

LAVLESH & ASSOCIATES

Chartered Accountants

C-14, 2nd Floor, South Extn.-II, New Delhi-110049

Tel. : +91-11-46049310, 26255836

Email : lavlesh@lavleshassociates.com

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ALCOBREW DISTILLERIES INDIA LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying Standalone Financial Statements of ALCOBREW DISTILLERIES INDIA LIMITED ("**the Company**") which comprises the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "standalone financial statements").

Opinion

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 ("**the Act**") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and profit, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements 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 on the standalone financial statements.

Key Audit Matters

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

Key Audit Matters as per SA 701 are not applicable to the Company as it is an unlisted company.



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Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the 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 during the course of our audit or otherwise appears to be materially misstated.

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

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity)' 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 implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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



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Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



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Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - 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, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g. Remuneration paid by the company to its directors is in accordance with the provisions of section 197 of the "Act".
 - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. There is no litigation pending which has the impact on its financial position in its financial statements.
 - ii. The Company did not have any long-term contracts including derivative contract for which there were any material foreseeable losses.
 - iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The management has represented that to the best of its knowledge and belief, other than those disclosed in the notes to the accounts:
 - a. no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other source



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or kind of funds) by the company to or 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;

- b. no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries and;
- c. Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) above contain any material mis-statement.
- v. The Company has not declared or paid dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

New Delhi
26th June, 2023

For Lavlesh & Associates

Chartered Accountants

(FRN: 021978N)

(Lavlesh Bhat)

Proprietor

M. No. 089961

UDIN: 23089961BGXNQH2616



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Annexure "A" referred to in paragraph 1 of Our Report of even date to the members of ALCOBREW DISTILLERIES INDIA LIMITED on the accounts of the company for the year ended 31st March, 2023.

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31st March 2023, On the basis of the information and explanation given to us during the course of our audit, we report that:

1) With respect to its fixed assets:

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and Intangible Assets.
- b) The Company has a regular program of physical verification of its Property, Plant and Equipment by which Property, Plant and Equipment are verified in a phased manner over a period of three years. In accordance with this program certain, Property, Plant and Equipment were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all the immovable properties (other than properties where Company is the lessee and lease agreements are duly executed in favor of the lessee) disclosed in the financial statements and mortgaged with the banks are held in the name of the Company.
- d) The Company has not revalued its Property, Plant and Equipment and Intangible Assets during the year.
- e) In our opinion and according to the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

2) With respect to its inventory:

- a) As explained to us, the inventories of finished goods, semi-finished goods, stores, spare parts and raw materials were physically verified at regular intervals by the Management. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company. Further, discrepancies of 10% or more in the aggregate for each class of inventory were not noticed during the physical verification.



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- b) The Company has been sanctioned working capital limits in excess of Rs.5 crores, in aggregate, from banks and financial institutions on the basis of security of current assets at any time during the year. The quarterly statements of current assets, in respect of the working capital limits, have been filed by the Company with the concerned banks. The differences, which were not material, were noticed in inventory value of finished goods due to inclusion of excise duty paid on the stocks in the statement while stocks are maintained at cost in the books of accounts. Other variations in the receivables were not material vis-à-vis value of book debts in the books.
- 3) During the year the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.
- 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 Act, with respect to the loans and investments made.
- 5) The Company has not accepted any deposits from the public.
- 6) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in respect of activities carried out by the Company.
- 7) With respect to statutory dues:
- a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, 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 have generally been regularly deposited by the company with the appropriate authorities.
- b) According to the information and explanations given to us, there were disputed statutory dues referred to in sub-clause above were outstanding as at 31st March 2023 which have not been deposited as per details given below.



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c)

Name of Statute	Nature of Dues	Amount (Rs/Lacs)	Period to which it relates	Forum where dispute pending	Remarks (if any)
GST	GST on Cross Charge	Not yet quantified	July 2017 to till date	DGGI, Gurugram	The matter is still under review and Show Cause Notice has not been issued till date. However, Rs.100 lakhs has been deposited, under protest on an adhoc basis.
VAT Punjab	Against C & F Forms	10.88	FY 14-15	Assessing Officer	Case remanded back to the Assessing Officer
Income Tax	Assessment Demand	12.38	FY 2020-21	Dy. Commissioner, Income Tax	Rectification u/s 154 filed

- 8) In our opinion and as per the information and explanations given to us, there are no transactions which have not been recorded in the books of accounts and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).



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9) With respect to loans and other borrowings:

- a) In our opinion and as per the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings or in payment of interest thereon to any lender during the year.
- b) According to the information and explanations given to us and on the basis of the audit procedures, we report that Company has not been declared willful defaulter by any bank or financial institution or other lender.
- c) In our opinion and according to the information and explanations given to us, Company has utilized the money obtained by way of term loans during the year for the purpose for which loans were obtained.
- d) According to the information and explanations given to us and on the basis of the audit procedures, we report that the funds raised by the Company for short term basis have not been applied for long term purposes.
- e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, associates or joint ventures.

10) With respect to utilization of IPO and fund raising

- a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year.
- b) The Company has not made any preferential allotment or private placement of shares or convertible debentures during the year.

11) Reporting of Frauds:

- a) According to the information and explanations given to us and based on our examination of records of the company, no material fraud by the Company or on the Company been noticed or reported during the course of our audit.
- b) The auditors have not filed any report under sub-section 12 of section 143 of Companies Act, 2013 in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

12) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

- 13) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.



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14) With respect to Internal Audit:

- a) In our opinion and based on examination of records, the Company appointed a firm of Chartered Accountants as internal auditor of the company as required under section 138 of the Companies Act, 2013 read with rule 13 of the Companies (Accounts) Rule, 2014. However, internal audit was carried out for specific areas of Human resources, Order to Cash, Information Technology and Inventory only, as desired by the management.
- b) We have considered the internal audit reports that were made available to us.

15) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

16) With respect to RBI regulations:

- a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi)(a) of the Order is not applicable.
- b) The Company has not conducted any Non-Banking or Housing Finance activity during the year. Accordingly, paragraph 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 Reserve Bank of India. Accordingly, paragraph 3(xvi)(c) of the Order is not applicable.
- d) According to the information and explanations provided to us, the group does not have any CIC. Accordingly, paragraph 3(xvi)(d) of the order is not applicable.

17) The Company has not incurred cash losses in the financial year and immediately preceding financial year.

18) There has been no resignation of the statutory auditors during the year. The statutory auditor vacated the office as per the rotational method under section 139(2).

19) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due;



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20) With respect to Corporate Social Responsibility:

- a) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has spent the entire amount to be spent under section 135 (5) of the Companies Act, 2013 and does not have unspent amount under Corporate Social Responsibility (CSR) to be transferred to Fund specified in Schedule VII of the Companies Act, 2013.
- b) There is no on-going project which is being executed by the company. Accordingly, reporting under paragraph 3 (xx) (b) of the order is not applicable.

21) This is the standalone statement. Accordingly, paragraph 3 (xxi) of the Order is not applicable.

New Delhi
26th June, 2023

For **Lavlesh & Associates**
Chartered Accountants
(FRN: 021978N)



(Signature)
(Lavlesh Bhat)
Proprietor
M. No. 089961
UDIN: 23089961BGXNQH2616

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Annexure "B" referred to in paragraph 2 of Our Report of even date to the members of ALCOBREW DISTILLERIES INDIA LIMITED on the accounts of the company for the year ended 31st March, 2023.

We have audited the internal financial controls over financial reporting of ALCOBREW DISTILLERIES INDIA LIMITED ("the Company") as of 31st March 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls 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. 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.



