



Swarnkar & Co

Chartered Accountants

**Independent Auditor's Report
Prepared for Consolidation Purposes**

From: Swarnkar & Co.

Subject: Component Audit of Navam Lanka Limited for the year ended 31st March, 2023

To: R Sogani & Associates, Jaipur, India

We have audited, for the purpose of your audit of the consolidated financial statements of **Gravita Global PTE Limited**, the accompanying Balance Sheet of **Navam Lanka Limited** as at 31st March 2023, and Profit & Loss A/c and other reconciliations and information (all collectively referred to as the Fit For Consolidation (FFC) Accounts)

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and presentation of the FFC Accounts in accordance with accounting policies generally accepted in India. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the FFC Accounts that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances. The FFC Accounts has been prepared solely to enable Gravita India Limited to prepare its consolidated financial statements.

Auditor's Responsibility

Our responsibility is to express an opinion on the FFC Accounts based on our audit. we conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards on Auditing require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the FFC Accounts are free from material misstatement.



Swarnkar & Co

Chartered Accountants

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the FFC Accounts. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the FFC Accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the FFC Accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, made by management, as well as evaluating the overall presentation of the FFC Accounts.

We believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the accompanying FFC Accounts for **Navam Lanka Limited** as of **31st March, 2023** and for the year then ended has been prepared, in all material respects, in accordance with accounting principles generally accepted in India.

Restriction on Use and Distribution

These FFC Accounts have been prepared for purposes of providing information to **Gravita Globle Pte Ltd.** to enable it to prepare the consolidated financial statements of the Group. As a result, these FFC Accounts are not a complete set of financial statements of Gravita Global Pte Ltd. in accordance with the accounting principles generally accepted in India and is not intended to give a true and fair view of the financial position of **Navam Lanka Limited** as of *31st March 2023*, and of its financial performance, in accordance with the accounting principles generally accepted in India. The financial information may, therefore, not be suitable for another purpose.

For Swarnkar & Co.

Chartered Accountants

Firm Reg. No.:- 025928C



Deepak Kumar Swarnkar

(Proprietor)

M. No:-424940

UDIN: 23424940BGTPHX9019


Date: 27-04-2023

Navam Lanka Limited
Balance sheet as at Mar 31, 2023
(All amounts in Rs. lacs, unless otherwise stated)

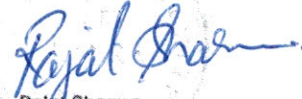
Particulars	Note	As at March 31, 2023	As at March 31, 2022
I. ASSETS			
Non-current assets			
Property, plant and equipment	2	250.10	257.53
Right-to-Use assets		33.49	34.61
Others	3	13.39	13.75
Total non-current assets		296.98	305.89
Current assets			
Inventories	5	324.84	309.81
Financial Assets			
Trade receivables	6	920.18	2,473.34
Cash and cash equivalents	7	183.07	44.82
Bank balances other than (iii) above		281.10	-
Others		0.03	-
Other current assets	4	14.90	12.42
Total current assets		1,724.13	2,840.40
TOTAL ASSETS		2,021.11	3,146.29
II. EQUITY AND LIABILITIES			
Equity			
Equity share capital	8	409.63	409.63
Other equity	9	1,477.09	1,785.69
Total Equity		1,886.72	2,195.32
Liabilities			
Non-current liabilities			
Financial Liabilities			
Lease Liability	10	29.09	29.86
Provisions	11	37.61	37.83
Total non-current liabilities		66.70	67.69
Current liabilities			
Financial Liabilities			
Borrowings	12	-	705.40
Lease liabilities	10	3.45	3.55
Trade payables	13		
Total outstanding due of creditors other than micro and small enterprises		19.75	12.17
Other financial liabilities		17.43	22.23
Other current liabilities	14	1.85	4.97
Current tax liabilities (net)		25.21	134.96
Total current liabilities		67.69	883.28
Total liabilities		134.39	950.97
TOTAL EQUITY AND LIABILITIES		2,021.11	3,146.29

