601.62)
(Increase) in trade receivables	(1,653.35)	(898.17)
(Increase)/ Decrease in short-term loans and advances	(882.04)	659.05
Decrease in other current assets	2.42	0.09
Cash generated from operations	(2,740.91)	2,636.99
Less: Income-tax paid (net)	(121.34)	(614.16)
Net cash flow from operating activities	(A) (2,862.25)	2,022.83
B Cash flow from investing activities		
Purchase of fixed assets and changes in Capital work-in-progress	(3,636.19)	(3,099.91)
Investment in fixed deposits	(216.44)	(1,070.74)
Proceeds from maturity of fixed deposits	1,070.74	1,056.15
Loans and advances to other corporates	-	540.68
Interest Income	140.85	44.06
Net cash (used in) investing activities	(B) (2,641.04)	(2,529.76)
C Cash flow from financing activities		
Issue of shares	-	-
Proceeds/ (Repayment) of long-term loans from banks	1,999.36	362.24
Proceeds/ (Repayment) of long-term loans from others	1,349.47	107.47
Proceeds/ (Repayment) of short-term loans from banks	2,730.96	414.45
Interest expenses paid	(632.57)	(314.29)
Net cash flow from/ (used in) financing activities	(C) 5,447.22	569.87
D Net increase/ (decrease) in cash and cash equivalents	(56.07)	62.94
Add: Cash and cash equivalents at the beginning of the year	138.26	75.32
Impact of foreign currency translation reserves	(8.83)	-
E Cash and cash equivalents at the end of the year	73.36	138.26

Note:

The above Cash flow Statement has been prepared using Indirect method of preparation of Cash flow statement as per AS-3

The accompanying notes are integral part of these financial statements

As per our report attached

For A. Bafna & Co.

Chartered Accountants

Firm Reg. No. : 003660C


Vivek Gupta
Partner

Membership Number : 400543

Place : Udaipur

Date : 29/09/2023

For and on behalf of Board of Directors of

Esprit Stones Private Limited

SP-1, Udyog Vihar Sukher Industrial Area, Udaipur

CIN: U74999RJ2016PTC056284

Nitin Gattani

Director

DIN: 00173258

Place : Udaipur

Date : 29/09/2023

Sumil Lunawath

Director

DIN : 01105117

Place : Udaipur

Date : 29/09/2023

Esprit Stones Private Limited

Notes to consolidated financial statements

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

1 Background of the Company:

Esprit Stones Private Limited ('the Company') is a private limited company incorporated under Companies Act, 2013 on 19 October 2016. The Company is primarily involve in artificial quartz surfaces which is a luxurious substitute of natural marble and granite. Its customers are entities having warehouses in USA, Canada and European countries. The Company's registered office is at SP-1, Udyog Vihar, Sukher Industrial Area, Udaipur, Rajasthan, India, 313004 and its manufacturing unit is located at Lakhawali, Udaipur, Rajasthan, India, 313011.

2 Significant accounting policies

2.1 Prepration of Consolidated Financial Statements

I) Basis of Preparation of Consolidated Financial Statements

These consolidated financial statements are prepared under the historical cost convention on accrual basis to comply in all material aspects and in accordance with Indian Generally Accepted Accounting Principles (GAAP), which comprises of mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). The accounting policies have been consistently applied by the Company unless otherwise stated.

II) Principles and details of consolidation

The consolidated financial statements relate to Esprit Stones Private Limited ('the Company') and its subsidiary companies namely:

- (i) Haique Stones Private Limited (100% Wholly Owned Subsidiary)
- (ii) Addwaya Chemicals Private Limited (51% is held by the Company)
- (iii) Haique Stones Inc. (100% Wholly Owned Subsidiary)

The consolidated financial statements have been prepared on the following basis:

- a) The financial statements of the Company and its subsidiary companies are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions in accordance with Accounting Standard (AS) 21 - "Consolidated Financial Statements".
- b) The difference between the cost of investment in the subsidiary, over the net assets at the time of acquisition of shares in the subsidiary is recognised in the financial statements as Goodwill or Capital Reserve, as the case may be.
- c) The difference between the proceeds from disposal of investment in subsidiary and the carrying amount of its assets less liabilities as of the date of disposal is recognised in the consolidated Profit and Loss Statement being the profit or loss on disposal of investment in subsidiary.
- d) Minority Interest's share of net assets of consolidated subsidiary is identified and presented in the consolidated balance sheet separate from liabilities and the equity of the Company's shareholders.
- e) The Company accounts for its share of post-acquisition changes in net assets of associates, after eliminating unrealised profits and losses resulting from transactions between the Company and its associates to the extent of its share, through its Consolidated Profit and Loss Statement, to the extent such change is attributable to the associates' Profit and Loss Statement and through its reserves for the balance based on available information.
- f) As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.
- g) The books of accounts of foreign subsidiaries are in US Dollars however for preparation of the financials in Indian Rupees (INR), Accounting Standard (AS) 11 - "The Effects of Changes in Foreign Exchange Rates" as issued by Institute of Chartered Accounts of India has been followed. Accordingly, translation is done as per below:
 - a) The items of income and expenditure are translated at Average exchange rate of INR 80.7125 per USD except Intra-group transactions.
 - b) The asstes and liabilities are translated at closing exchange rate of INR 82.1700 except Intra-group transactions.
 - c) Intra-group transactions and balances are translated at the conversion rates being used by Indian Companies to facilitate elimination for preparation of consolidated financial statements.The resulting exchange difference is accumulated in the Foreign Currency Translation Reserve and is shown under Reserves and Surplus.

III) Other significant accounting policies

These are set out under "Significant Accounting Policies" as given in the Company's separate financial statements.



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

2.2 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. The examples of such estimates include, the useful life of tangible and intangible fixed assets, allowances for doubtful debts / advances, future obligations in respect of retirement benefit plans etc. Actual results may differ from the estimates and assumptions and in such case, the difference is recognised in the period in which the results are known.

2.3 Revenue Recognition

- (a) The company recognises revenues on the sale of products, net of discounts, when the products are dispatched / delivered to the customer/ dealer or when delivered to the carrier for export sales, which is when risks and rewards of ownership pass to the customer/ dealer.
- (b) Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection.
- (c) Interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (d) Dividend income is recognized when the company's right to receive dividend is established.
- (e) Export entitlements under the duty remission scheme are recognized as income when the the credit as per the terms of the scheme is received in respect of the exports made.

2.4 Recognition of Expenditure

Expenses are accounted for on an accrual basis and provision is made for all known losses and liabilities.