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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 31st March 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.

New Delhi

Dated: 26th June 2023

For **Lavlesh & Associates**

Chartered Accountants

(FRN:021978N)

(Lavlesh Bhat)

Proprietor

M. No. 089961

UDIN: 23089961BGXNQH2616



ALCOBREW DISTILLERIES INDIA LIMITED**Balance Sheet as at March 31, 2023**

CIN NO U15520DL2002PLC117974

(Amount in Rs Lakhs)

	Notes	As at 31 March 2023	As at 31 March 2022
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	7,700.00	7,700.00
Reserves and Surplus	3	11,074.98	5,992.11
Non-Current Liabilities			
Long Term Borrowings	4	1,969.45	1,025.45
Other Long Term Liabilities	6	4.13	798.48
Long Term Provisions	7	146.76	134.55
Current Liabilities			
Short Term Borrowings	8	11,376.64	6,526.64
Trade Payables	9	6,599.28	5,929.80
Other Current Liabilities	10	2,863.23	878.47
Short Term Provisions	11	3,238.90	3,114.15
TOTAL		44,973.37	32,099.66
ASSETS			
Non-Current Assets			
Property, Plant & Equipment	19	6,586.16	5,765.15
Intangible Assets	19	33.45	28.55
Capital Work in Progress	19	-	880.64
Deferred Tax Asset (Net)	5	23.32	24.73
Non Current Investments	12	143.81	114.25
Other Non Current Assets	13	175.78	182.64
Current Assets			
Inventories	14	6,322.78	3,056.77
Trade Receivables	15	24,200.47	16,717.64
Cash & Cash Equivalents	16	757.33	626.42
Short Term Loans and Advances	17	3,777.02	3,935.21
Other Current Assets	18	2,953.24	767.66
TOTAL		44,973.37	32,099.66

Significant Accounting Policies

1

The accompanying notes from an integral part of the financial statements

2 to 44

This is the Balance Sheet referred to in our report of even date attached

For Lavlesh & Associates

Chartered Accountants

(FRN No.021978N)

**Lavlesh Bhat**

Proprietor

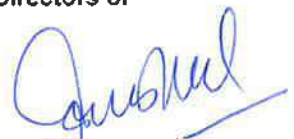
M. No.89961



Place : New Delhi

Date: June 26, 2023

UDIN : 23089961BGXNQH2616

**For and on behalf of The Board of Directors of
Alcobrew Distilleries India Limited****Romesh Pandita**
Managing Director
DIN: 00046488**Arvind Kaul**
Whole Time Director
DIN: 03374780**Mani Ahuja**
Company Secretary
M.No : A 30544

Place : Gurugram

Date: June 26, 2023



ALCOBREW DISTILLERIES INDIA LIMITED**Statement of Profit & Loss for the Year Ended March 31, 2023**

CIN NO U15520DL2002PLC117974

(Amount in Rs Lakhs)

	Notes	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
INCOME :			
Revenue from Operations			
Sale of Products & Services	20	1,30,254.73	1,03,100.43
Profit / (Loss) from Tie-up Operations	21	146.74	(185.31)
Total Revenue from Operations		1,30,401.47	1,02,915.12
Less: Excise Duty	20	58,259.42	45,557.69
Net Revenue from Operations		72,142.05	57,357.43
Other Income	22	78.32	106.78
Total Income		72,220.37	57,464.20
EXPENDITURE:			
Cost of Materials Consumed	23	37,805.14	24,670.17
Changes in Inventories of Finished Goods	24	(737.75)	1,139.56
Employee Benefit Expenses	25	2,222.12	1,815.53
Government Fees (Refer Note - 31)		4,518.99	3,920.65
Financial Costs	26	1,336.35	1,307.13
Other Expenses	27	19,826.53	20,263.08
Depreciation and Amortization Expenses	19	520.12	307.81
Total Expenses		65,491.50	53,423.94
Profit / (Loss) before Extraordinary Items		6,728.87	4,040.26
Extraordinary Items / Prior Period Items		-	-
Profit before Tax		6,728.87	4,040.26
Tax Expense			
Current tax		1,711.73	1,425.73
Previous Years Tax Provisions Written Back (Net of Taxes Paid)		(67.13)	
Deferred tax		1.40	(10.33)
Profit for the Year after Tax		5,082.87	2,624.86
Earning per Equity Share: (Basic and Diluted) (Rs)	28	6.60	5.49
Significant Accounting Policies	1		
The accompanying notes from an integral part of the financial statements	2 to 44		

This is the Statement of Profit & Loss referred to in our report of even date attached

For Lavlesh & Associates

Chartered Accountants

(FRN No.021978N)


Lavlesh Bhat

Proprietor

M. No.89961



Place : New Delhi

Date: June 26, 2023

UDIN : 23089961BGXNQH2616

For and on behalf of The Board of Directors of Alcobrew Distilleries India Limited

Romesh Pandita

Managing Director

DIN: 00046488


Arvind Kaul

Whole Time Director

DIN: 03374780


Mani Ahuja

Company Secretary

M.No : A 30544



Place : Gurugram

Date: June 26, 2023

ALCOBREW DISTILLERIES INDIA LIMITED**Cash Flow Statement as at March 31, 2023**

(Amount in Rs Lakhs)

CIN NO. U15520DL2002PLC117974

	As at 31 March 2023	As at 31 March 2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Tax and Extra Ordinary Items	6,728.87	4,040.26
Add : Expenses not Requiring Cash		
Depreciation and amortization expense	520.12	307.81
Interest income	(30.75)	(38.64)
Finance Cost	1,336.35	1,307.12
Operating Profit before Working Capital Changes	8,554.59	5,616.55
Adjustments for changes in working capital		
(Increase) / Decrease in Inventories	(3,266.01)	482.30
(Increase) / Decrease in trade receivables	(7,482.83)	2,011.15
(Increase) / Decrease in loans and advances and other assets	(2,020.53)	342.62
(Decrease) / Increase in trade payables	669.47	(58.91)
(Decrease) / Increase in other payables	1,190.41	(643.69)
(Decrease) / Increase in Long Term / Short Term Provisions	136.95	438.15
Cash (used) / generated from operations	(2,217.94)	8,188.16
Less : Income Tax paid	1,644.60	1,425.73
Operating Profit before charging Extra Ordinary Items	(3,862.54)	6,762.43
Net cash provided by operating activities (A)	(3,862.54)	6,762.43
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(465.40)	(2,804.47)
Interest received	30.75	38.64
Investment in Mutual Funds	(29.56)	(26.35)
Net cash used in investing activities (B)	(464.21)	(2,792.18)
CASH FLOW FROM FINANCING ACTIVITIES		
(Repayment) / Receipt of long-term borrowings	944.00	(485.19)
(Repayment) / Receipt of short-term borrowings	4,850.00	(3,421.78)
Interest Paid	(1,336.35)	(1,307.12)
Net cash available from financing activities (C)	4,457.65	(5,214.09)
EXTRA ORDINARY ITEMS		
Net increase in cash and cash equivalents (A+B+C)	130.90	(1,243.84)
Cash and cash equivalents at the beginning of the period	626.42	1,870.25
Cash and cash equivalents at the end of the period	757.33	626.42

Significant Accounting Policies & Notes on Financial Statement (1 to 44)

This is the Cash Flow Statement referred to in our report of even date attached

For Lavlesh & Associates

Chartered Accountants

(FRN No.021978N)



Lavlesh Bhat

Proprietor

M. No.89961



Place : New Delhi

Date: June 26, 2023

UDIN : 23089961BGXNQH2616

For and on behalf of The Board of Directors of
Alcobrew Distilleries India Ltd

Romesh Pandita
 Managing Director
 DIN : 00046488


Arvind Kaul
 Whole Time Director
 DIN: 03374780


Mani Ahuja
 Company Secretary
 M.No : A 30544
Place : Gurugram
Date: June 26, 2023

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2023**

CIN NO.U15520DL2002PLC117974

1. SIGNIFICANT ACCOUNTING POLICIES

A. CORPORATE INFORMATION

Alcobrew Distilleries India Limited (hereinafter referred to as 'the Company') is a limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is primarily engaged in manufacturing, marketing, selling & distribution of Alcoholic Beverages. The company has also set up a malt spirit distillation plant in the state of Himachal Pradesh.

