

Reach Promoters Private Limited**Balance sheet as at 31 March 2024***(All amounts in INR Millions, unless otherwise stated)*

| | Note | As at 31 March 2024 | As at 31 March 2023 |
|--|------|------------------------|------------------------|
| Equity and liabilities | | | |
| Shareholders' funds | | | |
| Share capital | 2 | 90.71 | 90.71 |
| Reserves and surplus | 3 | 1,333.66 | 1,357.95 |
| | | 1,424.37 | 1,448.66 |
| Non-current liabilities | | | |
| Long-term borrowings | 4 | 2,758.30 | 2,858.03 |
| Other long-term liabilities | 5 | 284.23 | 376.85 |
| Long-term provisions | 6 | 6.93 | 3.46 |
| | | 3,049.46 | 3,238.34 |
| Current liabilities | | | |
| Short-term borrowings | 7 | 113.56 | 85.42 |
| Trade payables | 8 | | |
| Total outstanding dues of micro enterprises and small enterprises; and | | 2.00 | 2.71 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | | 23.78 | 19.90 |
| Other current liabilities | 9 | 192.30 | 171.11 |
| Short-term provisions | 10 | 4.02 | 3.13 |
| | | 335.66 | 282.27 |
| | | 4,809.49 | 4,969.27 |
| Assets | | | |
| Non-current assets | | | |
| Property, plant and equipment | 11 | 2,335.33 | 2,520.24 |
| Capital work-in-progress | 12 | 1,936.88 | 1,798.62 |
| Long-term loans and advances | 13 | 128.70 | 133.35 |
| Other non-current assets | 14 | 77.28 | 137.72 |
| | | 4,478.19 | 4,589.93 |
| Current assets | | | |
| Trade receivables | 15 | 53.55 | 76.11 |
| Cash and bank balances | 16 | 148.22 | 68.40 |
| Short-term loans and advances | 17 | 35.57 | 131.74 |
| Other current assets | 18 | 93.96 | 103.09 |
| | | 331.30 | 379.34 |
| | | 4,809.49 | 4,969.27 |

Summary of significant accounting policies 1.1

The accompanying notes form an integral part of these financial statements

This is the balance sheet referred to in our report of even date

For Walker Chandiok & Co LLP

Chartered Accountants

Firm's Registration No.: 001076N/N500013

MANISH KUMAR AGRAWAL
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 MANISH KUMAR AGRAWAL
 Date: 2024.08.23
 19:22:10 +05'30'

Manish Agrawal

Partner

Membership No.: 507000

Place: Darbhanga

Date: 23 August 2024

For and on behalf of the Board of Directors of

Reach Promoters Private Limited

CIN: U70109DL2006PTC150938

Karim Kasim Merchant
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 Karim Kasim Merchant
 Date: 2024.08.23
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Karim Kasim Merchant

Director

DIN - 05269691

Place: Mumbai

Date: 23 August 2024

Paramjit Singh
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 Paramjit Singh
 Date: 2024.08.23
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Paramjit Singh

Director

DIN - 01831634

Place: Gurugram

Date: 23 August 2024

Reach Promoters Private Limited**Statement of profit and loss for the year ended 31 March 2024***(All amounts in INR Millions, unless otherwise stated)*

| | Note | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---------------------------------------|------|-----------------------------|-----------------------------|
| Income | | | |
| Revenue from operations | 19 | 683.42 | 510.17 |
| Other income | 20 | 11.18 | 15.86 |
| Total Income | | 694.60 | 526.03 |
| Expenses | | | |
| Employee benefits expense | 21 | 58.37 | 45.14 |
| Finance costs | 22 | 98.19 | 100.75 |
| Depreciation and amortisation expense | 23 | 215.19 | 188.02 |
| Other expenses | 24 | 347.14 | 296.47 |
| Total Expenses | | 718.89 | 630.38 |
| Loss before tax | | (24.29) | (104.35) |
| Tax expense | | | |
| Current tax | | - | - |
| Deferred tax | 26 | - | - |
| Loss after tax | | (24.29) | (104.35) |
| Earning per equity share | 25 | | |
| Basic (INR) | | (2.68) | (11.50) |
| Diluted (INR) | | (2.68) | (11.50) |

Summary of significant accounting policies 1.1

The accompanying notes form an integral part of these financial statements

This is the statement of profit and loss referred to in our report of even date

For Walker Chandiok & Co LLP

Chartered Accountants

Firm's Registration No.: 001076N/N500013

MANISH
KUMAR
AGRAWAL

Digitally signed by
MANISH KUMAR
AGRAWAL
Date: 2024.08.23
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Manish Agrawal

Partner

Membership No.: 507000

Place: Darbhanga

Date: 23 August 2024

For and on behalf of the Board of Directors of

Reach Promoters Private Limited

CIN: U70109DL2006PTC150938

Karim
Kasimali
Merchant

Digitally signed
by Karim Kasimali
Merchant
Date: 2024.08.23
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Karim Kasimali Merchant

Director

DIN - 05269691

Place: Mumbai

Date: 23 August 2024

Paramjit
Singh

Digitally signed
by Paramjit
Singh
Date: 2024.08.23
18:41:55 +05'30'

Paramjit Singh

Director

DIN - 01831634

Place: Gurugram

Date: 23 August 2024

Reach Promoters Private Limited
Cash flow statement for the year ended 31 March 2024
(All amounts in INR Millions, unless otherwise stated)