2.5 Tangible fixed assets

- (a) Tangible fixed assets are stated at cost less accumulated depreciation and impairment loss, if any.
- (b) The cost of Fixed Asset comprises its purchase price including non-refundable taxes & duties and directly attributable cost of bringing the asset (including leasehold improvements) to its working condition for its intended use. Subsequent upgradation / enhancements which results in an increase in the future benefits from such assets, beyond the previously assessed standard of performance, are also capitalised. Machinery spares which can be used only in connection with an item of tangible assets and whose use is not regular nature are written off over the estimated useful life of relevant assets.
- (c) All costs, including borrowing costs till commencement of commercial production, attributable to fixed assets are capitalized.

2.6 Intangible Assets and amortization

Intangible assets are stated at cost less accumulated amortization. Intangible assets are amortized on a straight line basis over their estimated useful life of 5 years

2.7 Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

2.8 Capital Work-in-Progress

Capital work-in-progress comprises cost of fixed assets that are not yet ready for their intended use at the balance sheet date.

2.9 Depreciation and amortization

(a) Owned assets

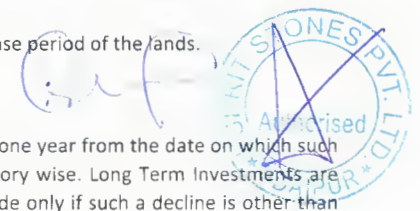
- (i) Depreciation on fixed assets is provided on straight line method, at the rates and in the manner prescribed in Schedule II to the Companies Act, 2013. In case of plant and machinery used for double or triple shift, depreciation is increased to 150% and 200% of normal depreciation respectively.
- (ii) Significant components of assets having a life shorter than the main asset, if any is depreciated over the shorter life.

(b) Leased assets:

- (i). Leasehold lands are amortised over the period of lease.
- (ii). Buildings constructed on leasehold land are depreciated based on the useful life specified in Schedule II to the Companies Act, 2013, where the lease period is beyond the life of the building.
- (iii). In other cases, buildings constructed on leasehold lands are amortized over the primary lease period of the lands.

2.10 Investments

Current investments that are readily realisable and are intended to be held for not more than one year from the date on which such investments are made, are carried at lower of cost and quoted / fair value, computed category wise. Long Term Investments are stated at cost. However, provision for diminution in the value of long term investments is made only if such a decline is other than temporary.



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

2.11 Inventories

Inventories are valued at the lower of cost and net realizable value. Obsolete, slow moving and defective inventories are identified at the time of physical verification and necessary provision is made for such inventories. The cost is determined using the weighted average cost method for all categories of inventories. Cost includes in case of Raw materials, Stores & spares, Packing material and consumables the purchase price and attributable direct cost less discounts. In case of Work-in-Progress and finished goods cost includes direct labour, material costs and production overheads

2.12 Foreign Currency Transactions

- Transactions denominated in foreign currencies are normally recorded on the initial recognition in the reported currency using the exchange rates prevailing on the date of transaction.
- Monetary assets & liabilities denominated in foreign currencies are restated at the appropriate rates of exchange prevailing on the date of Balance Sheet. Resultant gain or loss is accounted in the period in which they arise
- Any income or expense on account of exchange difference either on settlement or on translation of monetary items are recognized in the Statement of Profit and Loss for the period in which they arise
- In respect of Forward Exchange contracts entered into to hedge foreign currency risks, the difference between the forward rate and exchange rate at the inception of the contract is recognized as income or expense over the life of the contract. Further, the exchange differences arising on such contracts are recognized as income or expense along with the exchange differences on the underlying assets / liabilities. Further, in case of other contracts with committed exchange rates, the underlying is accounted at the rate so committed. Profit or loss on cancellations / renewals of forward contracts is recognized during the year. In case of option contracts, the losses are accounted on mark to market basis.

2.13 Earning Per Share

Basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

2.14 Borrowing Cost

Interest and other borrowing costs attributable to qualifying assets are capitalized. A qualifying asset is an asset that necessarily requires a substantial period of time (generally over 12 months) to get ready for its intended use or sale. Other interest and borrowing costs are charged to statement of Profit & Loss.

2.15 Employee Benefits

(a) Short Term Employee Benefits:

All employee benefits payable wholly within 12 months of rendering service are classified as short term employee benefit. Benefits such as Salaries, Wages, performance incentives, expected cost of bonus, exgratia are recognised during the period in which employee renders related service.

(b) Post-employment Benefits:

Defined contribution plans: Company's contribution paid / payable during the year to employees state insurance scheme, Provident Fund and Labour welfare fund are recognised during the period.

Defined benefit plans: For defined benefit schemes in the form of gratuity fund, provident fund and post retirement medical benefits, the cost of providing benefits is determined using the Project Unit Credit Method, with actuarial valuations being carried out at each balance sheet date, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discounting rate used for determining the present value of the obligation under defined benefit plans, is based on the market yields on government securities as at the balance sheet date, having maturity periods approximately to the terms of related obligations.

Actuarial gains/losses are recognised in full in the statement of profit and loss, for the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested, and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligations recognised in the balance sheet represents that present value of the defined benefit obligation as adjusted for unrecognised past service cost and as reduced by the fair value of the scheme of assets.



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

(c) Long-term employee benefits:

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the balance sheet date.

(d) Termination benefits

Termination benefits are recognised as an expense in the period in which they are incurred.

2.16 Leases

A lease is classified at the inception date as finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. The Company as a lessee:

(i) **Operating lease:** Rentals payable under operating leases are charged to the statement of profit and loss on a straight line basis over the term of the relevant lease.

(ii) **Finance leases:** Finance leases are capitalised at the commencement of lease, at the lower of the fair value of the property or the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income over the period of the lease.

2.17 Provisions, Contingent Liabilities, Contingent Assets and commitments

(a) Provisions:

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

(b) Contingent Liabilities:

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

(c) Contingent Assets:

Contingent Assets are neither recognised nor disclosed in the financial statements

(d) Commitments:

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets

2.18 Accounting for Taxes on Income

(a) Current tax

Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions of the Income-tax Act, 1961

(b) Deferred Tax

Deferred tax assets and liabilities are recognised by computing the tax effect on timing differences which arise during the year and reverse in the subsequent periods. Deferred tax assets against unabsorbed depreciation and carried forward loss under tax laws, are recognised only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets on other timing differences are recognised only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

(c) Minimum Alternate Tax

Minimum Alternate Tax credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

(d) Current and Deferred tax is measured based on the provisions of tax laws and tax rates enacted or substantively enacted as at the Balance Sheet date.