B. Basis of Preparation

The financial statements of the Company have been prepared and presented in accordance with the generally accepted accounting principles in India (Indian GAAP). GAAP comprises mandatory Accounting Standards as prescribed under section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Accounting Standards) Rules 2021 and guidelines issued by the Securities and Exchange Board of India (SEBI). The financial statements have been prepared under the historical cost convention on an accrual basis. Accounting policies have been consistently applied except where a newly-issued Accounting Standard is initially adopted or a revision to an existing Accounting Standard requires a change in the accounting policy hitherto in use.

C. Use of Estimates

The preparation of the financial statements in conformity with Generally Accepted Accounting Principals (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from those estimates and revisions, if any, are recognized in current and future periods.

D. Fixed Assets

Tangible Assets

Tangible assets are stated at cost net of recoverable taxes, trade discounts and rebates, less accumulated depreciation, and impairment loss, if any. The cost of tangible assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2023**

CIN NO.U15520DL2002PLC117974

Subsequent expenditures related to an item tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Intangible Assets

The Intangible Assets represents the Cost of the Brands developed/purchased and ERP Software. Intangible Assets are recorded at the consideration paid for acquisition of such assets and are carried at cost towards its purchase & other direct related costs therein.

E. Depreciation on Assets

Tangible Assets

Depreciation on tangible assets is provided on the written-down value method over the useful lives of assets prescribed under Schedule II of the Companies Act, 2013. Depreciation for assets purchased/sold during a period is proportionately charged. Useful Life of different assets taken by the company as prescribed under Schedule II of the Companies Act, 2013 are given below:

Particulars	Useful Lives
Plant & Machinery	15 Years
Computers	3 Years
Office equipment	5 Years
Furniture and Fixtures	10 Years
Motor Vehicles	8 Years
Building	30 Years

Intangible Assets

No depreciation has been claimed on Intangible Assets except on Software for which the useful life has been taken as 6 years.

F. Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost and is accordingly reversed in the profit & loss account.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2023**

CIN NO.U15520DL2002PLC117974

G. Foreign Currency Transaction

Transactions in foreign currency are accounted for at the exchange rate prevailing on the date of transaction. All monetary items denominated in foreign currency are converted into Indian Rupees at the year-end exchange rate. The exchange differences arising on such conversion and on settlement of transactions are recognized in the statement of profit & loss account.

H. Investments

Investment is classified as non-current or current, based on management intention at the time of purchase. Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are Non-Current investments. Trade investments are investments made for or to enhance companies business interests. All investments are stated at cost.

I. Inventories

Raw Material, Packing Material and Finished Goods Inventories are valued at cost or net realizable value whichever is lower.

Work in Progress Inventories comprises all cost of purchase, cost of conversion, other costs including depreciation incurred in bringing the inventories to their present location and condition and reduced by sale proceeds of scrap generated during the manufacturing process of the related work in progress inventory with respect to Malt spirits production.

J. Revenue Recognition

Revenue is recognized only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured, and it is reasonable to expect ultimate collection.

Revenue from operations represents invoice value of goods sold inclusive of excise duty paid.

It also includes revenue generated out of bottling.

Revenue also includes Gross Tie up Income generated out of Tie-up operations executed on behalf of the company with respect to own brands.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2023**

CIN NO.U15520DL2002PLC117974

K. Employee Benefits

Provident Fund & Employees' State Insurance (ESI)

The Company's contributions towards Provident Fund and ESI are expensed in the statement of profit and loss in accordance with the respective statutes. The Company has no further obligation under these plans beyond its monthly contributions.

Gratuity

Gratuity liability under the Payment of Gratuity Act is a defined benefit obligation and is provided for based on an actuarial valuation on projected unit credit method made at the end of each financial year.

Leave Encashment

Leave Encashment liability is a defined benefit obligation and is provided for based on an actuarial valuation.

L. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition/ construction of the qualifying assets are capitalized as part of the cost of such assets in accordance with Accounting Standard 16. All other borrowing costs are charged to the statement of profit & loss account.

M. Provision for Doubtful Debts/Advances

Provision for doubtful debts/advances is made in specific cases where the management is of the view that the amounts from certain parties are not recoverable in the ordinary course of business.

N. Taxes

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

Deferred Tax

Deferred Income Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and tax laws enacted or substantively enacted at the balance sheet date as per Accounting Standard-22 for Taxes on Income issued by the Institute of Chartered Accountants of India.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

CIN NO.U15520DL2002PLC117974

O. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by number of equity shares outstanding during the period. For calculating diluted earnings per share, the same method is applied.

P. Provisions and Contingent Liabilities

Provisions involving substantial degree of estimation in measurement are recognized when there is an obligation as a result of past events, and it is probable that there will be an outflow of resources. Possible future or present obligations that may but will probably not require outflow of resources or where the same cannot be reliably estimated, are disclosed as Contingent liability in the financial statements.

Q. Cash & Cash Equivalents

Cash and cash equivalents comprise cash and cash deposit with banks. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

R. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing, and financing activities of the company are segregated.

S. Tie Up Disclosures

Inventory, Receivables and Trade Payables with respect to Tie up operations have been taken as part of the Balance Sheet.



(Amount in Rs Lakhs)

2 SHARE CAPITAL

	As at 31 March 2023	As at 31 March 2022
Authorised Share Capital :		
10,00,00,000 (Previous Year 4,00,00,000) Equity shares of Rs 10 each	10,000.00	10,000.00
	10,000.00	10,000.00
Issued, Subscribed & Paid up:		
7,70,00,000 (Previous Year 7,70,00,000) Equity Shares of Rs 10 each	7,700.00	7,700.00
TOTAL	7,700.00	7,700.00

A Rights and Restrictions attached to Shares

The company has only one class of shares with par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. Dividend, if proposed by Directors, is subject to approval of shareholders in the ensuing Annual General Meeting.