| | As at 31 March 2024 | As at 31 March 2023 |
|--|------------------------|------------------------|
| A. Cash flow from operating activities | | |
| Net loss before tax | (24.29) | (104.35) |
| Adjustments for: | | |
| Depreciation and amortisation expense | 215.19 | 188.02 |
| Provision for employee benefits | 4.36 | 2.28 |
| Lease equalisation reserve as a lessor | 70.41 | 47.01 |
| Finance costs | 98.19 | 100.75 |
| Provision for doubtful receivables/advances | 6.00 | 16.61 |
| Unclaimed balances and excess provisions written back | - | (0.10) |
| Provision for doubtful receivables written back | (0.04) | (6.93) |
| Bad Debts/other receivables written off | - | 0.07 |
| Interest income on bank deposits | (4.69) | (4.54) |
| Interest income on income tax refund | (1.90) | (1.75) |
| Operating profit before working capital changes | 363.23 | 237.07 |
| Adjustments for :- | | |
| Changes in trade receivables | 20.53 | (9.32) |
| Changes in loans and advances and other assets | 81.87 | 55.40 |
| Changes in trade and other payables including provisions | (69.70) | 175.05 |
| Cash generated from operations | 395.93 | 458.20 |
| Income tax paid (net) | 20.93 | (12.98) |
| Net cash generated from operating activities | 416.86 | 445.22 |
| B. Cash from investing activities | | |
| Movement in bank deposits (net) | (92.94) | (6.47) |
| Interest received | 2.40 | 4.49 |
| Purchase of property, plant and equipment (including capital work in progress and creditors for capital goods) | (112.63) | (602.15) |
| Net cash (used in) investing activities | (203.17) | (604.13) |
| C. Cash flow from financing activities | | |
| Proceeds from borrowings | - | 369.36 |
| Repayment of borrowings | (71.59) | (89.37) |
| Interest paid | (154.71) | (152.00) |
| Net cash (used in) / generated from financing activities | (226.30) | 127.99 |
| Cash generated from operating activities | 416.86 | 445.22 |
| Cash flow (used in) investing activities | (203.17) | (604.13) |
| Cash flow generated from / (used in) financing activities | (226.30) | 127.99 |
| Net decrease in cash and cash equivalents | (12.61) | (30.92) |
| Cash and cash equivalents at the beginning of the year | 41.22 | 72.14 |
| Cash and cash equivalents at the end of the year (refer note 16) | 28.61 | 41.22 |
| | (12.61) | (30.92) |

Note: The above Cash flow statement has been prepared under the indirect method as set out in Accounting Standard - 3 on "Cash Flow Statement".

Summary of significant accounting policies 1.1

The accompanying notes are an integral part of these financial statements

This is the Cash flow statement referred to in our report of even date

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013

MANISH
KUMAR
AGRAWAL

Manish Agrawal
Partner
Membership No.: 507000

Place: Darbhanga
Date: 23 August 2024

For and on behalf of the Board of Directors of
Reach Promoters Private Limited
CIN: U70109DL2006PTC150938

Karim
Kasimalli
Merchant

Karim Kasimalli Merchant
Director
DIN - 05269691

Place: Mumbai
Date: 23 August 2024

Paramjit
Singh

Paramjit Singh
Director
DIN - 01831634

Place: Gurugram
Date: 23 August 2024

Reach Promoters Private Limited
Summary of significant accounting policies and other explanatory information for the year ended
31 March 2024

1. Background of the Company

Reach Promoters Private Limited ("the Company") was incorporated on 14 July 2006 and is primarily engaged in the business of construction, development, leasing and operations of commercial and retail projects. The Company has two projects consisting of Office portion namely "Commercial" and Retail portion "Airia". The company has two phases i.e., Phase I (operational) by name of Airia Mall and Phase II which is under development).

1.1 Summary of significant accounting policies

a) Basis of accounting

The financial statements of the Company have been prepared in compliance with the accounting standards as specified under section 133 of the Companies Act, read with the Companies (Accounting Standard) Rules, 2021 (as amended). The financial statements have been prepared on going concern basis under the historical cost convention an accrual basis in accordance with the generally accepted accounting principles in India.

All assets and liabilities have been classified as current or non-current, wherever applicable as per the operating cycle of the Company which is 12 months as per guidance as set out in Schedule III to the Companies Act, 2013.

The financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest Millions (INR'000,000), except otherwise indicated. On account of the round off to the nearest multiples certain amounts round off to Zero.

b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's knowledge of current events and actions, actual results could differ from those estimates and revisions, if any, are recognised in the current and future periods.

c) Property, plant and equipment

In accordance with Accounting Standard 10, Property, plant and equipment are stated at cost of acquisition less accumulated depreciation and impairment, if any. Cost comprises the purchase price and any attributable / allocable cost of bringing the asset to its working condition for its intended use. The cost also includes direct cost and other related incidental expenses.

Building including related equipment are capitalised when the construction is substantially complete.

Subsequent costs are included in the asset's carrying amount, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Borrowing costs relating to acquisition / construction / development of property, plant and equipment, which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

The carrying amount of any component accounted for as a separate asset is derecognised when replaced or scraped. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the statement of profit and loss within other gains/ (losses).

Reach Promoters Private Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024**

The carrying amount of plant and equipment is reviewed periodically for impairment based on internal / external factors. An impairment loss is recognised wherever the carrying amount of assets exceeds its recoverable amount.

Property, plant and equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as 'Capital work-in-progress'. Capital work in progress represents expenditure incurred in respect of capital projects under development and is carried at cost. Cost includes land, related acquisition expenses, construction cost, borrowing costs capitalized and other direct expenditure.

The Company has a regular program of physical verification of its property, plant and equipment under which they are verified in a phased manner over a period of three years.

d) Depreciation and amortization

Depreciation on assets is provided on written down value method, computed on the basis of useful life prescribed in Schedule II to the Companies Act, 2013, on a pro-rata basis from the date the asset is ready to put to use subject to adjustments arising out of transitional provisions of Schedule II to the Companies Act, 2013.

Depreciation is calculated on a pro-rata basis from the date of acquisition/installation till the date the assets are sold or disposed of.

Assets individually costing less than INR 5,000 are fully written off in the year of acquisition.

The carrying amount of an asset is written down immediately to its recoverable amount if the carrying amount of the asset is greater than its estimated recoverable amount.

The estimated useful life and depreciation method are reviewed at the end of each annual reporting period, with the effect of any changes in the estimate being accounted for on a prospective basis.

e) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the term of the contract, taken into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government or any discount/waiver, if any.

i) Rental income

Rental income from property leased under operating lease (excluding revenue share arrangements) is recognised in the statement of profit and loss on a straight-line basis over the non-cancellable lease period as estimated by the management.