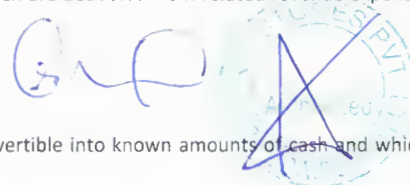
2.19 Government Grants

The Company has received government grants related to revenue expenses, which are deducted from related revenue expenses for the year.

2.20 Cash and Cash Equivalents

Cash comprises cash on hand and demand deposits with banks

Cash equivalents are short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

31 March 2023 31 March 2022

3 Equity Share Capital

(a) Authorised share capital			
1,00,00,000 equity shares of ₹ 10 each		1,000.00	1,000.00
(As at 31 March 2022: 1,00,00,000 equity shares of ₹ 10 each)			
(b) Issued, subscribed and paid up share capital			
95,00,000 equity shares of ₹ 10 each		950.00	950.00
(As at 31 March 2022: 95,00,000 equity shares of ₹ 10 each)			
		<u>950.00</u>	<u>950.00</u>

(c) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:

Equity Shares	31 March 2023		31 March 2022	
	No of shares	Amount	No of shares	Amount
At the beginning of the year	95,00,000	950	9,50,000	950
Add: New shares of ₹ 10 per share*	-	-	95,00,000	-
Less: Old shares of ₹ 100 per share*	-	-	(9,50,000)	-
Add: Issued during the year	-	-	-	-
At the end of the year	<u>95,00,000</u>	<u>950</u>	<u>95,00,000</u>	<u>950</u>

The Company has subdivided its equity shares from face value of ₹100 per share to ₹10 per share during previous year, accordingly 950,000 shares were converted into 95,00,000 shares.

(d) The company has only one class of shares referred to as equity shares having at par value Rs. 10/- (Subdivision from Rs 100/- each in FY 2021-22). Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the ordinary shareholders are entitled to receive the remaining assets of the company after payment of all preferential amounts, in proportion to their shareholdings.

(e) The Company does not have any Holding Company/ Ultimate Holding Company.

(f) No Ordinary Shares have been reserved for issue under options and contracts/commitments for the sale of shares/disinvestments as at the Balance Sheet date.

(g) No Shares have been bought back by the company during the period of 5 years preceding the date as at which the Balance Sheet is prepared.

(h) No Securities converted into Equity/preference Shares have been issued by the Company during the year.

(i) No Calls are unpaid by any Director or Officer of the Company during the year.

(j) Details of shares held by each shareholder holding more than 5% shares:

Equity Shares	31 March 2023		31 March 2022	
	No of shares	% Holding	No of shares*	% Holding
Mangilal Lunawath	23,20,000	24.42%	2,32,000	24.42%
Sayar Kumari Lunawath	1,10,000	1.16%	11,000	1.16%
Pradeep Lunawath	10,20,000	10.74%	1,02,000	10.74%
Sunil Lunawath	13,00,000	13.68%	1,30,000	13.68%
	<u>47,50,000</u>	<u>50.00%</u>	<u>4,75,000</u>	<u>50.00%</u>
Sangeeta Gattani	10,00,000	10.53%	1,00,000	10.53%
Nitin Gattani	26,70,000	28.11%	2,67,000	28.11%
Shubh Gattani	10,80,000	11.37%	1,08,000	11.37%
	<u>47,50,000</u>	<u>50.00%</u>	<u>4,75,000</u>	<u>50.00%</u>
	<u>95,00,000</u>	<u>100.00%</u>	<u>9,50,000</u>	<u>100.00%</u>

*Subdivision of equity shares from ₹ 100 each to ₹ 10 per share during previous year.



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

(k) Details of shares held by promoters at the end of the year

Equity Shares	31 March 2023			31 March 2022		
	Number of shares	% of total shares	% change	Number of shares*	% of total shares	% change during the year
Mangilal Lunawath	23,20,000	24.42%	0.00%	2,32,000	24.42%	0.00%
Pradeep Lunawath	10,20,000	10.74%	0.00%	1,02,000	10.74%	0.00%
Sunil Lunawath	13,00,000	13.68%	0.00%	1,30,000	13.68%	0.00%
Nitin Gattani	26,70,000	28.11%	0.00%	2,67,000	28.11%	0.00%
	73,10,000	76.95%	0.00%	7,31,000	76.95%	0.00%

*Subdivision of equity shares from ₹ 100 each to ₹ 10 per share during previous year.

4 Reserves and surplus

(a) Surplus in Statement of Profit and Loss

Balance at the beginning of the year

31 March 2023 31 March 2022

4,943.32 3,092.71

Add: Profit for the year

343.32 1,850.61

Balance at the end of the year

5,286.64 4,943.32

(b) Other reserves

Foreign currency translation reserve

(8.83)

-

5,277.81 4,943.32



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	31 March 2023	31 March 2022
5 Long-term borrowings		
(a) Term Loans		
Term loan(s) from HDFC Bank Limited	2,562.08	2,240.53
Term loan(s) from ICICI Bank Limited	2,410.43	764.58
	<u>4,972.51</u>	<u>3,005.11</u>
Less: Current maturities under "Short-term borrowings" (refer note 9)		
Term loan(s) from HDFC Bank Limited	(1,069.26)	(641.91)
Term loan(s) from ICICI Bank Limited	(357.10)	(27.31)
	<u>(1,426.36)</u>	<u>(669.22)</u>
Non-current maturities of Secured Loans	<u>3,546.15</u>	<u>2,335.89</u>
(b) Finance Lease Obligations		
Vehicle loan(s) from Axis Bank Limited	-	8.78
Vehicle loan(s) from HDFC Bank Limited	144.40	103.66
Less: Current maturities under "Other current liabilities" (refer note 9)		
Vehicle loan from Axis Bank Limited	-	(8.78)
Vehicle loan from HDFC Bank Limited	(37.41)	(46.91)
Non-current maturities of finance lease obligations	<u>106.99</u>	<u>56.75</u>
(c) Unsecured loans		
From related parties	1,684.32	334.85
Non-current maturities of Unsecured loans	<u>1,684.32</u>	<u>334.85</u>
	<u>5,337.46</u>	<u>2,727.49</u>

5.1 The term loans are secured by hypothecation of first charge on all immovable and movable properties including machineries, current assets such as inventories, book debts and other receivables of the company, both present and future besides personal properties of some of the directors and guarantee of the Directors.