B Reconciliation of Share Capital As on 31.03.2023**Reconciliation of No. of Shares outstanding at the beginning & at the end of the year**

Equity Shares	As at 31 March 2023		As at 31 March 2022	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	7,70,00,000	7,700	3,85,00,000	3,850
Add : *Bonus Shares issued	-	-	3,85,00,000	3,850
Outstanding at the end of the year	7,70,00,000	7,700	7,70,00,000	7,700

C Equity shares issued as fully paid up Bonus Shares during the preceeding 5 years by capitalisation of free reserves and share premium account

Details	As at 31 March 2023		As at 31 March 2022	
	No. of shares	Amount	No. of shares	Amount
During the year 2021-22	3,85,00,000	3,850	3,85,00,000	3,850
Outstanding at the end of the year	3,85,00,000	3,850	3,85,00,000	3,850

D Details of Shareholders holding more than 5% Shares in the Company

Equity shares of Rs 10 each fully paid	As at 31 March 2023		As at 31 March 2022	
	No. of shares	% Holding	No. of shares	% Holding
1 Mr. Romesh Pandita	6,99,98,000	90.90	6,99,98,000	90.90
2 Mrs. Veena Pandita	70,00,000	9.09	70,00,000	9.09
TOTAL	7,69,98,000	99.99	3,85,00,000	99.99

E Shareholding of Promoters and %age change during the year

Equity shares of Rs 10 each fully paid	As at 31 March 2023		As at 31 March 2022	
	No. of shares	% Change	No. of shares	% Change
1 Mr. Romesh Pandita	6,99,98,000		6,99,98,000	
% of total shares issued	90.90	Nil	90.90	0.01
1 Mrs. Veena Pandita	70,00,000		70,00,000	
% of total shares issued	9.09	Nil	9.09	Nil
TOTAL	7,69,98,000		7,69,98,000	



3 RESERVES AND SURPLUS

	As at 31 March 2023	As at 31 March 2022
As per last financial statements	5,992.11	7,217.24
Less : Capitalisation of Reserves for issue of bonus shares	-	3,850.00
Add : Transferred from Profit & Loss Account	5,082.87	2,624.86
TOTAL	11,074.98	5,992.11

4 LONG TERM BORROWINGS

	As at 31 March 2023	As at 31 March 2022
Secured Loans		
Term Loan from Banks	1,840.00	890.14
Vehicle Loan	10.45	16.31
Unsecured Loans		
From Directors	119.00	119.00
TOTAL	1,969.45	1,025.45

A Term Loans

Bank wise break up of Term Loans along with brief details of security given is given below:

	Name of Bank	Amount as at 31.03.2023	Amount as at 31.03.2022	Security Given
1	ICICI Bank	Nil	40.22	Exclusive charge on assets created out of the Term Loan. First pari passu charge on entire current assets of the company. First pari passu charge on all movable fixed assets of the company. First pari passu charge on Factory Land and Building at Derabassi First pari passu charge on pledge of 3 lakh equity shares of the company held by Mr Romesh Pandita. First pari passu charge on assignment and pledge over trademarks "White & Blue" and "Golfers Shot". Charge on specific assets (details as per Sanction Letter) of the Directors. Personal Guarantees of Mr Romesh Pandita and Mrs Veena Pandita.
2	HDFC Bank	2,050.00	890.14	Exclusive charge on assets created out of the Term Loan. First pari passu charge on entire current assets of the company both present and future. First pari passu charge on all movable fixed assets of the company both present and future. First pari passu charge on assignment and pledge over trademarks "White & Blue" and "Golfers Shot". First pari passu charge on Factory Land and Building at Derabassi and Solan. Charge on specific assets (details as per Sanction Letter) of the Directors. Personal Guarantees of Mr Romesh Pandita and Mrs Veena Pandita.

* The repayment of HDFC Bank Term Loan will start w.e.f June 2023

B Vehicle Loans

Break up of Vehicle Loans is as follows:

	Type of Lender	Amount as at 31.03.2023	Amount as at 31.03.2022	Security Given
1	From Banks	16.30	35.09	Hypothecation of vehicles

Out of the above vehicle loan, an amount of Rs 5.85 lakhs (Previous Year Rs 18.78 lakhs) is shown under "Current Maturities of Long-Term Debts", being the amount repayable in the next 12 months.



5 DEFERRED TAX LIABILITY / (ASSET)

	As at 31 March 2023	As at 31 March 2022
Deferred Tax Liability		
Opening Balance	(24.72)	(14.39)
Add : During the year	1.40	(10.33)
TOTAL	(23.32)	(24.73)

6 OTHER LONG TERM LIABILITIES

	As at 31 March 2023	As at 31 March 2022
Security Deposits	4.13	798.48
TOTAL	4.13	798.48

7 LONG TERM PROVISIONS

	As at 31 March 2023	As at 31 March 2022
Provision for Employees Benefits		
- Gratuity	110.58	100.44
- Leave Encashment	36.17	34.12
TOTAL	146.76	134.55

A Disclosures as required by Accounting Standard 15 on Employees Benefits:

- 1 Gratuity is computed as 15 day's salary for every completed year of service or part thereof and is payable on retirement / resignation / termination of service. The Gratuity Plan for the company is a defined benefit scheme where annual contributions as per actuarial valuation are charged to the Statement of Profit & Loss. No fund has been created for this scheme.
- 2 The Provident Fund is a defined contribution scheme whereby the company deposits an amount as determined as fixed percentage of basic pay with the Regional Provident Fund Commissioner.
- 3 The Company has a leave encashment scheme with defined benefits for its employees. The company makes provision for such liability in the books of accounts on the basis of the actuarial valuation. No fund has been created for the scheme.
- 4 For summarizing components of net benefit expense recognized in the Statement of Profit & Loss, the funded status and amounts recognized in the Balance Sheet for the respective plan:

B Changes in the present value of defined benefit obligation:

Particulars	Leave Encashment		Gratuity	
	2022-23	2021-22	2022-23	2021-22
Opening defined benefit obligation	49.40	47.48	131.76	114.1
Interest Cost	3.60	N.A	9.61	7.69
Current Service Cost	16.99	9.78	29.63	25.51
Benefits Paid	7.02	7.87	5.95	6.89
Actuarial (Gain)/Losses on obligation	7.55	N.A	12.58	-8.65
Closing defined benefit obligation	70.53	49.40	177.64	131.76

C Net employee benefit recognized in the Statement of Profit & Loss:

Particulars	Leave Encashment		Gratuity	
	2022-23	2021-22	2022-23	2021-22
Current service cost	16.99	9.78	29.63	25.51
Interest Cost	3.60	-	9.61	7.69
Expected return on plan asset	-	-	-	-
Net Actuarial (Gain)/Losses recognised during the period	7.55	-	12.58	-8.65
Expenses recognised in the Statement of Profit & Loss	28.15	9.78	51.83	24.55



D Amounts recognized in the Balance Sheet

Particulars	Leave Encashment		Gratuity	
	2022-23	2021-22	2022-23	2021-22
Present value of obligation as at the end of the period	70.53	49.4	177.64	131.76
Fair value of plan assets as at the end of the period				
Funded status / Difference	-70.53	-49.4	-177.64	-131.76
Unrecognized Actuarial (gains)/ Losses				
Net Asset/ (liability) recognized in Balance sheet	-70.53	-49.4	-177.64	-131.76

E Principle assumptions used in determining liabilities:

Particulars	Leave Encashment		Gratuity	
	2022-23	2021-22	2022-23	2021-22
Discount Rate	7.30%	7.20% p.a.	7.30%	7.20% p.a.
Salary Growth Rate	10% p.a	10% p.a. for 1 st 3 yrs and 7% thereafter	10% p.a	10% p.a. for 1 st 3 yrs and 7% thereafter
Mortality	100 % of IALM 2012-14	100 % of IALM 2012-14	100 % of IALM 2012-14	100 % of IALM 2012-14
Expected rate of return	-	-	-	-
Withdrawal rate per annum				
Up to 30 years	18%	10% p.a.	18%	10% p.a.
30 years-44 years	18%	5% p.a.	18%	5% p.a.
Above 44 years	18%	1% p.a.	18%	1% p.a.

