



Swarnkar & Co

Chartered Accountants

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

From: Swarnkar & Co.

Subject: Component Audit of Gravita Tanzania 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 **Gravita Tanzania 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.



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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 **Gravita Tanzania 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 Global 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 **Gravita Tanzania 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: 23424940BGTPID3575

Date: 27-04-2023

Gravita Tanzania Limited
Balance Sheet As At Mar 31, 2023
(All amounts in Rs. Lacs, unless otherwise stated)

Particulars	Note	As at Mar 31, 2023	As at March 31, 2022
I. ASSETS			
Non - current assets			
Property, Plant and Equipment	2	2,076.72	1,686.12
Capital work-in-progress	3	478.31	66.28
Financial Assets			
(i) Others	8	1.26	5.61
Other non current assets	4	117.48	27.75
		2,673.77	1,785.77
Current assets			
Inventories	5	3,643.56	2,759.64
Financial Assets			
(a) Trade receivables	6	368.38	351.78
(b) Cash and cash equivalents	7	25.36	212.67
(i) Others	8	44.23	0.59
Other current assets	4(b)	302.98	331.98
		4,384.52	3,656.65
Total Assets		7,058.29	5,442.42
II. EQUITY AND LIABILITIES			
Equity			
Equity share capital	9	183.19	183.19
Other equity	10	5,712.77	4,077.17
Equity attributable to owners of the Company		5,895.96	4,260.36
Liabilities			
Non - current liabilities			
Provisions	11	6.61	-
		6.61	-
Current liabilities			
Financial Liabilities			
Borrowings		593.94	400.15
Trade payables	12	501.14	157.96
Other financial liabilities		28.89	92.63
Other current liabilities	13	31.76	531.32
		1,155.72	1,182.06
Total Liabilities		1,162.33	1,182.06
Total Equity and Liabilities		7,058.29	5,442.42

For Swarnkar & Co.
Chartered Accountant
Firm Reg. No.- 025928C


Deepak Kumar Swarnkar
(Proprietor)
M. No:-424940
Place: Jaipur
Date: 27-04-2023



For and on behalf of the Board Of Directors
Gravita Tanzania Ltd.


Narēsh Gohel
(Director)

Note 2 - Property, Plant and Equipment
As at Mar 31, 2022 and March 31, 2023

Particulars	Freehold land	Buildings	Plant and equipments	Office Equipment	Computer and accessories	Furniture and fixtures	Vehicles	Total
Cost								
As at April 1, 2021	165.08	630.53	988.97	23.31	5.70	8.84	21.79	1,844.23
Additions during the year	80.49	1.73	42.04	1.68	1.95	0.33	6.05	134.29
Disposals/ Adjustments	-	-	(4.07)	0.10	-	-	-	(3.97)
Translation difference	6.45	19.91	52.53	0.75	0.20	0.27	0.77	80.87
As at March 31, 2022	252.03	652.17	1,079.47	25.84	7.85	9.45	28.61	2,055.42
Additions during the year	5.01	144.08	206.95	2.14	5.01	2.04	36.95	402.19
Disposals/ Adjustments	-	-	-	-	-	-	-	-
Translation difference	22.50	62.00	79.76	2.35	0.84	0.90	3.61	171.95
Text to enter-1	-	-	21.96	-	-	-	-	21.96
As at March 31, 2023	279.54	858.25	1,388.14	30.34	13.71	12.39	69.16	2,651.52
Depreciation								
As at April 1, 2021	-	46.80	149.93	7.08	2.37	1.48	1.59	209.25
Charge for the year	-	30.00	106.45	4.85	2.07	1.12	5.90	150.38
Deletions	-	-	(1.63)	-	-	-	-	(1.63)
Translation difference	-	2.42	8.04	0.38	0.14	0.08	0.24	11.29
As at March 31, 2022	-	79.22	262.79	12.30	4.58	2.68	7.73	369.30
Charge for the year	5.01	34.65	125.15	5.36	3.32	0.95	11.76	186.21
Deletions	-	-	(1.78)	-	-	-	-	(1.78)
Translation difference	0.14	8.67	7.35	1.59	0.63	1.67	1.03	21.08
As at March 31, 2023	5.16	122.54	393.51	19.25	8.53	5.30	20.51	574.80
Net block								
As at March 31, 2023	274.38	735.70	994.63	11.09	5.18	7.08	48.65	2,076.72
As at March 31, 2022	252.03	572.95	816.69	13.54	3.28	6.77	20.88	1,686.12
As at March 31, 2021	165.08	583.72	839.04	16.23	3.33	7.37	20.20	1,634.98