5.2 Finance Lease Obligations:

Finance lease obligations are repayable in equated monthly instalments. The assets acquired on finance lease mainly comprise vehicles. The lease has a primary period, which is fixed and non-cancellable. Finance leases are secured by hypothecation of respective assets purchased out of finance, and personal guarantee of some of the Director.

6 Deferred tax liabilities (net)

Deferred tax liabilities:

On excess of WDV of fixed assets in books in comparison to WDV in Income-tax Act, 1961

522.31

410.66

522.31

410.66

Deferred tax assets:

On unabsorbed depreciation under Income-tax Act, 1961

-

-

On expenses allowable under Income-tax Act, 1961 on payment basis

(58.01)

(15.45)

(58.01)

(15.45)

464.30

395.21



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	31 March 2023	31 March 2022
7 Long-term provisions		
Provision for employee benefits - Gratuity	37.39	23.15
	<u>37.39</u>	<u>23.15</u>
8 Short-term borrowings		
(a) Working Capital Loans		
Overdraft facility from HDFC Bank Limited	3,014.58	68.76
Overdraft facility from ICICI Bank Limited	584.83	-
Overdraft against fixed deposits from Karnataka Bank Limited	40.66	800.65
Packing Credit Loan from HDFC Bank Limited	1,438.25	1,477.95
Current Maturities of the Long Term Borrowings (refer note 5)		
- Term Loan(s) from HDFC Bank Limited	1,069.26	641.91
- Term Loan(s) from ICICI Bank Limited	357.10	27.31
- Finance Lease Obligation	37.41	55.69
	<u>6,542.09</u>	<u>3,072.27</u>
9 Trade Payables		
(a) total outstanding dues of micro and small enterprises; and	1,279.00	973.00
(b) total outstanding dues of other than micro and small enterprises	2,566.28	3,464.39
	<u>3,845.28</u>	<u>4,437.39</u>

Term Loans & Working capital facilities are secured by hypothecation of first charge on all immovable and movable properties including machineries, current assets such as inventories, book debts and other receivables of the company, both present and future besides personal properties of some of the directors and guarantee of the Directors.

9.1 The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company, regarding the status of registration of such vendor under the said Act, as per the intimation received from them on the request made by the company. Further, In the opinion of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act, is not expected to be material.

10 Other current liabilities		
Creditors for capital expenditure	266.54	857.89
Advances from customers	770.99	515.35
Interest accrued but not yet due	12.81	11.14
Employee payables	110.34	61.81
Provision for expenses	49.83	1.95
Provision for taxes	22.90	-
Provision for Bonus	50.06	38.26
Statutory dues		
PF Payable	6.12	5.09
ESIC Payable	1.19	1.36
TDS Payable	33.86	18.62
RCM Payable under IGST, CGST and SCGT	3.60	2.17
	<u>1,328.24</u>	<u>1,513.64</u>



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

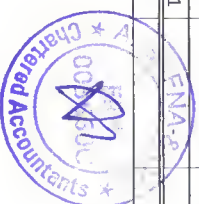
For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

11 Property, Plant and Equipment

Particulars	Useful life (in years)	Gross Block			Accumulated Depreciation/ Amortization			Net Block	
		Balance as at 01 April 2022	Add: Additions during the year	Less: Disposals during the year	Balance as at 31 Mar 2023	Add: Depreciation for the period	Less: Depreciation on disposals for the period	Balance as at 31 Mar 2023	Balance as at 31 March 2023
A Tangible assets									
Land	NA	226.16	114.36	-	-	-	-	340.52	226.16
Buildings	60	1,809.68	1,316.32	-	214.00	85.19	-	2,99.19	1,595.68
Solar plants	15	820.83	209.94	-	110.39	52.45	-	162.84	710.44
Plant and machinery	15	5,163.71	3,599.15	-	1,603.50	497.95	-	2,101.45	3,560.21
Electrical installations	10	282.53	357.58	-	67.07	44.22	-	111.29	215.46
Furniture and fixtures	10	123.94	17.95	-	28.63	12.51	-	41.14	95.31
Office equipments	5	7.87	11.46	-	3.74	2.98	-	6.72	4.13
Lab equipments	10	1.17	7.05	-	0.47	0.37	-	0.84	0.70
Vehicles	8	239.38	119.19	-	41.23	30.41	-	71.64	286.93
Computers	3	18.43	13.94	-	6.77	5.84	-	12.61	11.66
Total Tangible assets (A)		8,693.70	5,766.94	-	2,075.80	731.92	-	2,807.72	11,652.92
B Intangible assets									
Softwares etc.	3	1.46	7.50	-	1.40	1.19	-	2.59	0.06
Total Intangible assets (B)		1.46	7.50	-	1.40	1.19	-	2.59	0.06
C Capital work-in-progress/ Intangible assets under development (ITAUD)*									
Buildings	NA	575.34	-	(575.34)	-	-	-	-	575.34
Plant and Machinery	NA	1,654.16	-	(1,654.16)	-	-	-	-	1,654.16
Intangible assets	NA	6.00	-	(6.00)	-	-	-	-	6.00
Total Capital work-in-progress (C)		2,235.50	-	(2,235.50)	-	-	-	-	2,235.50
D Total fixed assets (A+B+C)		10,930.66	5,774.44	(2,235.50)	14,469.60	733.11	2,810.31	11,659.29	8,835.46

* All Capital work-in-progress/ Intangible assets under development (ITAUD) are for a period of less than 1 year and are projects in progress.



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	31 March 2023	31 March 2022
12 Long-term loans and advances		
<i>Unsecured and considered good</i>		
Security deposit with sales-tax department (NSC)	0.30	0.30
Security deposit with Ajmer Vidyut Vitran Nigam Limited (AVVNL)	74.73	59.21
Security deposit against solar plants	13.98	13.98
Security deposit against rental properties	5.08	4.65
Security deposit - Others	41.09	-
Advances against capital expenditure	326.70	820.80
	461.88	898.94
13 Inventories		
<i>Lower of cost or net realisable value</i>		
Raw material (including quartz lumps)	959.17	724.24
Consumables	141.60	94.58
Packing material	26.14	10.60
Finished goods	2,833.63	2,142.25
Finished goods (in transit)	1,347.79	525.96
	5,308.33	3,497.63
14 Trade receivables		
<i>(Unsecured and considered good)</i>		
Receivables outstanding for a period exceeding six months	589.71	283.95
Other receivables	3,548.99	2,201.40
	4,138.70	2,485.35
15 Cash and bank balances		
(a) Cash and cash equivalents		
Cash-in-hand	16.35	11.62
Balance with banks in current accounts	57.01	126.64
	73.36	138.26
(b) Other bank balances		
Deposits with maturity more than 3 months but less than 12 months	216.44	1,070.74
	216.44	1,070.74
	289.80	1,209.00
16 Short-term loans and advances		
<i>Unsecured and considered good</i>		
Advances to vendors	220.35	221.55
Income-tax refund receivable	121.33	83.52
Input tax credit receivable (IGST, CGST, SGST)	822.28	252.60
GST refund receivable	455.09	406.44
GST demand paid under protest	12.81	-
Export benefits receivable	234.31	38.19
Employee advances	17.11	7.71
Prepaid expenses	52.70	6.12
	1,935.98	1,016.13
17 Other current assets		
Preliminary expenses	-	2.42
Interest accrued on fixed deposits	8.26	106.81
	8.26	109.23