8 SHORT TERM BORROWINGS

	As at 31 March 2023	As at 31 March 2022
Secured		
Working Capital Loans From Banks	11,160.78	6,467.63
Current Maturities of Long Term Borrowings (Refer Note 4 A & B)	215.86	59.01
TOTAL	11,376.64	6,526.64

A Working Capital Loans

Bank wise break up of working capital loans along with nature of facility and brief details of security given is given below:

Name of Bank / Type of Limit	Amount as at 31.03.2023	Amount as at 31.03.2022	Security Given
1 ICICI Bank			First pari passu charge on entire current assets of the company.
a Cash Credit Limit	3,062.29	117.82	First pari passu charge on all movable fixed assets of the company.
b Working Capital Demand Loan	-	2,820.00	First pari passu charge on Factory Land and Building
			First pari passu charge on pledge of 3 lakh equity shares of the company held by Mr Romesh Pandita.
			First pari passu charge on assignment and pledge over trademarks "White & Blue" and "Golfers Shot".
			Charge on specific assets (details as per Sanction Letter) of the Directors.
			Personal Guarantees of Mr Romesh Pandita and Mrs Veena Pandita.
2 HDFC Bank			
a Cash Credit Limit	4,233.55	2365.75	First pari passu charge on entire current assets of the company both present and future.
			First pari passu charge on all movable fixed assets of the company both present and future.
			First pari passu charge on Factory Land and Building at Derabassi and Solan.
			First pari passu charge on assignment and pledge over trademarks "White & Blue" and "Golfers Shot".
			Charge on specific assets (details as per Sanction Letter) of the Directors.
			Personal Guarantees of Mr Romesh Pandita and Mrs Veena Pandita.



3	South Indian Bank				
a	Cash Credit Limit	1,575.02	1131.82	First pari passu charge on entire current assets of the company both present and future. First pari passu charge on all movable fixed assets of the company both present and future. First pari passu charge on Factory Land and Building at Derabassi and Solan. First pari passu charge on assignment and pledge over trademarks "White & Blue" and "Golfers Shot". Charge on specific assets (details as per Sanction Letter) of the Directors. Personal Guarantees of Mr Romesh Pandita and Mrs Veena Pandita.	
4	State Bank of India				
a	Cash Credit Limit	2,289.92	32.23	Hypothecation of entire current assets of the company both present and future. First pari passu charge on all movable fixed assets of the company both present and future except assets acquired out of the proceeds of ICICI Bank Term Loan. First pari passu charge on assignment and pledge over trademarks "White & Blue" and "Golfers Shot". Charge on specific assets (details as per Sanction Letter) of the Directors. Personal Guarantees of Mr Romesh Pandita and Mrs Veena Pandita.	

9 TRADE PAYABLES

	As at 31 March 2023	As at 31 March 2022
Sundry Creditors		
- MSME	148.84	74.72
- Others	6,450.44	5,855.08
TOTAL	6,599.28	5,929.80

A Trade Payables Aging Schedule

	Aging	Undisputed		Disputed	
		MSME	Others	MSME	Others
1	Less than 1 Year				
	As At March 31, 2023	148.84	6,434.61	-	-
	As At March 31, 2022	74.72	5,720.96	-	-
2	1 to 2 Years				
	As At March 31, 2023	-	15.83	-	-
	As At March 31, 2022	-	31.41	-	-
3	2 to 3 Years				
	As At March 31, 2023	-	-	-	-
	As At March 31, 2022	-	39.48	-	-
4	More than 3 Years				
	As At March 31, 2023	-	-	-	-
	As At March 31, 2022	-	63.23	-	-
5	Total				
	As At March 31, 2023	148.84	6,450.44	-	-
	As At March 31, 2022	74.72	5,855.08	-	-

Note

The company has made efforts but could not receive information from all the suppliers regarding their status under Micro Small Medium Enterprises Development Act, 2006 and hence disclosures with respect to outstanding amounts of MSME and Others have been made on the basis and to the extent information was available.



B Details of dues to Micro and Small Enterprises as per MSMED Act, 2006.

	Particulars	As at 31 March 2023	As at 31 March 2022
1	The amounts remaining unpaid to micro and small suppliers as at the end of the year		
a	- Principal	148.84	74.72
b	- Interest	-	-
2	The amount of interest paid by the buyer as per the Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)	-	-
3	The amounts of the payments made to micro and small suppliers beyond the appointed day during each accounting year	-	716.97
4	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006.	-	-
5	The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
6	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under the MSMED Act, 2006.	-	-

The above information is given in respect of such vendors to the extent they could be identified as micro and small enterprises as per Micro, Small and Medium Enterprises (Development) Act 2006 on the basis of information available with the company.

10 OTHER CURRENT LIABILITIES

	As at 31 March 2023	As at 31 March 2022
Expenses Payable	278.11	239.09
Statutory Dues Payable	2,582.97	621.96
Other Liabilities	2.16	17.40
TOTAL	2,863.23	878.47

11 SHORT TERM PROVISIONS

	As at 31 March 2023	As at 31 March 2022
- Income Tax	3,137.46	3,067.54
- Gratuity (Refer Note - 7)	67.07	31.32
- Leave Encashment (Refer Note - 7)	34.37	15.28
TOTAL	3,238.90	3,114.14

12 NON-CURRENT INVESTMENTS

	As at 31 March 2023	As at 31 March 2022
Investments in Mutual Funds (At Cost)	143.81	114.25
TOTAL	143.81	114.25

A The market value of the Investment (Mutual Funds) as per details given below as on March 31, 2023 was Rs. 226.15 lacs (Previous Year Rs. 194.35 lacs).

Fund Name	Market Value (Based on NAV)	
	As at 31 March 2023	As at 31 March 2022
Aditya Birla Mutual Funds	58.22	54.11
DSP BR Mutual Funds	38.54	35.43
HDFC Mutual Funds	11.06	9.98
ICICI Mutual Funds	60.63	53.56
Mirae Mutual Fund	12.56	10.48
Edelweiss Mutual Funds	24.91	21.87
Canara Robeco Mutual Funds	4.34	2.03
Kotak Mutual Funds	8.97	4.41
Mahindra Manulife Funds	0.58	-
SBI Contra G Funds	0.59	-
PGIM India Mutual Funds	5.75	2.48
Total	226.15	194.35



13 OTHER NON CURRENT ASSETS**(Unsecured-Considered Good)**

	As at 31 March 2023	As at 31 March 2022
Security Deposits	175.78	182.64
TOTAL	175.78	182.64

14 INVENTORIES**(Value as taken, valued & certified by the Management)**

	As at 31 March 2023	As at 31 March 2022
OWN - At Cost or Net Realisable Value, whichever is lower		
Raw Materials	1,708.49	1,333.52
Work In Progress - at Cost (including direct overheads & Net of Spent Grain Sale)	1,446.51	2.63
Finished Goods	1,078.01	340.26
Packaging Material	1,794.65	1,227.81
Goods in Transit	164.51	-
SUB TOTAL - (A)	6,192.17	2,904.22
TIE-UP - At Cost or Net Realisable Value, whichever is lower		
Raw Materials	54.61	50.78
Finished Goods	13.52	40.32
Packaging Material	62.48	61.45
SUB TOTAL - (B)	130.61	152.55
TOTAL (A+B)	6,322.78	3,056.77

15 TRADE RECEIVABLES**(Unsecured-Considered Good unless otherwise stated)**

	As at 31 March 2023	As at 31 March 2022
Sundry Debtors		
- Undisputed	26,354.75	18,700.88
- Disputed	-	-
	26,354.75	18,700.88
Less: Provision for Doubtful Debts	2,154.28	1,983.24
TOTAL	24,200.47	16,717.64