For Swarnkar & Co
Chartered Accountants
Firm's Registration No.: 025928C

For and on behalf of the Board of Directors


Deepak Kumar Swarnkar
Proprietor
Membership No: 424940




Rajat Sharma
Director

Place : Jaipur
Date : 27-04-2023

Navam Lanka Limited

Statement of profit and loss for the year ended on Mar 31, 2023

(All amounts in Rs. lacs, unless otherwise stated)

Particulars	Note	For the year ended March 31, 2023	For the year ended March 31, 2022
I Income			
Revenue from operations	15	3,565.43	6,834.81
Other income	15 a	257.31	360.08
Total Income (I)		3,822.74	7,194.89
II Expenses			
Cost of materials consumed	16	2,685.36	4,283.68
Changes in inventories of finished goods, Stock-in-trade and work-in-progress	17	(0.45)	237.23
Employee benefits expense	18	141.03	160.32
Finance costs	19	22.49	27.83
Depreciation and amortisation expense	2	19.56	30.77
Other expenses	20	155.09	262.78
Total expenses (IV)		3,023.08	5,002.61
III Profit before tax (I + II)		799.66	2,192.28
IV Tax expense	21		
Current tax		176.41	304.90
		176.41	304.90
V Profit for the year (III - IV)		623.25	1,887.38
VI Other comprehensive income			
Items that may be reclassified to profit or loss			
Foreign currency translation reserve		20.90	(850.63)
Income tax on above			
Other comprehensive Income/(loss)		20.90	(850.63)
VII Total comprehensive income for the year (V + VI)		644.15	1,036.75

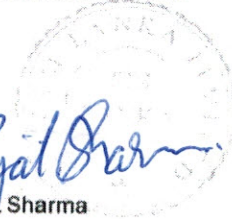
For Swarnkar & Co
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For and on behalf of the Board of Directors

Deepak Kumar Swarnkar
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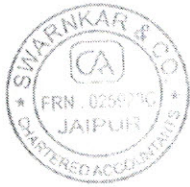


Place : Jaipur
Date : 27-04-2023

Navam Lanka Limited
Notes forming part of the financial statements

Note 3 - Financial assets - Others

Particulars	As at March 31, 2023	As at March 31, 2022
(a) Non Current		
Security Deposits-Non Current	1.75	1.80
Others (amount deposited with Government authorities)	12	11.95
Total (a)	13.39	13.75
(b) Current		
Expenses- Employee & Workers Receivable	0.03	-
Total (b)	0.03	-



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Navam Lanka Limited

Summary of significant accounting policies and other explanatory information
For the year ended March 31, 2023
(All amounts in Rs. lacs, unless otherwise stated)

Note 4 - Other assets

Particulars	As at March 31, 2023	As at March 31, 2022
Current (unsecured, considered good)		
Advances to vendors	7.09	2.56
Prepaid expenses	7.82	9.86
Total	14.90	12.42

Note 5 - Inventories

Particulars	As at March 31, 2023	As at March 31, 2022
Raw materials	16.56	
Work-in-progress	42.05	72.20
Finished goods (other than those acquired for trading)	131.45	100.85
Stores and spares	79.64	73.62
Consumables	55.14	63.14
Total	324.84	309.81

Note 6 - Trade receivables

Particulars	As at March 31, 2023	As at March 31, 2022
Trade receivables - considered good	920.18	2,473.34
Total	920.18	2,473.34

Note 7 - Cash and cash equivalents

Particulars	As at March 31, 2023	As at March 31, 2022
Balances with banks		
- in current accounts	180.58	43.70
Cash on hand	2.49	1.12
Total	183.07	44.82

Note 8 - Equity Share

Particulars	As at March 31, 2023	As at March 31, 2022
Authorised		
8,96,344 equity shares of LKR 100 each	896.34 lacs LKR	896.34 lacs LKR
Issued, subscribed and fully paid up		
8,96,344 equity shares of LKR 100 each	409.63	409.63
Total	409.63	409.63