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	For the year ended 31 March 2023	For the year ended 31 March 2022
18 Revenue from operations		
(a) Sale of products		
Finished/ manufactured goods	17,007.09	18,480.47
Other miscellaneous items	8.60	24.14
(b) Other operating revenue		
Export incentives	425.40	141.04
	<u>17,441.09</u>	<u>18,645.65</u>
19 Other income		
Interest earned on fixed deposits	41.00	70.42
Interest earned on loans and advances	1.30	25.18
Foreign exchange difference (net)	83.40	225.92
Profit on sale of fixed assets	-	1.93
Other income	39.73	33.50
	<u>165.43</u>	<u>356.95</u>



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	For the year ended 31 March 2023	For the year ended 31 March 2022
20 Cost of material consumed		
Opening stock of raw material	724.24	447.81
Add: Purchases during the year/ period	10,869.80	11,185.18
Less: Closing stock of raw material	(959.17)	(724.24)
	-	-
Consumption during the year*	<u>10,634.87</u>	<u>10,908.75</u>
21 Purchase of traded goods		
Quartz Slabs	459.18	356.21
Other items	262.67	7.40
	<u>721.85</u>	<u>363.61</u>
22 Changes in inventories of finished goods, work-in-progress and stock-in-trade		
Finished goods - Quartz slabs		
Opening Stock	2,668.21	1,378.49
Less: Closing Stock	(4,181.42)	(2,668.21)
Changes in inventories of finished goods	<u>(1,513.21)</u>	<u>(1,289.72)</u>
23 Employee benefit expenses		
Salaries and wages to factory staff	878.06	909.44
Salaries and wages to other employees	461.06	232.46
Director's Remuneration	54.00	48.60
Bonus, Incentives etc.	55.75	44.39
Contribution to provident fund and others	30.68	22.12
Gratuity	14.24	10.34
Staff welfare expenses	91.60	86.42
	<u>1,585.39</u>	<u>1,353.77</u>
24 Finance expenses		
Interest on term loans	349.33	176.08
Interest on overdraft loans	166.12	50.88
Interest on packing credit loans	54.52	16.70
Interest on unsecured loans	29.32	12.36
Interest on vehicle and other loans	5.89	7.83
Interest/ Fees on delayed payment of government taxes	0.14	1.42
Bank commission and charges	28.92	60.16
	<u>634.24</u>	<u>325.43</u>



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Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

	For the year ended 31 March 2023	For the year ended 31 March 2022
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25 Other expenses

Manufacturing expenses

Stores and spare parts consumed	1,215.87	1,461.25
Primary packing material consumed	203.52	306.17
Power, fuel and utility charges	423.05	469.65
General plant expenses (manufacturing)	52.38	99.96
Slurry removal expenses	46.55	53.06
Job work charges	192.97	218.75
Repair and maintenance expenses - on plant and machinery	32.28	71.96

Selling and distribution expenses

Secondary packing material consumed	224.21	339.36
Transportation, ocean freight and clearing expenses	1,190.91	868.20
Exhibition and marketing expenses	160.40	62.19
Commission/ Incentive on sales	-	53.98
Other selling expenses	60.40	37.39

Other administrative expenses

Repair and maintenance expenses - on buildings	7.90	15.64
- on others	3.24	9.09
Travelling and accomodation expenses	108.45	31.27
Office and administrative expenses	35.60	29.43
Rent expenses	20.62	6.30
Vehicle running and maintenance expenses	37.47	30.54
Security expenses	14.11	15.42
Printing and stationery	5.87	7.30
Membership, subscriptions Etc.	2.27	0.35
Insurance expenses	26.34	18.67
Charity/ Donation expenses	3.67	1.07
Payment to auditors - for statutory audit	3.00	3.00
- for tax audit	-	-
- for others	-	-
Legal and professional expenses	78.78	84.24
Preliminary expenses amortized	-	1.68
Goods damaged by accidents	44.20	-
Quality claims accepted on sold material	36.89	15.48
Miscellaneous expenses	5.69	3.82

4,236.64

4,315.22



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Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

26 Contingent liabilities and commitments

(a) Contingent Liabilities not provided for:	31 March 2023	31 March 2022
(i) Letter of credits outstanding	246.45	578.21
(ii) Custom duties on import of quartz surfaces in the USA		

The Company imports Quartz Surfaces in the United States of America (USA) from India. In the USA, the Quartz Surfaces from India is currently being imported under Anti-dumping duty (ADD) and Countervailing Duty (CVD) deposits. Further, based on the application from Importers and Exporters, The U.S. Department of Commerce (US-DOC) conducts an yearly Administrative Review (AR) of the ADD and CVD order on import of quartz surface products from India.

During the current year the applicable CVD deposit rates are from 1.57% to 2.17% and ADD deposit rates are from 1.02% to 3.19% on import of quartz surfaces from India. Further, below is the status of Administrative Review (AR) of the ADD and CVD order on import of quartz surface products from India in the USA:

Countervailing Duty (CVD) on import of quartz surfaces from India

Period under review	Status of Review	Financial Impact
Upto 31 May 2021	US DOC has finalised CVD rates	No impact
June 1, 2021 to May 31, 2022	AR-2 is not filed by importers/ exporters	No impact
June 1, 2022 to May 31, 2023	AR-3 is filed by exporters	No impact, as estimated*

Antidumping Duty (ADD) on import of quartz surfaces from India

Period under review	Status of Review	Financial Impact on
Upto 31 May 2021	US DOC has finalised ADD rates	No impact
June 1, 2021 to May 31, 2022	US DOC has given preliminary order	No impact
June 1, 2022 to May 31, 2023	AR-3 is filed by exporters	No impact, as estimated*

*the Company has internally assessed the outcome of the results of ongoing Administrative Review and based on the past results of these Administrative Reviews, it expects the judgement of current Administrative Reviews not to be against the Company and hence does not expects any impact on its financial position.