A Trade Receivables Aging Schedule

Aging	Undisputed		Disputed	
	Considered Good	Considered Doubtful	Considered Good	Considered Doubtful
1 Less than 6 months				
As At March 31, 2023	23,163.47	-	-	-
As At March 31, 2022	15,381.53	-	-	-
2 6 months to 1 Year				
As At March 31, 2023	-	615.00		
As At March 31, 2022	-	1,763.98		
3 1 to 2 Years				
As At March 31, 2023	-	1,171.11	-	-
As At March 31, 2022	-	411.51	-	-
4 2 to 3 Years				
As At March 31, 2023	-	1,405.17	-	-
As At March 31, 2022	-	1,143.86	-	-
5 More than 3 Years				
As At March 31, 2023	-	-	-	-
As At March 31, 2022	-	-	-	-
6 Total				
As At March 31, 2023	23,163.47	3,191.28	-	-
As At March 31, 2022	15,381.53	3,319.35	-	-

16 CASH AND BANK BALANCES

	As at 31 March 2023	As at 31 March 2022
Cash and Cash equivalents:		
Cash in hand	1.96	1.80
Balances with scheduled banks:		
In current accounts	26.98	15.27
In Deposits (under lien with Banks & Govt Authorities)	728.40	609.35
TOTAL	757.33	626.42

17 SHORT TERM LOANS & ADVANCES

(Unsecured-Considered Good)

	As at 31 March 2023	As at 31 March 2022
Advance Income Tax	2,387.78	2,344.08
Input VAT Recoverable	973.15	1,129.00
Advance To Vendors	343.56	379.92
Loans and advances	130.00	82.21
	3,834.49	3,935.22
Less : Provision for Doubtful Advances	57.47	-
TOTAL	3,777.02	3,935.22

A Loans & Advances in the nature of loan to KMP/Director

Type of Borrower	Particulars	As at 31 March 2023	As at 31 March 2022
Director	Amount of Loan	18.66	25.00
	% of Total Loans	13.44	30.33

18 OTHER CURRENT ASSETS

	As at 31 March 2023	As at 31 March 2022
Prepaid Expenses	2,952.87	766.51
Export Incentives Receivable	0.16	0.21
Interest Accrued	0.21	0.94
TOTAL	2,953.24	767.66



19. Fixed Assets & Depreciation										(Rs in Lakhs)	
Particulars	Gross Block			Accumulated Depreciation			Net Carrying Amount				
	Opening Balance as on 01.04.2022	Additions	Disposals / Adjustments	Closing Balance as on 31.03.2023	Opening Balance as on 01.04.2022	During the year	Disposals / Adjustment	Total Dep as on 31.03.2023	As on 31.03.2023	As on 31.03.2022	
Property, Plant & Equipment											
Land	529.80	-	-	529.80	-	-	-	-	529.80	529.80	
Building	3,838.82	1,072.72	-5.22	4,906.31	868.57	323.46	-	1,192.03	3,714.26	2,970.25	
Computer	140.93	50.51	-34.85	156.59	105.80	29.15	-34.09	100.85	55.74	35.13	
Furniture & Fixture	179.32	4.34	-9.21	174.46	95.77	21.56	-7.09	110.24	64.21	83.55	
Office Equipment	101.50	14.92	-9.91	106.52	47.45	41.87	-8.59	80.73	25.79	54.05	
Plant & Machinery	2,730.08	547.20	-1.37	3,275.91	712.32	412.32	-5.86	1,118.78	2,157.12	2,017.76	
Vehicles	187.15	6.71	-7.38	186.48	112.56	33.43	-7.39	138.60	47.88	74.60	
Total	7,707.60	1,696.40	-67.94	9,336.07	1,942.46	861.79	-63.01	2,741.24	6,594.81	5,765.14	
Intangible Assets											
Goodwill : Brands Acquired	20.50	-	-	20.50	-	-	-	-	20.50	20.50	
Software	60.03	3.67	-	63.70	51.98	7.18	0.23	59.40	4.30	8.05	
	-	-	-	-	-	-	-	-	-	-	
Less: Loaded to Malt WIP											
	-	-	-	-	-	-348.85	-	-348.85	-	-	
Grand Total	7,788.13	1,700.07	-67.94	9,420.26	1,994.44	520.12	-62.78	2,451.78	6,619.61	5,793.69	
Previous Year	4,299.80	3,496.92	8.59	7,788.13	1,692.69	309.06	-	1,994.44	5,793.69	2,607.10	



20 REVENUE FROM OPERATIONS

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Sale of Products (IMFL)	1,29,911.52	1,02,753.96
Sale of Services (Bottling)	67.98	-
Other Operating Revenue (Scrap Sale)	359.53	346.46
	1,30,339.04	1,03,100.43
Less: Excise Duty	58,259.42	45,557.69
Less : Interunit Stock Transfers	84.31	-
TOTAL	71,995.31	57,542.74

21 PROFIT / (LOSS) FROM TIE UP OPERATIONS

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Turnover (Net of Excise Duty Paid)	823.64	113.51
Less :Cost of Goods Sold	375.25	251.68
Less :Expenses	301.66	47.14
NET PROFIT / (LOSS) FROM TIE UP OPERATIONS-OWN BRANDS	146.74	(185.31)

Income from Tie up Operations/Contracts - Own Brands :

The company earned a profit of Rs 146.74 lacs (Previous Year - Loss of Rs 185.31 lacs) from Tie-up Operations of its own brands as per the agreement.

Inventory, Trade Receivables and Trade Payables with respect to Tie-up Operations/contracts business form part of the Balance Sheet of the company and are included in the respective schedules.

22 OTHER INCOME

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Interest Income (Gross)	30.75	38.64
Export Incentives	9.06	38.06
Profit / (Loss) on sale of Assets / Mutual Funds	(5.92)	2.37
Foreign Exchange Fluctuation Gain	0.37	4.71
Unclaimed Balances Written Back	44.06	23.00
TOTAL	78.32	106.78

23 COST OF MATERIAL CONSUMED

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Raw Material		
Opening Stock	1,278.56	928.20
Add : Purchase	19,201.51	13,315.94
Less : Interunit Stock Transfers	84.31	-
Less : Closing Stock	3,155.00	1,278.56
Sub Total	17,240.76	12,965.58
Packing Material & Consumables Consumed		
Opening Stock	1,227.81	895.66
Add : Purchase	21,131.22	12,036.74
Less : Closing Stock	1,794.65	1,227.81
Sub Total	20,564.38	11,704.59
TOTAL	37,805.14	24,670.17



24 CHANGES IN INVENTORIES OF FINISHED GOODS

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Inventories (at Close)		
Finished Goods	1,078.01	340.26
Inventories (at commencement)		
Finished Goods	340.26	1,479.82
TOTAL	(737.75)	1,139.56

25 EMPLOYEE BENEFITS EXPENSE

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Salaries, wages & bonus	1,972.04	1,643.66
Contribution to provident and other funds	103.04	83.36
Gratuity Provision	51.84	24.55
Leave Encashment Provision	28.17	9.79
Staff welfare expenses	62.81	45.10
Recruitment and Training	4.23	9.09
TOTAL	2,222.12	1,815.53

26 FINANCE COSTS

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Interest expenses	1,278.79	1,267.81
Bank & Other Charges	15.31	8.56
Loan Processing Charges	42.26	30.75
TOTAL	1,336.35	1,307.13

Interest expenses includes interest of Rs 68.02 lakhs (previous year Rs 194.28 lakhs) on delayed payment of VAT of previous years paid / provided for as expense in the current financial year.