Rental income under operating lease having revenue share arrangements is recognised as per the term of the contract.

ii) Maintenance and other service charges

Maintenance and service charges arising from operating leases/tenant are recognized as and when the services are rendered except in cases where ultimate collection is considered doubtful. The Company collects goods and service tax on behalf of the government and therefore, it is not an economic benefit flowing to the Company. Hence, it is excluded from revenue.

iii) Interest income

Interest income on bank deposits is recognised on a time proportion basis considering the amount outstanding and the rate applicable.

iv) Revenue from promotional levy

Revenue from promotional levy which includes gift voucher are recognised and accounted for as per the terms specified in respective agreements except in cases where ultimate collection is considered doubtful.

v) Unbilled revenue

Contractual revenue under lease agreement which are not billed are recorded as unbilled receivables and is included in other current assets.

Reach Promoters Private Limited
Summary of significant accounting policies and other explanatory information for the year ended
31 March 2024

vi) *Parking Income*

Parking Income is accounted for on an accrual basis except in cases where ultimate collection is considered doubtful.

f) Foreign currency transactions

i. **Initial recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Exchange differences arising on foreign currency transactions are recorded as income or expense in the period in which they arise.

ii. **Conversion**

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

iii. **Exchange differences**

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in the previous financial statements, are recognised as income or as expense in the year in which they arise except those arising from investments in non-integral operations.

g) Taxation

Current tax

Current tax is determined as the tax payable in respect of taxable income for the year and is computed in accordance with relevant tax regulations.

Deferred tax

Deferred tax resulting from timing differences between taxable income and accounting income is accounted for at the current rate of tax or substantively enacted tax rates as at reporting date, to the extent that the timing differences are expected to crystallize.

Deferred tax assets are recognized where realization is reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognized only if there is a virtual certainty supported by convincing evidence that such deferred tax assets will be realized. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each reporting date.

h) Employee benefits

Gratuity

The Company's gratuity plan is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation done by an independent actuary at the year-end using the projected unit credit method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under defined benefit plans, is based

Reach Promoters Private Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024**

on the market yields on government securities as at the balance sheet date. Actuarial gains and losses are recognised immediately in the statement of profit and loss.

Provident fund

The Company makes contribution to statutory provident fund in accordance with Employees Provident Fund and (Miscellaneous Provisions) Act, 1952. The plan is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which services are rendered by the employee.

Other short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

The cost of short-term compensated absences is accounted as under:

- (a) In case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) In case of non-accumulating compensated absences, when the absences occur.

i) Provisions and contingencies

Provisions are recognized only when there is a present obligation, because of past events, and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company; or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are neither recognized nor disclosed. However, when realization of income is virtually certain, related asset is recognized.

j) Leases*i) Where the Company is the lessee (i.e., rent expense where properties are taken on lease)*

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on straight-line basis over the lease term.

ii) Where the Company is the lessor (i.e., rent income where properties given on lease)

Leases which effectively transfer to the lessee substantially all the risks and benefits incidental to ownership of the leased item are classified and accounted for as finance lease.

Lease arrangements where the risk and rewards incident to ownership of an asset substantially vest with the lessor are recognised as operating lease. Assets subject to operating leases are included in Property, plant and equipment. The lease income recognised in the statement of profit and loss on a straight-line basis over the non-cancellable lease period as estimated by the management. Costs, including depreciation are recognised as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs etc. are recognised immediately in the statement of profit and loss except stamp duty cost which has been amortized over the lease lock in period.

Reach Promoters Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024

k) 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 and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that 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 statement of profit and loss.

l) Borrowing costs

Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of cost of the assets, in accordance with notified Accounting Standard 16 "Borrowing Costs". A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

m) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events in accordance with Accounting Standard 20 "Earnings per share".

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

n) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term bank deposits with an original maturity of three months or less.

Reach Promoters Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024

(All amounts in INR Millions, unless otherwise stated)

| | As at 31 March 2024 | As at 31 March 2023 |
|--|------------------------|------------------------|
| 2. Share Capital | | |
| Authorised | | |
| 12,000,000 equity shares (previous year 12,000,000 equity shares) of INR 10 each | 120.00 | 120.00 |
| 1,310,000 class B equity shares (previous year 1,310,000 class B equity shares) of INR 10 each | 13.10 | 13.10 |
| | 133.10 | 133.10 |
| Issued, subscribed and fully paid up share capital | | |
| 9,070,546 equity shares (previous year 9,070,546) of INR 10 each fully paid up | 90.71 | 90.71 |
| | 90.71 | 90.71 |

(a) Reconciliation of numbers of equity shares outstanding at the beginning and at the end of the year

| Equity Shares | As at 31 March 2024 | | As at 31 March 2023 | |
|------------------------------------|---------------------|-----------------------|---------------------|-----------------------|
| | Number of shares | Amount (in INR Mn) | Number of shares | Amount (in INR Mn) |
| At the beginning of the year | 90,70,546 | 90.71 | 90,70,546 | 90.71 |
| Outstanding at the end of the year | 90,70,546 | 90.71 | 90,70,546 | 90.71 |

(b) Rights, preferences and restrictions attaching to various classes of shares

The Company has issued one class of equity shares having a par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution of dividend and/or any repayments will be in proportion to the number of equity shares held by the equity shareholders.

No Class B Equity Shares were issued or outstanding as on 31 March, 2024 (Nil as on 31 March, 2023).

(c) Details of shares held by shareholders holding more than 5% shareholding in the Company.

| Name of the shareholder | As at 31 March 2024 | | As at 31 March 2023 | |
|--------------------------------------|--|------------------|--|------------------|
| | Number of shares held in the Company | % of shares held | Number of shares held in the Company | % of shares held |
| Equity shares | | | | |
| Lake Shore India Retail Venture Fund | 45,35,456 | 50.00 | 45,35,456 | 50.00 |
| Harinder Singh Hora | 29,40,927 | 32.42 | 29,39,927 | 32.41 |
| Blackbear Limited | 9,07,018 | 10.00 | 9,07,018 | 10.00 |