(b) Commitments

The Company has imported plant and machinery under EPCG scheme without paying custom duty, as a consequences in the event that certain terms and conditions are not fulfilled, the company is committed to pay the consequential taxes, levies etc. The Company has issued required Bank Guarantee in favour of DGFT (Director General of Foreign Trade) against the same. The outstanding bank guarantee as on 31 March 2023 is INR 102.80 lakhs (31 March 2022 : INR 100.70 lakhs). The total export obligation against these licenses is USD 8,682,906 (or INR 7,033.15 lakhs) . The Company has completed obligations under some of the licenses and redemption is under process.



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

27 Related party transactions

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below

(a) List of related parties where control exists and related parties with whom transactions have taken place and relationships

Group	Ultimate Holding Company Esprit Stones Private Limited
	Subsidiaries A 100% - Haique Stones Private Limited (w.e.f 20-Aug-21) B 51% - Addwaya Chemicals Private Limited (w.e.f 01-Feb-21) C 100% - Haique Stones Inc, USA (w.e.f 01-Apr-2022)
Directors	In Holding Company 1 Mangilal Lunawath 2 Pradeep Lunawath 3 Sunil Lunawath 4 Nitin Gattani
	In Subsidiaries 5 Rajendra Om Prakash Jain 6 Sumeet Gattani w.e.f Aug'22 7 Pranav Banthia till Aug'22
Director's relative	8 Krishna Gopal Gattani 9 Saumya Gattani 10 Shubh Gattani 11 Sayar Kumari Lunawath 12 Anushree Lunawath 13 Siddhanth Lunawath 14 Arnav Lunawath 15 Seema Banthia 16 Vijay Shree Lunawath 17 Sangeeta Gattani
Enterprises in which directors' are interested	18 Aravali Minerals and Chemicals Industries Private Limited 19 Rose Marble Private Limited 20 Mahaveer Trading Company 21 Gattani Resorts Private Limited 22 Shreya Petrochem Private Limited 23 Esprit Ventures Private Limited 24 Rajasthan Packaging Company Private Limited 25 Pranav Marbles 26 Aravali Quartz 27 Alask Stones 28 S O and Co. 29 K K Enterprises



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Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

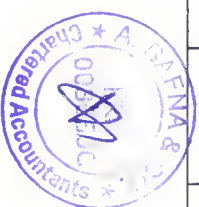
For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

27 Related party transactions (continued)

(b) Transactions during the year and balances are the year-end with related parties

Sr No	Transaction	Issue of shares	Loans taken/ (granted)	Loans (repaid)/ received back	Interest on Loans received/ (paid)	Revenue Income (Sales etc.)	For the year ended 31 March 2023					Balances at year end (Payable)/ Receivable
							Salaries	Other revenue expenses (Purchases etc.)	Capital Receipts/ Sale of Investments	Capital Expenses/ Investments	Expenses Reimbursed/ (on behalf)	
1	Manglal Lunawath	-	357.18	-	-	-	-	-	-	-	-	(357.17)
2	Pradeep Lunawath	-	173.32	-	-	3.02	-	-	-	-	-	(282.15)
3	Sunil Lunawath	-	25.00	-	-	-	-	-	-	-	-	(23.00)
4	Nitin Gattani	-	245.00	(1.00)	-	-	19.35	-	-	-	-	(369.00)
5	Ratendra Om Prakash Jain	-	106.50	-	(8.51)	-	19.35	-	-	-	-	(164.01)
6	Sumeet Gattani	-	-	-	-	-	-	-	-	-	-	(1.49)
7	Pranav Banthia	-	50.00	-	(6.97)	-	17.08	-	-	-	-	(105.97)
8	Krishna Gopal Gattani	-	-	-	-	-	-	-	-	-	-	-
9	Saumya Gattani	-	-	-	-	-	15.60	-	-	-	-	-
10	Shubh Gattani	-	-	-	-	-	12.98	-	-	-	-	-
11	Sayar Kumar Lunawath	-	60.00	-	-	-	-	-	-	-	-	(60.00)
12	Anushree Lunawath	-	224.97	-	-	-	-	-	-	-	-	(224.98)
13	Siddhanth Lunawath	-	-	-	-	-	31.54	-	-	-	-	(0.01)
14	Atrnav Lunawath	-	-	-	-	-	34.30	-	-	-	-	(2.90)
15	Seema Banthia	-	-	-	-	-	-	-	-	-	-	-
16	Vijay Shree Lunawath	-	93.00	-	-	-	-	-	-	-	-	(93.00)
17	Sangeeta Gattani	-	-	-	-	-	6.00	-	-	-	-	(3.90)
18	Aravali Minerals and Chemicals	-	-	-	-	94.78	-	-	-	-	-	(7.81)
19	Rose Marble Private Limited	-	-	-	-	944.77	-	-	-	-	7.00	707.49
20	Mahaveer Trading Company	-	-	-	-	23.19	-	-	-	-	-	14.47
21	Gattani Resorts Private Limited	-	-	-	-	-	-	-	-	-	-	(1.04)
22	Shreya Petrochem Private Limited	-	-	-	(11.69)	-	-	-	-	-	-	(577.01)
23	Esprit Ventures Private Limited	-	-	-	-	-	-	-	-	-	-	-
24	Rajasthan Packaging Company Private	-	-	-	-	-	-	-	-	-	-	(2.45)
25	Pranav Marbles	-	-	-	-	0.22	-	-	-	-	-	(317.93)
26	Aravali Quartz	-	-	-	-	9.00	-	-	-	-	-	50.22
27	Alask Stones	-	-	-	-	-	-	-	-	-	-	(0.75)
28	S O and Co.	-	-	-	-	-	-	-	-	-	-	(12.09)
29	K K Enterprises	-	-	-	(0.30)	-	-	-	-	-	-	(60.56)



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

(b) Transactions during the year and balances are the year-end with related parties (continued)