Gravita Tanzania Limited
Statement of profit and loss for the period ended Mar 31, 2023
(All amounts in Rs. Lacs, unless otherwise stated)

Particulars	Note	For the year ended	For the year ended
		Mar 31, 2023	March 31, 2022
I Revenue from operations	14	21,350.66	17,776.19
II Other income	15	337.20	83.91
III Total income (I + II)		21,687.86	17,860.10
IV Expenses:			
(a) Cost of materials consumed	16	17,554.91	13,164.79
(b) Excise duty			
(c) Changes in inventories of finished goods, Stock-in-trade and work-in-progress	17	(339.36)	(20.61)
(d) Employee benefits expense	18	820.55	609.35
(e) Finance costs	19	66.46	40.87
(f) Depreciation and amortisation expense	20	184.58	152.76
(g) Other expenses	21	2,051.87	1,480.30
Total expenses (IV)		20,339.01	15,427.45
V Share of profit of associates			
VI Profit before tax (III - IV + V)		1,348.84	2,432.65
VII Tax expense:			
(a) Current tax		-	-
VIII Profit for the year (VI - VII)		1,348.84	2,432.65
IX Other comprehensive income (OCI)			
(a) Items that may be reclassified to profit or loss			
Exchange differences in translating the financial statements of foreign operations		286.75	51.37
Income tax relating to items that may be reclassified to profit or loss			
Other comprehensive income		286.75	51.37
X Total comprehensive income for the year (VIII + IX)		1,635.60	2,484.02

For Swarnkar & Co.
Chartered Accountant
Firm Reg. No.: 025928C

Deepak Kumar Swarnkar
(Proprietor)
M. No.: 424940



Place: Jaipur
Date: 16-05-2022

For and on behalf of the Board Of Directors
Gravita Tanzania Ltd.

N.K. Gohel
- Naresh Gohel
(Director)

Gravita Tanzania Limited
Notes forming part of the financial statements
(All amounts in Rs. Lacs, unless otherwise stated)

Note 4 - Other assets

Particulars	As at Mar 31, 2023	As at March 31, 2022
Unsecured, considered good		
(a) Non Current		
Capital advances	117.48	27.75
Total (a)	117.48	27.75
(b) Current		
Advances to vendors	276.69	312.56
Advances to employees	-	5.05
Prepaid expenses	26.29	14.37
Total (b)	302.98	331.98

Note 5 - Inventories

(At lower of cost and net realisable value)

Particulars	As at Mar 31, 2023	As at March 31, 2022
Raw materials and bought out components	1,135.85	1,056.85
Goods-in-transit	267.53	57.54
Work-in-progress	1,258.23	540.52
Finished goods (other than those acquired for trading)	138.08	489.71
Goods-in-transit	298.99	325.71
Stores and spares	406.57	214.12
Consumables	138.30	75.18
	3,643.56	2,759.64
Less : Write down of inventory to net realisable value	-	-
	3,643.56	2,759.64

Note 7 - Cash and cash equivalent

Particulars	As at Mar 31, 2023	As at March 31, 2022
Cash and cash equivalents		
Balances with banks		
-on current accounts	10.10	196.92
Cash on hand	15.27	15.74
Total	25.36	212.67



Gravita Tanzania Limited
Notes forming part of the financial statements
(All amounts in Rs. Lacs, unless otherwise stated)

Note 9 - Equity share capital

Particulars	As at Mar 31, 2023	As at March 31, 2022
Authorised		
5,00,000(Previous Year 10000 shares) Equity shares of 2240 TZS each	11,200 TZS	11,200 TZS
	11,200 TZS	11,200 TZS
Issued, subscribed and fully paid up		
	183.19	183.19
Total	183.19	183.19