(d) Details of shares held by Promoters

| Promoter Name | As at 31 March 2024 | | | As at 31 March 2023 | | |
|--------------------------------------|---------------------|----------------------|--------------------------------|---------------------|-------------------|-----------------------------|
| | Number of shares | % of total shares | % Change during the year | Number of shares | % of total shares | % Change during the year |
| Mr. Harinder Singh Hora | 29,40,927 | 32.42 | 0.01 | 29,39,927 | 32.41 | - |
| Mr. Ashok Raj Nath | 3,86,645 | 4.26 | - | 3,86,645 | 4.26 | - |
| Mr. Arjun Nath | 3,00,000 | 3.30 | - | 3,00,000 | 3.30 | - |
| Mr. Puranjit Singh | 500 | 0.01 | - | 500 | 0.01 | - |
| Red Infracon Private Limited | - | 0.00 | (0.01) | 500 | 0.01 | - |
| Devindu Buildcon Private Limited | - | 0.00 | (0.01) | 500 | 0.01 | - |
| Blackbear Limited | 9,07,018 | 10.00 | - | 9,07,018 | 10.00 | - |
| Lake Shore India Retail Venture Fund | 45,35,456 | 50.00 | - | 45,35,456 | 50.00 | - |
| Total | 90,70,546 | 100.00 | 0.00 | 90,70,546 | 100.00 | |

(e) During the year ended 31 March 2020, the Company has bought back following aggregate number and class of shares -

| Name of the shareholder | Class of Equity shares | Number of shares bought back |
|-------------------------|---------------------------|------------------------------------|
| Harinder Singh Hora | Class B | 13,00,000 |
| Blackbear Limited | Class B | 26 |

(f) There were no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issue and/or brought back in the current reporting year and in last five years immediately preceding the current reporting year except as disclosed above.

(g) Shares reserved for issue under options

For details of shares reserved for issue on conversion of compulsorily convertible debentures and optionally convertible debentures, please refer note 4.1 regarding terms of conversion of debentures.

Reach Promoters Private Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024
(All amounts in INR Millions, unless otherwise stated)

| | As at 31 March 2024 | As at 31 March 2023 |
|--|------------------------|------------------------|
| 3. Reserves and Surplus | | |
| Securities premium reserve | | |
| Balance at the beginning of the year | 2,374.48 | 2,374.48 |
| Balance at the end of the year | 2,374.48 | 2,374.48 |
| Capital redemption reserve | | |
| Balance at the beginning of the year | 13.00 | 13.00 |
| Balance at the end of the year | 13.00 | 13.00 |
| Deficit in the statement of profit and loss | | |
| Balance at the beginning of the year | (1,029.53) | (925.18) |
| Less: Loss for the year | (24.29) | (104.35) |
| Balance at the end of the year | (1,053.82) | (1,029.53) |
| | 1,333.66 | 1,357.95 |

4. Long-term borrowings
Unsecured Loans

| | | |
|--|----------|----------|
| 1,06,07,468 (31 March 2023 : 1,06,07,468) Series A Optionally Convertible Debentures ("Series A OCD's") of face value of INR 100 each (refer note 4.1 (a)) | 1,060.75 | 1,060.75 |
| 13,34,234 (31 March 2023 : 13,34,234) Series B Optionally Convertible Debentures ("Series B OCD's") of face value of INR 100 each (refer note 4.1 (b)) | 133.42 | 133.42 |
| 21,92,472 (31 March 2023 : 21,92,472) Series A Compulsorily Convertible Debentures ("Series A CCD's") of face value of INR 100 each (refer note 4.1 (c)) | 219.25 | 219.25 |
| 18,66,716 (31 March 2023 : 18,66,716) Series B Compulsorily Convertible Debentures ("Series B CCD's") of face value of INR 100 each (refer note 4.1 (d)) | 186.67 | 186.67 |

Secured Loans

| | | |
|---|-----------------|-----------------|
| Term Loan from bank (refer note 4.2) | 1,257.77 | 1,329.36 |
| Less: Current maturities (refer note 7) | 99.56 | 71.42 |
| | 2,758.30 | 2,858.03 |

4.1 Rights, preference and restriction attached to debentures:
(a) Series A OCD's

- Term of OCDs : 20 (twenty) years from the date of first allotment of Series A CCD, i.e. 16 April 2015 (Term). Term of OCD has been extended to 20 (twenty) (31 March, 2024) years from 10 (ten) (31 March 2023) years vide first amendment to the amended and restated Shareholder's agreement dated 28 March, 2024.
- Interest : interest rate 10.00%, p.a., compounded annually. Interest shall commence accruing and become payable from 1 April 2024 or as mutually agreed to between Mr. Harinder Singh Hora and Lake Shore India Retail Venture Fund.
- Conversion : The debentures are optionally convertible at a price such that the Series A OCD holders shall get 1 (one) Equity Share for every 3.0828 (three point zero eight two eight) Series A OCDs held by them (into 34,40,855 (31 March 2023 : 34,40,855) equity share of face value of INR 10 each) 1 (one) Business Day prior to the expiry of term.
- Redemption : Unless converted or redeemed in accordance with the terms hereof, each Series A OCD shall be redeemed by the Company on the 1st (first) Business Day after the expiry of the Term.

(b) Series B OCD's

- Term of OCDs : 20 (twenty) years from the date of first allotment of Series A CCD, i.e. 16 April 2015 (Term). Term of OCD has been extended to 20 (twenty) (31 March, 2024) years from 10 (ten) (31 March 2023) years vide first amendment to the amended and restated Shareholder's agreement dated 28 March, 2024.
- Interest : interest rate 10.00%, p.a., compounded annually. Interest shall commence accruing and become payable from 1 April 2024 or as mutually agreed to between Mr. Harinder Singh Hora and Lake Shore India Retail Venture Fund.
- Conversion : The debentures are optionally convertible at a price such that the Series B OCD holders shall get 1 (one) Equity Share for every 4.018 (four point zero one eight) Series B OCDs held by them (into 3,32,065 (31 March 2023 : 3,32,065) equity share of face value of INR 10 each) 1 (one) Business Day prior to the expiry of term.
- Redemption : Unless converted or redeemed in accordance with the terms hereof, each Series B OCD shall be redeemed by the Company on the 1st (first) Business Day after the expiry of the Term.

(c) Series A CCD's

- Term of CCDs : 20 (twenty) years from the date of first allotment of Series A CCD, i.e. 16 April 2015 (Term). Term of CCD has been extended to 20 (twenty) (31 March, 2024) years from 10 (ten) (31 March 2023) years vide first amendment to the amended and restated Shareholder's agreement dated 28 March, 2024.
- Interest : interest rate 10.00%, p.a., compounded annually. Interest shall commence accruing and become payable from 1 April 2024 or as mutually agreed to between Mr. Harinder Singh Hora and Lake Shore India Retail Venture Fund.
- Conversion : The debentures are convertible at a price such that the Series A CCD holders shall get 1 (one) Equity Share for every 3.0828 (three point zero eight two eight) Series A CCDs held by them (into 7,11,195 (31 March 2023 : 7,11,195) equity shares of face value of INR 10 each) 1 (one) Business Day prior to the expiry of term.