Sr No	Transaction	Issue of shares	Loans taken/ (granted)	Loans (repaid)/ received back	Interest on Loans received/ (paid)	For the year ended 31 March 2022							31 March 2022 Balances at year end (Payable)/ Receivable
						Revenue Income (Sales etc.)	Salaries	Other revenue expenses (Purchases etc.)	Capital Receipts/ Sale of Investments	Capital Expenses/ Investments	Expenses Reimbursed/ (on behalf)		
1	Mangilal Lunawath	-	-	(2.00)	-	-	-	-	-	-	-	-	-
2	Pradeep Lunawath	-	-	(90.39)	(5.56)	-	17.06	-	-	-	-	-	(111.85)
3	Sunil Lunawath	-	-	(5.00)	-	-	17.06	-	-	-	-	-	-
4	Nitin Gattani	-	-	(98.49)	(6.80)	-	17.06	-	-	-	-	-	(125.00)
5	Rajendra Om Prakash Jain	-	32.43	-	-	-	-	-	-	-	-	-	(49.00)
6	Sumreet Gattani	-	-	-	-	-	15.26	-	-	-	-	-	(0.05)
7	Pranav Banthia	-	32.06	-	-	-	-	-	-	-	-	-	(49.00)
8	Krishna Gopal Gattani	-	-	-	-	-	-	0.41	-	-	-	-	-
9	Saunhya Gattani	-	-	-	-	-	15.55	-	-	-	-	-	-
10	Shubh Gattani	-	-	-	-	-	12.15	-	-	-	-	-	-
11	Sayar Kumari Lunawath	-	-	(1.00)	-	-	-	-	-	-	-	-	-
12	Anushree Lunawath	-	-	(2.00)	-	-	-	-	-	-	-	-	-
13	Siddharth Lunawath	-	-	-	-	-	26.80	-	-	-	-	-	(0.01)
14	Arnab Lunawath	-	-	-	-	-	22.80	-	-	-	-	-	-
15	Seema Banthia	-	-	-	-	-	-	-	-	-	-	-	-
16	Vijay Shree Lunawath	-	-	-	-	-	-	-	-	-	-	-	-
17	Sangeeta Gattani	-	-	-	-	-	-	-	-	-	-	-	-
18	Aravali Minerals and Chemicals	-	-	-	-	68.91	-	3.78	-	-	-	-	21.24
19	Rose Marble Private Limited	-	-	-	-	790.65	-	21.08	-	-	-	-	468.69
20	Mahaveer Trading Company	-	-	-	-	-	-	18.26	-	-	-	-	-
21	Gattani Resorts Private Limited	-	-	-	-	-	-	2.81	-	-	-	-	0.48
22	Shreya Petrochem Private Limited	-	-	-	-	-	-	-	-	-	-	-	-
23	Esprit Ventures Private Limited	-	-	535.68	25.17	-	-	-	-	-	-	-	-
24	Rajasthan Packaging Company Private	-	-	-	-	-	-	37.69	-	-	-	-	-
25	Pranav Marbles	-	-	-	-	-	-	1,202.90	-	-	-	-	(231.45)
26	Aravali Quartz	-	-	-	-	15.00	-	73.26	-	-	-	-	12.43
27	Alask Stones	-	-	-	-	-	-	-	-	-	-	-	-
28	S O and Co.	-	-	-	-	-	-	-	-	-	-	-	-
29	K K Enterprises	-	-	-	-	-	-	-	-	-	-	-	-



Handwritten signature and stamp of the Chartered Accountant.

Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

28 Earning per share	31 March 2023	31 March 2022
Profit attributable to the equity shareholders (A)	343.32	1,850.61
Weighted average number of equity shares (B)*	95.00	95.00
Basic and diluted earning per share (C = A/B)	3.61	19.48

29 Operating leases

The company has operating leases for land and residential premises for its staff, these are renewable on a periodic basis and are cancellable by giving a notice period ranging from 1 month to 6 months.

The Company has recognised expenses in current year ₹ 20.53 lakhs (PY: ₹ 6.30 lakhs) against these leases. Since these leases are for a period of maximum 11 months, no further disclosures are required.

30 Foreign currency exposure

(a) Payables in foreign currency

	In Foreign currency		In lakhs Indian Rupees (₹)	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Unhedged - USD	USD 2,56,725.00	USD 7,59,494.23	214.61	578.57
Unhedged - Euro	EUR 35,289.00	EUR 0.00	32.19	-
Total			246.80	578.57

(b) Receivables in foreign currency

	In Foreign currency		In Indian Rupees (₹)	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Unhedged - USD	USD 16,02,684.53	USD 19,03,615.94	1,301.13	1,442.80
Total			1,301.13	1,442.80



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

31 Analytical ratios

	Ratios	Numerator	Denominator	31 March 2023	31 March 2022	Variance*
(a)	Current Ratio(Times)	Current Assets	Current Liabilities	1.00	0.92	8%
(b)	Debt Equity Ratio(Times)	Total Liabilities	Sharholders' Equity	1.91	0.98	94%
(c)	Debt Service Coverage Ratio (Times)	Earnings available for debt service	Debt Service	1.42	5.03	-72%
(d)	Return on Equity Ratio(%)	Net profit after taxes	Average Shareholders Equity	5.87%	37.25%	-84%
(e)	Inventory Turnover Ratio(Times)	Revenue from operations	Average Inventory	3.96	10.64	-63%
(f)	Trade Receivables Turnover Ratio(times)	Revenue from operations	Average Trade Receivables	5.27	14.94	-65%
(g)	Trade Payables Turnover Ratio (Times)	Total Purchases	Average Trade Payables	2.80	4.05	-31%
(h)	Net Capital Turnover Ratio(Times)	Net Sales (Revenue from Operations)	Average Working Capital	-	-	-
(i)	Net Profit Ratio(%)	Net Profit	Net Sales (Revenue from Operations)	1.97%	9.93%	-80%
(j)	Return on Capital employed(%)	Earning before Interest and Tax (EBIT)	Capital Employed	16%	37%	-57%
(k)	Return on Investment (%)	Income generated from Investments	Time weighted average investments	-	-	-

36.1 *Explanation for change in the ratios by more than 25%:

- (b) The Debt equity ratio has increased, as the Company has taken term loans exposure in Subsidiaries.
- (c) The Debt Service Coverage ratio is decrease, as Company's Operating Profits have reduced due to lower sales, lower realisation and higher fixed cost. On the other side, the debt has also increased in current year.
- (d) The Return on Capital Employed is reduced drastically due to lower net profits for the current year.
- (e) The Inventory turnover ratio is decreased, as Company's investment in stock mainly finished goods has increased.
- (f) The Trade receivable turnover ratio is decreased, as Company's is selling with higher credit period as compare to previous years and also the turnover has decreased in current year.
- (g) The Trade payable turnover ratio is decreased, as Company's is purchasing with higher credit period as compare to previous years and also the purchases has decreased In the current year
- (h) The Net Capital Turnover ratio is decreased, as Company's Investment in Working Capital has increased and revenue is decreased in the current month.
- (i) The Net Profit ratio is decreased due to business slow down for few months and hence Company was unable to maintain the same revenue scales. However, the fixed expenses of the companies were at same scale which has resulted in lower profits for the current year..
- (j) The Return on Capital Employed is reduced drastically due to lower net profits for the current year.