27 OTHER EXPENSES

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Manufacturing Expenses		
Power Fuel and Water	51.69	43.06
Bottling Charges	948.33	618.63
Repair & Maintenance	262.98	188.08
Other manufacturing Expenses	45.40	30.42
Sub-total	1,308.40	880.20
Marketing, Selling & Distribution		
Advertisement Expenses	556.10	240.49
Sales Promotion Expenses	2,786.26	4,308.20
Rebate/Discount	8,870.90	9,307.82
Commission Expenses	2,252.72	1,276.09
Freight Outward Expenses	2,143.54	1,589.55
Breakage Expenses	189.95	192.48
Royalty Paid	61.82	46.55
Sub-total	16,861.29	16,961.19
Establishment Expenses		
Office Expenses	253.84	190.82
Legal & Professional fees	379.04	310.62
Rates & Taxes	21.11	27.10
Rent	186.27	151.01
Insurance Expenses	50.32	73.96
Travel and conveyance	417.68	314.74
Corporate Social Responsibility (Refer Note No 35)	62.17	53.60
Corporate Environment Responsibility	0.92	-
Auditors' Remuneration (Refer Note 38)	14.93	2.00
Miscellaneous Expenses	19.76	64.79
Bad Debts Written Off	22.29	11.33
Provision for Doubtful Debts & Advances	228.51	1,221.71
Sub-total	1,656.84	2,421.70
TOTAL	19,826.53	20,263.08

28 EARNING PER SHARE (EPS)

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Net Profit as per the Statement of Profit and Loss	5,082.87	2,624.86
Number of equity shares of Rs.10 each at the beginning of the year	7,70,00,000	3,85,00,000
Number of equity shares of Rs.10 each at the end of the year	7,70,00,000	7,70,00,000
Weighted average number of equity shares of Rs.10 each at the end of the year for calculation of basic and diluted EPS	7,70,00,000	4,77,82,192
Basic and diluted earnings per share (in Rs.) (Per share of Rs 10 each)	6.60	5.49



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2023**

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29. Earning in Foreign Currency

Sale of Goods : Rs 631.87 lakhs (previous year : Rs 640.43 lakhs)

30. Expenditure in Foreign Currency

Royalty Paid : Rs 61.82 lakhs (previous year : Rs 46.55 lakhs)

Capital Expenditure : Nil (previous year : Rs 97.33 lakhs)

31. Government Fees

It represents the yearly Fees towards license renewal fees, label registrations, Bond registrations & other fee as per the excise policies of different States wherever the Company has business operations.

32. Creditors & Debtors balances are subject to confirmation and reconciliation, if any.

33. Contingent Liabilities not provided for

1. Claims against the company not acknowledged as debts – Rs 320.00 Lakhs (Previous Year – Rs 348.23 lakhs).
2. Contingent VAT Demand against Cases in Appeal – Rs 10.88 Lakhs (Previous Year – Rs 98.95 Lakhs)
3. Outstanding Bank Guarantees - Rs 184.82 Lakhs (Previous Year – Rs 94.10 lakhs)

34. Segment Reporting

In accordance with the guidelines laid down in AS 17 on Segment Reporting, the company has two primary business segments i.e

- a. Manufacture of liquor - This segment includes product group like Indian Made Foreign Liquor (IMFL) and sale through Bottling Contracts and Tie Up Agreements.
- b. Manufacture of Matured Malt Spirit (MMS).

The accounting policies adopted for Segment Reporting are in line with the accounting policies adopted by the Company.

The disclosures as per AS 17 are given below:

A. Primary Segments

S.No	Particulars	FY 2022-23			FY 2021-22		
		IMFL	MMS	Total	IMFL	MMS	Total
1	Segment Revenue						
A	External Turnover (Net of Excise Duty)	72,220.37	0.00	72,220.37	57,464.20	0.00	57,464.20
B	Inter Segment	0.00	0.00	0.00	0.00	0.00	0.00



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

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	Turnover						
C	Revenue from Operations	72,220.37	0.00	72,220.37	57,464.20	0.00	57,464.20
2	Segment Profit before Interest & Taxes	8,282.91	-217.69	8,065.22	5,347.38	0.00	5,347.38
3	Interest			1,336.35			1,307.13
4	Profit before Taxes			6,728.87			4,040.25
5	Taxes						
A	Current Year			1,711.73			1,425.73
B	Previous Years Tax Provision written back of net demands paid if any			-67.13			0.00
C	Deferred Taxes			1.40			(10.33)
6	Profit for the Year after Tax			5,082.87			2624.85
7	Other Information						
A	Segment Assets	37,228.59	5,189.88	42,418.47	25,078.45	3,657.50	28,735.96
B	Segment Liabilities	9,498.29	216.55	9,714.84	7,602.32	185.60	7,787.92
C	Capital Expenditure						
D	Depreciation	376.84	143.28	520.12	307.81	0.00	307.81

B. Secondary Segments

S.No	Particulars	FY 2022-23			FY 2021-22		
		Derabassi	Solan	Total	Derabassi	Solan	Total
A	Segment Assets	35,729.19	6,689.28	42,418.47	25,078.45	3,657.50	28,735.96



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
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35. Corporate Social Responsibility (CSR)

S.No	Particulars	Amount (Rs in Lakhs)
1	Amount required to be spent during the current financial year.	61.70
2	Amount of Expenditure incurred.	62.17
3	Shortfall at the end of the year.	Nil
4	Total of Previous years shortfall. (FY 21-22)	Nil
5	Reasons for Shortfall.	Not Applicable
6	Nature of CSR Activities.	Women empowerment, Education of underprivileged children, Environment Sustainability, Rural Development
7	Details of Related Party Transactions.	Nil
8	Details of Provisions made if any.	Nil
9	Excess spent during the year, carried forward to the next year.	Nil

36. Sale Tax Assessment under Punjab VAT Act 2005 has been completed till FY 2015-16. Liability, if any, for the remaining years will be accounted for on completion of assessments.

37. Liability for interest on delayed payment of VAT is provided for / paid in the books in the year of completion of the respective VAT assessment.

38. Payment to Auditors	This Year	Previous Year
Audit fee	2.00	2.00
Tax Audit	1.00	-
Income Tax & TDS Matters	8.25	-
Certification & Consultancy Fee	1.40	-
GST on above	2.28	-

39. Related Party Transactions in accordance with Accounting Standard AS-18

a) Related parties

i. Key Management Personnel (KMP)

Mr. Romesh Pandita (Managing Director)
Ms. Veena Pandita (Director)
Mr Arvind Kaul (Whole Time Director)
Mr Anant S Iyer (Chief Operating Officer)

ii. Relatives of KMP

Ms Vanessa Pandita
Mr Parth Pandita
Mr Ashutosh Kachroo



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
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b) Transactions With related parties for the year ended March 31, 2023

(Rupees in Lacs)

Particulars	Nature of Relationship	For the year ended March 31,2023	For the year ended March 31,2022
<u>Transactions during the year</u> (Under Ordinary Course of Business)			
1. Salary			
Mr Romesh Pandita	KMP	204.51	202.08
Ms Veena Pandita	KMP	26.49	20.59
Mr Arvind Kaul	KMP	70.22	49.08
Mr Anant S Iyer	KMP	110.73	99.95
Ms Vanessa Pandita	Relative of KMP	13.05	11.11
Mr Parth Pandita	Relative of KMP	10.27	8.61
2. Rent			
Mr Romesh Pandita	KMP	93.27	86.78
Ms Veena Pandita	KMP	10.20	11.00
Mr Parth Pandita	Relative of KMP	2.40	2.40
3. Loan (As on 31.03.2023)			
Mr Arvind Kaul	KMP	16.66	25.00
4. Security Deposit Rent (As on 31.03.2022)			
Mr Romesh Pandita	KMP	27.47	27.47
5. Pledge of Shares (As on 31.03.2023)			
Mr. Romesh Pandita 3.30 lacs Equity Shares of Rs. 10/- each	KMP	33.00	33.00
6. Professional Charges & Security Deposit			
Mr Ashutosh Kachroo	Relative of KMP	18.30	16.80