(d) Series B CCD's

- Term of CCDs : 20 (twenty) years from the date of first allotment of Series A CCD, i.e. 16 April 2015 (Term). Term of CCD has been extended to 20 (twenty) (31 March, 2024) years from 10 (ten) (31 March 2023) years vide first amendment to the amended and restated Shareholder's agreement dated 28 March, 2024.
- Interest : interest rate 10.00%, p.a., compounded annually. Interest shall commence accruing and become payable from 1 April 2024 or as mutually agreed to between Mr. Harinder Singh Hora and Lake Shore India Retail Venture Fund.
- Conversion : The debentures are convertible at a price such that the Series B CCD holders shall get 1 (one) Equity Share for every 4.018 (four point zero one eight) Series B CCDs held by them (into 4,64,588 (31 March 2023 : 4,64,588) equity shares of face value of INR 10 each) 1 (one) Business Day prior to the expiry of term.

| Sr. No. | Type of Debentures | Date of Allotment | Number of Debentures | Date of Redemption/Conversion |
|---------|--------------------|--------------------|----------------------|-------------------------------|
| 1 | Series A OCD's | June 04, 2019 | 63,99,970 | April 15, 2035 |
| 2 | Series A OCD's | April 24, 2015 | 22,65,874 | April 15, 2035 |
| 3 | Series A OCD's | April 16, 2015 | 19,41,624 | April 15, 2035 |
| 4 | Series B OCD's | September 13, 2016 | 13,34,234 | April 15, 2035 |
| 5 | Series A CCD's | May 12, 2015 | 65,954 | April 15, 2035 |
| 6 | Series A CCD's | April 24, 2015 | 9,12,478 | April 15, 2035 |
| 7 | Series A CCD's | April 16, 2015 | 12,14,040 | April 15, 2035 |
| 8 | Series B CCD's | September 13, 2016 | 8,52,205 | April 15, 2035 |
| 9 | Series B CCD's | June 01, 2016 | 23,334 | April 15, 2035 |
| 10 | Series B CCD's | April 08, 2016 | 9,91,177 | April 15, 2035 |

4.2 Repayment terms and security for the secured outstanding long term borrowings (including current maturities) as on 31 March 2024 and 31 March 2023:

Term loan from banks includes the following:

There was no new sanction during the current year. During the last financial year, the Company has taken sanction for a additional INR 1,200.00 million facility (including Overdraft Facility of INR 100.00 million and Bank Guarantee limit of INR 200.00 million), additionally the Company has also taken Adhoc Term Loan facility of INR 50.00 million which was repaid during the last financial year. There was no change in sanctioned ECLGS facility of INR 123.00 million and LRD facility of INR 1,126.40 million (incl. Bank Guarantee limit of INR 100 million) and Working Capital term loan facility of INR 100.00 million loan.

(a) Facility of INR 1,126.40 million, repayable in 108 monthly installment starting from 01 January 2023 to December 2031.

The aforesaid term loan is having outstanding balance of INR 961.62 million (31 March 2023 : INR 1,000.93 million) and is secured by way of :

- First and exclusive charge by way of equitable mortgage on land admeasuring 6.26 acres (excluding the Commercial building already constructed along with the proportionate undivided land)
- Security Cover of 2.0 times.
- Hypothecation of all receivables and escrow of eligible receivables from the project 'Atria' properties provided as security.
- Amount equivalent to three months interest to be kept as term deposit with the lender.

Other terms & conditions are as follows :

- Lease rentals to be used towards loan repayment (Interest & Principal).
- In case of sale / transfer of property 50% of inflows from sale/transfer of units shall be adjusted towards payment of outstanding liabilities (interest & principal).
- Rate of Interest : Applicable Kotak Mahindra Bank '6 months' MCLR (KMCLR) plus spread of 1.0% per annum (31 March 2023: '6 months' MCLR (KMCLR) plus spread of 1.95% per annum).

(b) Facility of INR 123.00 million working capital term loan by way of guaranteed Credit line under ECLGS scheme, repayable in 48 equated monthly installment starting from 01 October 2022 to 30 September 2036

The aforesaid term loan is having outstanding balance of INR 83.21 million (31 March 2023 : INR 110.24 million) and is secured by way of :

- First and exclusive charge by way of equitable mortgage on land admeasuring 6.26 acres (excluding the Commercial building already constructed along with the proportionate undivided land).
- Hypothecation and escrow of eligible receivables from the project 'Atria'
- Amount equivalent to three months interest on outstanding loan to be kept as term deposit with the lender.
- Rate of Interest : Applicable Kotak Mahindra Bank '1 year' MCLR (KMCLR) plus spread of 1% per annum (31 March 2023: '1 year' MCLR (KMCLR) plus spread of 1% per annum).

(c) Facility of INR 100.00 million as Working Capital Term Loan, repayable in 108 monthly installment starting from 01 January 2023 to June 2032

The aforesaid term loan is having outstanding balance of INR 96.25 million (31 March 2023 : INR 98.19 million) and is secured by way of :

- First and exclusive charge by way of equitable mortgage on land admeasuring 6.26 acres (excluding the Commercial building already constructed along with the proportionate undivided land).
- Security Cover of 2.0 times.
- Hypothecation and escrow of eligible receivables from the project 'Atria'
- Amount equivalent to three months interest on outstanding loan to be kept as term deposit with the lender.
- Rate of Interest : Applicable Kotak Mahindra Bank '6 months' MCLR (KMCLR) plus spread of 1.0% per annum (31 March 2023: '6 months' MCLR (KMCLR) plus spread of 1.95% per annum).

(d) Facility of INR 1,200.00 million, repayable in 120 monthly installment starting from 01 April 2023 to March 2033

During the last financial year, the Company has taken sanction for INR 1,200.00 million facility (including overdraft facility of INR 100 million and Bank Guarantee limit of INR 200.00 million), out of which company has taken disbursement of INR 120.00 million.