Note 11 - Provisions

Particulars	As at Mar 31, 2023	As at March 31, 2022
Long - term		
Provision for compensated absences	6.61	-
	6.61	-

Note 12 - Trade payables

Particulars	As at Mar 31, 2023	As at March 31, 2022
	501.14	157.96
Current	501.14	157.96

Note 13 - Other Liabilities

Particulars	As at Mar 31, 2023	As at March 31, 2022
Non-Current		
Current		
Advance received from customers	1.88	223.26
Advance received from Customer-related party	0.00	303.34
	31.76	531.32

Note - 14 Revenue from operations

Particulars	For the year ended Mar 31, 2023	For the year ended March 31, 2022
Sale of products (including excise duty)		
Manufactured goods	21,349.30	17,776.19
Other operating revenues		
Scrap Sales	1.36	-
	21,350.66	17,776.19



Gravita Tanzania Limited
Notes forming part of the financial statements
(All amounts in Rs. Lacs, unless otherwise stated)

Note -15 Other Income

Particulars	For the year ended Mar 31, 2023	For the year ended March 31, 2022
Gain on foreign currency exchange fluctuation (net)	337.20	83.91
	337.20	83.91

Note - 16 Cost of material consumed

Particulars	For the year ended Mar 31, 2023	For the year ended March 31, 2022
Raw materials and bought out components consumed	17,554.91	13,164.79
	17,554.91	13,164.79

Note - 17 Changes in inventory of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended Mar 31, 2023	For the year ended March 31, 2022
Opening stock		
Finished goods	815.42	1,012.23
Work-in-progress	540.52	323.10
Less: Closing stock		
Finished goods	437.07	815.42
Work-in-progress	1,258.23	540.52
Net increase/ (decrease) in inventory of finished goods, work-in-progress and stock-in-trade	(339.36)	(20.61)

Note -18 Employee benefits expense

Particulars	For the year ended	For the year ended
	Mar 31, 2023	March 31, 2022
Salaries and wages	639.19	492.83
Contribution to provident and other funds	123.71	93.51
Staff welfare expenses	57.65	23.01
	820.55	609.35

Note 19 - Finance cost

Particulars	For the year ended Mar 31, 2023	For the year ended March 31, 2022
Interest costs on - Borrowings	66.46	40.87
	66.46	40.87

Note 20 - Depreciation and amortisation expense

Particulars	For the year ended Mar 31, 2023	For the year ended March 31, 2022
Depreciation of Property, Plant and Equipment	184.58	152.76
	184.58	152.76




Gravita Tanzania Limited
Notes forming part of the financial statements
(All amounts in Rs. Lacs, unless otherwise stated)

Note 21 - Other expenses

Particulars	For the year ended	For the year ended
	Mar 31, 2023	March 31, 2022
Power and fuel	106.34	105.98
Rates and taxes	43.47	33.74
Legal and professional	12.48	16.47
Repairs and maintenance	-	-
R&M - Plant & machinery	322.25	198.48
R&M - Buildings	18.49	11.13
R&M - Others	14.42	7.28
Freight and forwarding	1,218.68	789.33
Travelling and conveyance	87.96	76.43
Insurance	12.77	10.88
Rent	17.14	16.25
Sales commission	14.76	20.63
Advertising and sales promotion	115.32	75.96
Communication	7.31	7.74
Training and recruitment	-	0.21
Printing and stationery	3.55	2.62
Written off/provision for doubtful trade receivables, loans and advances	(0.06)	32.52
Loss/profit on property plant and equipment discarded/scrap/written off	6.37	0.48
Expenditure on Corporate Social Responsibility	0.25	-
Bank charges	24.92	44.73
Vehicle hire expenses	2.58	14.72
Vehicle running expenses	8.97	4.40
Miscellaneous expenses	13.89	10.30
	2,051.87	1,480.30

For Swarnkar & Co.
Chartered Accountant
Firm Reg. No.:- 025928C


Deepak Kumar Swarnkar
(Proprietor)
M. No:-424940
Place: Jaipur
Date: 27-04-2023



For and on behalf of the Board Of Directors
Gravita Tanzania Ltd.


Naresh Gohel
(Director)