Note: Related Parties have been identified by the Management.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
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40. Financial Ratios

S. No	Ratio	Numerator	Denominator	As at March 31, 2023	As at March 31, 2022	% Change	Remarks
1	Current Ratio	Current Assets	Current Liabilities	1.58	1.53	3.44	Not Applicable
2	Debt Equity Ratio	Total Debt	Total Equity	0.71	0.55	28.88	See Note Below
3	Debt Service Coverage Ratio	EBIDTA + Non-Cash Expenses	Finance Cost + Principal Repayments during the year	6.24	2.78	124.05	See Note Below
4	Return on Equity Ratio	PAT	Average Equity Share Capital	66%	45%	45.23	See Note Below
5	Inventory Turn Over Ratio	Cost of Goods Sold	Average Inventory	8.15	8.32	-1.99	Not Applicable
6	Trade Receivables Turnover Ratio	Sale of Products	Average Debtors	6.37	5.82	9.44	Not Applicable
7	Trade Payables Turnover Ratio	Total Purchases	Average Creditors	6.44	4.25	51.33	See Note Below
8	Net Capital Turnover Ratio	Sale of Products	Average Working Capital	11.53	12.19	-5.37	Not Applicable
9	Net Profit Ratio	PAT	Net Revenue from Operations	7.05%	4.58%	53.96	See Note Below
10	Return on Capital Employed Ratio	EBIT	Shareholder's Fund + Long Term Borrowings + Deferred Tax Liability / (Asset)	38.87%	36.39 %	6.81	Not Applicable
11	Return on Investment Ratio	PAT	Shareholders' Funds	27.07%	19.17 %	41.22	See Note Below

Note :

- Debt Equity Ratio** - The increment in this financial ratio vis a vis previous year is mainly due to an increase in working capital requirement due to a change in business model in one of our major markets and an increase in term loan. However, the increment has been subdued due to an increase in reserves and surplus.
- Debt Service Coverage Ratio** - The improvement in this ratio is mainly due to an increase in EBIDTA coupled with lower term loan repayment.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
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- c. **Return on Equity Ratio** - The improvement in this ratio is mainly due to an increase in profit.
- d. **Trade Payable Turnover Ratio** - The improvement in this ratio is mainly due to faster repayment of creditors.
- e. **Net Profit Ratio** – The improvement in this ratio is mainly due to an increase in sales coupled with an overall reduction in expenses.
- f. **Return on Investment Ratio** – The increase in this ratio is due to the improvement in the Net Profit Ratio.
41. The company has in the current financial year paid a GST of Rs 100.00 lakhs (pertaining to cross charges for previous financial years) under protest. The same has been shown under advances recoverable as the company is of the view that cross charges are not applicable to us, the amount has been paid under protest. Accounting treatment of the same will be effected in the year of decision of the matter.
42. Fresh Malt Spirit manufactured during the year in the Solan Plant is being stored in wooden barrels for maturation. Accordingly, the same is treated as Work in Progress inventory in the account books.
43. **Additional Regulatory Information Not Disclosed Elsewhere in the Financial Statements**
1. The Company did not have any transactions with struck off companies under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 except for the companies mentioned below :

S.No	Name of Struck Off Company	Nature of Transactions with Struck Off Company	Balance Outstanding as at March 31, 2023 (Rs in Lakhs)	Relationship with Struck Off Company, if any
1	SRISRI CREATIONS JEWELS AND HANDICRAFTS PVT LTD (DELHI)	SUNDRY DEBTORS	7.97	None
2	JADE KNITS PVT LTD	TRADE PAYABLES	0.06	None

2. The Company does not have any charge which is yet to be registered with ROC beyond the statutory period. The Company had obtained loans from banks in earlier years which have been fully repaid. However due to delay in receipt of NOCs from banks, there was a delay in satisfaction of the related charge with the ROC beyond the statutory period as per details given below:



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
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CIN NO.U15520DL2002PLC117974

Beneficiary	Charge ID	Amount	Due Date	Delay	Reasons
HDFC Bank	100271754	10,00,00,000	14-3-2023	-	The charge is due to be satisfied on 13-4-2023. Hence, there is no delay on the date of the Balance Sheet.
HDFC Bank	100271843	10,50,00,000	14-3-2023	-	The charge is due to be satisfied on 13-4-2023. Hence, there is no delay on the date of the Balance Sheet.
HDFC Bank	100109152	39,25,00,000	14-3-2023		The charge is due to be satisfied on 13-4-2023. Hence, there is no delay on the date of the Balance Sheet.

3. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
4. The quarterly statements of current assets, in respect of the working capital limits, have been filed by the Company with the concerned banks. The differences, which were not material, were noticed in inventory value of finished goods due to inclusion of excise duty paid on the stocks in the statement filed while stocks are maintained at cost in the books of accounts. Other variations in the receivables were not material vis-à-vis value of book-debts in the books.
5. Aggregate value of opening stock, purchases and closing stock of raw material, packing material and consumables for FY 2022-23 is as follows:

Item Description	FY 2022-23		
	Opening Stock	Purchases	Closing Stock
ENA (Extra Neutral Alcohol)	148.88	9733.68	601.99
Malt Spirit (Indigenous)	1012.00	7210.67	468.26
Flavours & Caramels	117.68	877.12	538.22
Barley & Dry Yeast	0	1380.05	100.02
Packing Material & Others	1227.81	21131.22	1794.65
Work in Progress			1446.51
Total	2506.37	40332.74	4949.65



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2023**

CIN NO.U15520DL2002PLC117974

Item Description	FY 2021-22		
	Opening Stock	Purchases	Closing Stock
ENA (Extra Neutral Alcohol)	92.22	6,502.93	148.88
Malt Spirit (Indigenous)	787.18	6,079.89	1,012.00
Flavours & Caramels	48.80	733.12	117.68
Packing Material & Others	895.66	12,036.74	1,278.56
Total	1,823.86	25,352.68	2,557.12

6. Aggregate value of sales for FY 2022-23 is as follows:

	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
Sale of Products (IMFL)	1,29,911.52	1,02,753.96
Sale of Services (Bottling)	67.98	-
Other Operating Revenue (Scrap Sale)	359.53	346.46
	1,30,339.04	1,03,100.43
Less: Excise Duty	58,259.42	45,557.69
Less: Inter Unit Stock Transfers	84.31	-
TOTAL	71,995.31	57,542.74

44. Previous year figures have been regrouped / rearranged wherever considered necessary to make them comparable with current year's figures.

As per our report of even date attached

For **Lavlesh & Associates**
Chartered Accountants
(FRN No. 21978N)



Lavlesh Bhat
Proprietor
M. No. 89961

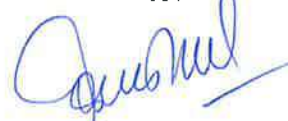


Place: New Delhi
Date: June 26, 2023
UDIN: 23089961BGXNQH2616

For and on behalf of the Board of Directors of
Alcobrew Distilleries India Limited



Romesh Pandita
Managing Director
DIN: 00046488



Arvind Kaul
Whole Time Director
DIN: 03374780


Mani Ahuja
Company Secretary
M. No A 30544



Place: Gurugram
Date: June 26, 2023