The aforesaid term loan is having outstanding balance of INR 116.69 million (31 March 2023 : INR 120.00 million) and is secured by way of :

- First and exclusive charge by way of equitable mortgage on land admeasuring 6.26 acres (excluding the Commercial building already constructed along with the proportionate undivided land).
- Security Cover of 2.0 times.
- Hypothecation and escrow of eligible receivables from the project 'Atria'
- Amount equivalent to three months interest on outstanding loan to be kept as term deposit with the lender.
- Rate of Interest : Applicable Kotak Mahindra Bank '6 months' MCLR (KMCLR) plus spread of 1% per annum (31 March 2023: '6 months' MCLR (KMCLR) plus spread of 1% per annum).

Reach Promoters Private Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024
(All amounts in INR Millions, unless otherwise stated)

| | As at 31 March 2024 | As at 31 March 2023 |
|---------------------------------------|------------------------|------------------------|
| 5. Other long-term liabilities | | |
| Capital creditors** | 28.15 | 140.78 |
| Security deposits | 256.08 | 236.07 |
| | 284.23 | 376.85 |

** Includes External Development Charges to be paid in 12 equated quarterly installment starting from 27 September 2022 to 27 June 2025 of INR 28.15 mn each.

6. Long-term provisions

| | | |
|--|-------------|-------------|
| Provision for gratuity (refer note 29) | 6.93 | 3.46 |
| | 6.93 | 3.46 |

7. Short-term borrowings
Secured loans

| | | |
|---|-------|-------|
| Current maturities of long-term borrowings (refer note 4) | 99.56 | 71.42 |
|---|-------|-------|

Unsecured loans

| | | |
|---|---------------|--------------|
| Loan from related party (refer note 33) * | 14.00 | 14.00 |
| | 113.56 | 85.42 |

* Loan from director is interest free and repayable on demand.

8. Trade payables

| | | |
|---|--------------|--------------|
| (A) Total outstanding dues of micro enterprises and small enterprises, and (refer note below) | 2.00 | 2.71 |
| (B) Total outstanding dues of creditors other than micro enterprises and small enterprises | 23.78 | 19.90 |
| | 25.78 | 22.61 |

8.1. Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act, 2006'):

Under the Micro, Small and Medium Enterprises Development Act, 2006, ('MSMED') which came into force from 2 October 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with the management, there are no overdue to the Micro and Small enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|--|------------------------|------------------------|
| i) the principal amount & the interest due thereon remaining unpaid to any supplier as at the end of each accounting year; | 2.00 | 2.71 |
| ii) the amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year; | - | - |
| iii) 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 this Act; | - | - |
| iv) the amount of interest accrued and remaining unpaid at the end of each accounting year; and | 0.04 | 0.04 |
| v) 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 section 23. | - | - |

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

8.2. Trade payable ageing Schedules

| As at 31 March 2024 | Unbilled | Outstanding for following years from due date of payment | | | | |
|------------------------------|----------|--|-----------|-----------|-------------------|-------|
| | | Less than 1 year | 1-2 years | 2-3 years | More Than 3 years | Total |
| (i) Undisputed Dues- MSME | - | 1.99 | 0.01 | - | - | 2.00 |
| (ii) Undisputed Dues- Others | 14.50 | 6.85 | 0.33 | 0.40 | 1.70 | 23.78 |
| (iii) Disputed dues- MSME | - | - | - | - | - | - |
| (iv) Disputed dues- Others | - | - | - | - | - | - |

| As at 31 March 2023 | Unbilled | Outstanding for following years from due date of payment | | | | |
|------------------------------|----------|--|-----------|-----------|-------------------|-------|
| | | Less than 1 year | 1-2 years | 2-3 years | More Than 3 years | Total |
| (i) Undisputed Dues- MSME | - | 2.34 | 0.36 | 0.01 | - | 2.71 |
| (ii) Undisputed Dues- Others | 10.81 | 7.36 | 0.11 | - | 1.62 | 19.90 |
| (iii) Disputed dues- MSME | - | - | - | - | - | - |
| (iv) Disputed dues- Others | - | - | - | - | - | - |

Reach Promoters Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024

(All amounts in INR Millions, unless otherwise stated)

| | As at 31 March 2024 | As at 31 March 2023 |
|---|------------------------|------------------------|
| 9. Other current liabilities | | |
| Retention money | 5.14 | 4.32 |
| Security deposits | 19.56 | 9.89 |
| Statutory liabilities | 16.97 | 12.46 |
| Interest accrued but not due on loan | 10.88 | 11.01 |
| Interest accrued but not due on others | 0.23 | 0.37 |
| Capital creditors (refer note 5) | 119.49 | 117.76 |
| Amount payable for tenant improvements* | 8.08 | 3.11 |
| Advance received from customers | 6.99 | 8.02 |
| Employee benefits payable | 4.96 | 3.97 |
| | 192.30 | 171.11 |

* This amount pertains to capitalisation work done by tenants of 'Atria' mall on behalf of the Company which will be adjusted subsequently from the lease rentals as rent rebates as per the lease agreements entered between the Company.

10. Short-term Provisions

| | | |
|--|-------------|-------------|
| Provision for gratuity (refer note 29) | 0.98 | 0.80 |
| Provision for compensated absences | 3.04 | 2.33 |
| | 4.02 | 3.13 |

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Reach Promoters Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024

(All amounts in INR Millions, unless otherwise stated)