Note 10 - Lease liabilities

Particulars	As at March 31, 2023	As at March 31, 2022
Non current	29.09	29.86
Current	3.45	3.55
Total	32.54	33.41

Note 11 - Non-current provisions

Particulars	As at March 31, 2023	As at March 31, 2022
Provision for employee benefits for:		
- Gratuity	33.75	33.52
- Compensated absences	3.86	4.31
Total	37.61	37.83

Note 12 - Current borrowings

Particulars	As at March 31, 2023	As at March 31, 2022
Secured loans - from banks		
Cash credit	-	705.40
Total	-	705.40



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Navam Lanka Limited
 Summary of significant accounting policies and other explanatory information
 For the year ended March 31, 2023
 (All amounts in Rs. lacs, unless otherwise stated)

Note 13 - Trade payables

Particulars	As at March 31, 2023	As at March 31, 2022
Total outstanding dues of micro and small enterprises ^(b)	-	-
Total outstanding dues of creditors other than micro and small enterprises ^(a)	19.75	12.17
Total	19.75	12.17

Note 14 - Other current liabilities

Particulars	As at March 31, 2023	As at March 31, 2022
Advance received from customers	-	0.03
Contractually reimbursable expenses to related parties	-	4.34
Statutory remittances	1.85	0.61
Total	1.85	4.97

Note 15 - Revenue from operations

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Sale of products		
Manufactured goods	3,564.99	6,831.99
Other operating revenues		
Scrap Sales	0.44	2.82
Total	3,565.43	6,834.81

Note 15 a - Other Income

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest Income		
Gain on foreign currency exchange fluctuation (net)	254.93	360.08
Total	257.31	360.08

Note 16 - Cost of material consumed

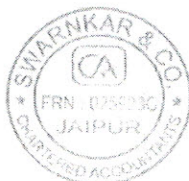
Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Raw materials and bought out components consumed	2,685.36	4,283.68
Total	2,685.36	4,283.68

Note 17 - Changes in Inventory of finished goods, work-in-progress and traded goods

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Opening stock		
Finished goods	100.85	55.91
Work-in-progress	72.20	354.37
Less: Closing stock		
Finished goods	131.45	100.85
Work-in-progress	42.05	72.20
Change in inventory of finished goods, work-in-progress and traded goods	(0.45)	237.23

Note 18 - Employee benefits expense

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Salaries and wages	116.56	133.93
Contribution to provident and other funds	12.71	12.22
Staff welfare expenses	11.76	14.17
Total	141.03	160.32



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Navam Lanka Limited
 Summary of significant accounting policies and other explanatory information
 For the year ended March 31, 2023
 (All amounts in Rs. lacs, unless otherwise stated)

Note 19 - Finance cost

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest costs on		
- Borrowings	22.49	23.04
- Lease liabilities	-	4.79
Total	22.49	27.83

Note 20 - Other expenses

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Power and fuel	16.97	26.62
Rates and taxes	0.92	0.01
Legal and professional	3.11	4.15
Repairs and maintenance		
- Plant & machinery	19.26	55.81
- Buildings	0.29	4.96
- Others	6.99	13.39
Freight and forwarding	17.48	26.83
Travelling and conveyance	14.00	13.38
Insurance	1.13	1.49
Rent	6.43	3.31
Sales commission	-	-
Advertising and sales promotion	9.70	1.05
Communication	1.22	1.32
Printing and stationery	0.28	0.42
Donations and contributions	0.05	-
Payment to auditors	0.80	1.19
Written off/provision for doubtful trade receivables, loans and advances	1.95	0.01
Loss on property plant and equipment discarded/scrap/written off	4.86	5.47
Expenditure on Corporate Social Responsibility	0.01	-
Bank charges	7.41	10.02
Vehicle Running Expenses	2.47	2.83
Contractual labour expenses	32.91	78.65
Miscellaneous expenses	6.89	11.86
Total	155.09	262.78

Note 21 - Tax expense

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Current Tax		
In respect of current year	176.41	304.90
Total	176.41	304.90