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

32 Disclosures as per amendments in Schedule III of Companies Act, 2013 with notification issued on 24th March 2021:

Information required against additional disclosures as per amendments in Schedule III of Companies Act, 2013 are as under:-

(a) Title deeds of Immovable Property not held in name of the Company (Para a(ii)(XIII)(Y)(i))

There are no immovable properties owned by the company whose title deeds are not held in its name.

(b) Revaluation of Property, Plant & Equipment (Para a(ii)(XIII)(Y)(ii))

During the year under review the company has not revalued its property, plant & Equipment (Including right of use assets).

(c) Loan & Advance made to promoters, directors, KMPs and other related parties (Para a(ii)(XIII)(Y)(iii))

The Company has not provided any loans and advance to the parties covered under this clause other than those disclosed under note number 28.

(d) Details of Benami property held (Para a(ii)(XIII)(Y)(vi))

No proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

(f) Willful Defaulter (Para a(ii)(XIII)(Y)(viii))

The company has not been declared as wilful defaulter by any bank or financial institutions or other lenders.

(g) Relationship with struck off Companies (Para a(ii)(XIII)(Y)(ix))

There are no transactions (Including Investment in Securities / Shares held by Struck off company & Other Outstanding balances) with companies struck off u/s 248 of the Companies Act 2013, or section 560 of the Companies At, 1956.

(h) Registration of charges and satisfaction with Registrar of Companies (Para a(ii)(XIII)(Y)(x))

There are no charges or satisfaction of charges which are yet to be registered with Registrar of Companies beyond the statutory period.

(i) Compliance with number of layers of companies (Para a(ii)(XIII)(Y)(xi))

The company has not made violation of requirements related to number of layers of companies as prescribed under clause 87 of Section 2 read with Companies (Restriction of number of Layers) Rules 2017.

(j) Compliance with approved Scheme(s) of Arrangements (Para a(ii)(XIII)(Y)(xiii))

Not applicable

(k) Utilization of Borrowed funds and share premium (Para a(ii)(XIII)(Y)(xiv))

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons(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 party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(l) Undisclosed Income (Para a(iii)(ix))

Company has not surrendered or disclosed any transaction which was not recorded in the books of accounts as income during the year in the tax assessment under the Income Tax Act.

(m) Details of Crypto Currency or Virtual Currency (Para a(iii)(xi))

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



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

33 Disclosures related to employee benefits

The Company has classified various employee benefits as under:

A Defined contribution plans

i) Provident Fund

ii) Employer's Contribution to Employee State Insurance Corporation (ESIC)

The Provident fund and Pension scheme are operated by regional PF Commissioner. Under the scheme, the Company is required to contribute a specified percentage of payroll cost to the retirement schemes to fund the benefits.

The Company as recognised the following amounts in the Statement of Profit and Loss:

	31 March 2023	31 March 2022
Contribution to Provident fund (net of government grants)	22.07	14.59
Contribution to Employee State Insurance Corporation (ESIC)	6.79	6.21

B Retirement benefit plans

i) Gratuity based on actuarial valuations

The Company has carried out actuarial valuation of Gratuity for the first time as at 31 March 2021, accordingly the below disclosures are limited to applicable tables from actuarial report.

I. Actuarial Assumptions

	31 March 2023	31 March 2022
Mortality	IALM (2012-14)	IALM (2012-14)
Discount rate	7.45%	7.15%
Salary growth rate p.a.	7.00%	7.00%
Expected rate of return on planned assets		
Withdrawal rates p.a.		
25 years and below	10.00%	10.00%
25 to 35 years	8.00%	8.00%
35 to 45 years	6.00%	6.00%
45 to 55 years	4.00%	4.00%
55 and above	2.00%	2.00%

II. Funded status of the plan

	31 March 2023	31 March 2022
Present value of unfunded obligations	37.39	23.15
Present value of funded obligations	-	-
Fair value of plan assets	-	-
Unrecognised Past Service Cost	-	-
Net Liability (Asset)	23.15	23.15



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

33 Disclosures related to employee benefits (continued)

B Retirement benefit plans (continued)

	31 March 2023	31 March 2022
III. Profit and loss for the period		
Present value of obligations at beginning of the year	-	-
Current service cost*	14.49	10.34
Interest on obligations	1.65	-
Expected return on plan assets	-	-
Net actuarial loss/(gain)	-1.90	-
Recognised Past Service Cost-Vested	-	-
Recognised Past Service Cost-Unvested	-	-
Loss/(gain) on curtailments and settlement	-	-
Total included in 'Employee Benefit Expense'	14.24	10.34
IV. Reconciliation of defined benefit obligation		
Opening Defined Benefit Obligation	23.15	12.81
Transfer in/(out) obligation	-	-
Current service cost	14.49	10.34
Interest cost	1.65	-
Actuarial loss (gain)	-1.90	-
Past service cost	-	-
Loss (gain) on curtailments	-	-
Liabilities extinguished on settlements	-	-
Liabilities assumed in an amalgamation in the nature of purchase	-	-
Exchange differences on foreign plans	-	-
Benefit paid from fund	-	-
Benefits paid by company	-	-
Closing Defined Benefit Obligation	37.39	23.15
V. Reconciliation of net defined benefit liability		
Net opening provision in books of accounts	23.15	-
Transfer in/(out) obligation	-	-
Transfer (in)/out plan assets	-	-
Employee Benefit Expenses as per 3.2	14.24	10.34
Benefits paid by the Company	-	-
Contributions to plan assets	-	-
Closing provision in books of accounts	37.39	23.15



Esprit Stones Private Limited

Notes to consolidated financial statements (continued)

For the year ended 31 March 2023

Currency : in Lakhs INR (₹)

34 Previous year's figures have been regrouped, rearranged and reclassified, wherever considered necessary, and are rounded off to nearest lakhs, in order to conform to the current year's presentation.

As per our report attached

For A. Bafna & Co.

Firm Reg. No. : 003660C



Vivek Gupta

Partner

Membership Number : 400543

Place : Udaipur

Date : 29/09/2023

For and on behalf of Board of Directors of

Esprit Stones Private Limited

CIN: U74999RJ2016PTC056284



Nitin Gattani

Director

DIN: 00173258

Place : Udaipur

Date : 29/09/2023



Sunil Lunawath

Director

DIN : 01105117

Place : Udaipur

Date : 29/09/2023