11. Property, plant and equipment

| | Land | Building | Plant and Machinery | Office equipments | Furniture and fixtures | Computer and accessories | Total |
|---------------------------------|---------------|-----------------|---------------------|-------------------|------------------------|--------------------------|-----------------|
| Gross carrying value | | | | | | | |
| As at 1 April 2022 | 281.27 | 2,215.80 | 390.64 | 264.39 | 49.96 | 4.28 | 3,206.34 |
| Additions | - | 39.58 | 2.46 | 4.08 | 4.11 | 0.31 | 50.54 |
| Disposals / Other adjustments | - | (1.51) | (0.22) | (2.09) | - | - | (3.82) |
| As at 31 Mar 202 | <u>281.27</u> | <u>2,253.87</u> | <u>392.88</u> | <u>266.38</u> | <u>54.07</u> | <u>4.59</u> | <u>3,253.06</u> |
| Additions | - | 17.25 | 6.89 | 6.52 | - | 2.13 | 32.79 |
| Disposals / Other adjustments | - | (2.33) | (0.08) | - | (0.10) | - | (2.51) |
| As at 31 Mar 2024 | <u>281.27</u> | <u>2,268.79</u> | <u>399.69</u> | <u>272.90</u> | <u>53.97</u> | <u>6.72</u> | <u>3,283.34</u> |
| Accumulated Depreciation | | | | | | | |
| As at 1 April 2022 | - | 249.88 | 145.68 | 118.29 | 24.88 | 3.81 | 542.54 |
| Charge for the year | - | 96.94 | 44.40 | 38.05 | 8.32 | 0.31 | 188.02 |
| Disposals / Other adjustments | - | 2.26 | - | - | - | - | 2.26 |
| As at 31 March 2023 | <u>-</u> | <u>349.08</u> | <u>190.08</u> | <u>156.34</u> | <u>33.20</u> | <u>4.12</u> | <u>732.82</u> |
| Charge for the year | - | 132.79 | 42.35 | 33.26 | 8.10 | 0.99 | 217.49 |
| Disposals / Other adjustments | - | (2.21) | (0.02) | - | (0.07) | - | (2.30) |
| As at 31 Mar 2024 | <u>-</u> | <u>479.66</u> | <u>232.41</u> | <u>189.60</u> | <u>41.23</u> | <u>5.11</u> | <u>948.01</u> |
| Net carrying value | | | | | | | |
| As at 31 March 2023 | 281.27 | 1,904.79 | 202.80 | 110.04 | 20.87 | 0.47 | 2,520.24 |
| As at 31 March 2024 | 281.27 | 1,789.13 | 167.28 | 83.30 | 12.74 | 1.61 | 2,335.33 |

Note

- Property, plant and equipment pledged as security (refer note 4.2)
- Refer note 28 for disclosures of contractual commitments for the acquisition of property, plant and equipment.

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Reach Promoters Private Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024***(All amounts in INR Millions, unless otherwise stated)*

| | As at 31 March 2024 | As at 31 March 2023 |
|--|------------------------|------------------------|
| 12. Capital work-in-progress | 1,936.88 | 1,798.62 |
| Capital work-in-progress includes expenditure on land, development and construction of Phase I and Phase II of the retail project 'Airia', which is given below. | | |
| Land cost | 844.63 | 844.63 |
| Building hard cost (such as civil works, electrical works, fire fighting works, etc) | 39.98 | 11.26 |
| Fees and charges (such as license fees, labour cess, EDC, IDC charges, Consultants etc) | 870.13 | 839.97 |
| Finance cost | 110.81 | 54.58 |
| Others | 71.33 | 48.18 |
| | 1,936.88 | 1,798.62 |

Note: Refer note 28 for disclosures of contractual commitments for the acquisition of property, plant and equipment.

12.1 Ageing schedule of capital work-in-progress

| As at 31 March 2024 | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
|--------------------------------|------------------|-----------|-----------|-------------------|----------|
| Projects in progress | 148.86 | 704.58 | 16.98 | 1,066.46 | 1,936.88 |
| Projects temporarily suspended | - | - | - | - | - |

| As at 31 March 2023 | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
|--------------------------------|------------------|-----------|-----------|-------------------|----------|
| Projects in progress | 715.18 | 16.98 | 41.30 | 1,025.16 | 1,798.62 |
| Projects temporarily suspended | - | - | - | - | - |

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Reach Promoters Private Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024
(All amounts in INR Millions, unless otherwise stated)

| | As at 31 March 2024 | As at 31 March 2023 |
|--|------------------------|------------------------|
| 13. Long-term loans and advances | | |
| Unsecured, considered good | | |
| Security deposit | 10.54 | 9.11 |
| Advance tax and tax deducted at source (net of provisions) | 22.63 | 41.66 |
| Capital advances | 3.21 | 1.16 |
| Balances with government authorities (refer note 34) | 92.10 | 80.72 |
| Prepaid expenses | 0.22 | 0.70 |
| Unsecured, considered doubtful | | |
| Service tax refund receivable* | 10.02 | 10.02 |
| Capital advances | 3.58 | 3.58 |
| Less: Provision for doubtful receivables | (13.60) | (13.60) |
| | 128.70 | 133.35 |

*The Company had filed application for refund of service tax paid amounting to Rs. 10.02 million to service tax authority on advance collected for provision of service which was not provided later due to cancellation of property. The application of refund was rejected by Joint Commissioner and appeal before Commissioner (Appeals) has also get rejected accordingly, the Company has made provision against the same. Further, the Company has filed an appeal to an Appellate Tribunal. Currently, waiting for the hearing notice date from the authorities for the said case.

| | | |
|---|--------------|---------------|
| 14. Other non-current assets | | |
| Lease equalisation reserve | 35.77 | 98.39 |
| Bank deposits with more than 12 months of original maturity (refer note 14.1 below) | 38.71 | 38.21 |
| Interest accrued and not due thereon | | |
| - on Bank deposits with more than 12 months of original maturity | 2.80 | 1.12 |
| | 77.28 | 137.72 |

14.1. Deposits under lien

- includes deposit amounting to INR 0.17 million (31 March 2023 : INR 0.15 million) under lien with VAT authorities against registration
- includes deposit amounting to INR 32.56 million (31 March 2023 : INR 37.86 million) under lien with Kotak Mahindra bank against term loan facility.