For Swarnkar & Co
 Chartered Accountants
 Firm's Registration No.: 025928C



Deepak Kumar Swarnkar
 Proprietor
 Membership No: 424940
 Place : Jaipur
 Date : 27-04-2023

For and on behalf of the Board of Directors

Rajat Sharma
 Rajat Sharma
 Director

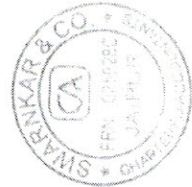
Navam Lanka Limited

Summary of significant accounting policies and other explanatory information
For the year ended March 31, 2023

(All amounts in Rs. lacs, unless otherwise stated)

Note 2 - Property, plant and equipment

Particulars	Buildings	Plant and equipments	Office Equipment	Computer and accessories	Furniture and fixtures	Vehicles	Total
Gross carrying amount							
As at April 1, 2021	105.80	242.94	7.50	0.84	1.77	36.55	395.40
Additions during the year		27.04	0.94				27.98
Disposals/ adjustments		(8.86)					(8.86)
Foreign currency translation difference	15.60	(77.87)	(2.52)	(0.23)	0.27	(10.91)	(75.66)
As at March 31, 2022	121.40	183.25	5.92	0.61	2.04	25.64	338.86
Additions during the year		23.57					23.57
Disposals/ adjustments		(6.53)					(6.53)
Foreign currency translation difference	(3.15)	(3.62)	0.71	(0.02)	(0.05)	(0.67)	(6.80)
As at March 31, 2023	118.25	196.67	6.63	0.59	1.99	24.97	349.10
Accumulated depreciation							
As at April 1, 2021	29.86	38.26	3.29	0.45	0.90	15.34	88.10
Charge for the year	7.00	15.06	2.87	0.12	0.37	3.93	29.35
Disposals/ adjustments							
Foreign currency translation difference	(10.97)	(17.04)	(1.82)	(0.17)	(0.37)	(5.74)	(36.11)
As at March 31, 2022	25.89	36.28	4.34	0.40	0.90	13.53	61.34
Charge for the year	5.11	10.64	0.81	0.07	0.30	2.42	19.35
Disposals/ adjustments		0.02					0.02
Foreign currency translation difference	(0.08)	(1.57)	(0.02)	-	0.01	(0.06)	(1.72)
As at March 31, 2023	30.92	45.37	5.13	0.47	1.21	15.89	98.99
Net carrying value							
As at March 31, 2023	87.33	151.30	1.50	0.12	0.78	9.08	250.10
As at March 31, 2022	95.51	146.97	1.58	0.21	1.14	12.11	257.53



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Navam Lanka Limited
Statement of changes in equity for the year ended Mar 31, 2023
(All amounts in Rs. lacs, unless otherwise stated)

Note 9-Other equity

Particulars	Reserve and surplus	Foreign currency translation reserve	Total
	Retained earnings		
Balance as at April 1, 2021	1,645.09	(174.82)	1,470.27
Profit for the year	1,887.38	-	1,887.38
Other comprehensive income for the year	-	(850.63)	(850.63)
Total comprehensive income for the year	1,887.38	(850.63)	1,036.75
Adjustment on adoption of Ind AS-116 (refer note 17)	-	-	-
Transactions with owners in their capacity as owners			
- Interim equity dividend paid (including tax thereon)	(721.34)	-	(721.34)
Balance as at March 31, 2022	2,811.13	(1,025.45)	1,785.69
Profit for the year	623.25	(51.72)	571.54
Other comprehensive income for the year	-	20.90	20.90
Total comprehensive income for the year	623.25	(30.82)	592.44
Balance as at March 31, 2023	2,533.38	(1,056.27)	1,477.09

The accompanying summary of significant accounting policies and other explanatory information are an integral part of the standalone financial statements.

For Swarnkar & Co

Chartered Accountants

Firm's Registration No.: 025928C



Deepak Kumar Swarnkar

Proprietor

Membership No: 424940

Place : Jaipur

Date : 27-04-2023



For and on behalf of the Board of Directors



Rajat Sharma

Director

Date : 27-04-2023