15. Trade receivables
(unsecured, considered good, unless otherwise stated)

| | | |
|--|--------------|--------------|
| Considered good | 53.55 | 76.11 |
| Considered doubtful | 10.40 | 15.75 |
| Less: Provision for doubtful receivables | (10.40) | (15.75) |
| | 53.55 | 76.11 |

15.1. Trade Receivable ageing Schedules

| As at 31 March 2024 | Outstanding for following years from due date of payment | | | | | | Total |
|---|--|--------------------|-----------------|-----------|-----------|-------------------|---------|
| | Unbilled | Less than 6 months | 6 months-1 year | 1-2 years | 2-3 Years | More Than 3 Years | |
| (i) Undisputed Trade Receivables - Considered good | 12.69 | 25.96 | 4.20 | 0.88 | 9.82 | - | 53.55 |
| (ii) Undisputed Trade Receivables - Considered Doubtful | 1.52 | - | 0.12 | 0.33 | 2.53 | 5.90 | 10.40 |
| Less:- Provision for Doubtful Debt | (1.52) | - | (0.12) | (0.33) | (2.53) | (5.90) | (10.40) |
| (iii) Disputed Trade Receivable - Considered good | - | - | - | - | - | - | - |
| (iii) Disputed Trade Receivable - Considered Doubtful | - | - | - | - | - | - | - |

| As at 31 March 2023 | Outstanding for following years from due date of payment | | | | | | Total |
|---|--|--------------------|-----------------|-----------|-----------|-------------------|---------|
| | Unbilled | Less than 6 months | 6 months-1 year | 1-2 years | 2-3 Years | More Than 3 Years | |
| (i) Undisputed Trade Receivables - Considered good | 25.31 | 38.22 | 1.89 | 2.00 | 0.54 | 8.15 | 76.11 |
| (ii) Undisputed Trade Receivables - Considered Doubtful | 7.39 | 0.10 | 0.01 | 2.37 | 5.82 | 0.06 | 15.75 |
| Less:- Provision for Doubtful Debt | (7.39) | (0.10) | (0.01) | (2.37) | (5.82) | (0.06) | (15.75) |
| (iii) Disputed Trade Receivable - Considered good | - | - | - | - | - | - | - |
| (iii) Disputed Trade Receivable - Considered Doubtful | - | - | - | - | - | - | - |

Reach Promoters Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024

(All amounts in INR Millions, unless otherwise stated)

| | As at 31 March 2024 | As at 31 March 2023 |
|---|------------------------|------------------------|
| 16. Cash and bank balances | | |
| Cash and cash equivalents | | |
| Cash on hand | - | 0.12 |
| Balances with banks | | |
| In current accounts | 26.22 | 33.38 |
| In escrow accounts | 2.35 | 7.66 |
| Bank deposits with original maturity less than 3 months | 0.04 | 0.06 |
| Other bank balances | | |
| Bank Deposits with original maturity more than 3 months but less than 12 months | 119.61 | 27.18 |
| | 148.22 | 68.40 |
| 17. Short-term loans and advances (unsecured, considered good) | | |
| Advance to vendors | 1.74 | 0.86 |
| Advances to employees | 0.36 | 0.40 |
| Balances with government authorities | 24.29 | 121.68 |
| Prepaid expenses | 9.18 | 8.80 |
| | 35.57 | 131.74 |
| Considered doubtful | | |
| Advance to vendors | 1.22 | 1.24 |
| Less : Provision for doubtful receivables | (1.22) | (1.24) |
| | 35.57 | 131.74 |
| 18. Other current assets (unsecured, considered good) | | |
| Other receivables | 71.52 | 15.08 |
| Interest accrued and not due on bank deposits | 0.70 | 0.10 |
| Lease equalisation reserve | 78.96 | 86.75 |
| Other assets | 2.78 | 1.16 |
| | 93.96 | 103.09 |

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Reach Promoters Private Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024***(All amounts in INR Millions, unless otherwise stated)*

| | Year ended 31 March 2024 | Year ended 31 March 2023 |
|--|-----------------------------|-----------------------------|
| 19. Revenue from Operations | | |
| Operating revenue | | |
| Lease rental income | 378.25 | 302.40 |
| Other operating revenue | | |
| Income from maintenance services | 272.17 | 182.24 |
| Income from promotional levy | 13.21 | 11.72 |
| Others | 19.79 | 13.81 |
| | 683.42 | 510.17 |
| 20. Other income | | |
| Interest income: | | |
| on bank deposits | 4.69 | 4.45 |
| on income tax refund | 1.90 | 1.75 |
| on others | - | 0.09 |
| Other non-operating income: | | |
| Unclaimed balances and excess provisions written back | - | 0.10 |
| Provision for doubtful receivables written back | 0.04 | 6.93 |
| Miscellaneous income | 4.55 | 2.54 |
| | 11.18 | 15.86 |
| 21. Employee benefits expense | | |
| Salary, wages and bonus | 74.11 | 58.91 |
| Contribution to provident fund and other funds (refer note 29.B) | 1.00 | 1.06 |
| Staff welfare | 1.88 | 1.19 |
| | 76.99 | 61.16 |
| Less: transferred to capital work-in-progress | (18.62) | (16.02) |
| | 58.37 | 45.14 |
| 22. Finance costs | | |
| Interest on: | | |
| Term loan from banks | 129.27 | 116.87 |
| Delayed payment of taxes and Others | 0.02 | 0.93 |
| Other finance charges | 25.13 | 37.53 |
| | 154.42 | 155.33 |
| Less: transferred to capital work-in-progress | (56.23) | (54.58) |
| | 98.19 | 100.75 |
| 23. Depreciation and amortisation expense | | |
| Depreciation on tangible assets (refer note 11) | 215.19 | 188.02 |
| | 215.19 | 188.02 |

(This space has been intentionally left blank)

Reach Promoters Private Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024***(All amounts in INR Millions, unless otherwise stated)*

| | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|-----------------------------|-----------------------------|
| 24. Other expenses | | |
| Rates and taxes | 7.48 | 4.78 |
| Legal and professional charges | 25.95 | 16.41 |
| Travelling expenses | 6.65 | 5.45 |
| Insurance | 8.76 | 8.76 |
| House keeping services | 26.22 | 24.16 |
| Repair and maintenance | 23.47 | 16.64 |
| Brokerage and commission expenses | 2.68 | 2.35 |
| Marketing expenses | 53.57 | 48.66 |
| Printing and stationary expenses | 0.65 | 0.40 |
| Recruitment and training expenses | 0.78 | 0.25 |
| Electricity, water and generator expenses | 114.33 | 84.53 |
| Membership and subscription | - | 0.03 |
| Security expenses | 22.14 | 20.15 |
| Facility management expenses | 42.66 | 40.88 |
| Communication expenses | 3.33 | 2.30 |
| Provision for doubtful receivables/advances | 6.00 | 16.61 |
| Auditors remuneration (excluding goods and service tax) | | |
| Statutory audit | 1.08 | 1.05 |
| Tax audit | 0.32 | 0.30 |
| Certification and other services | 0.26 | 0.37 |
| Out-of pocket expenses | 0.26 | 0.20 |
| Miscellaneous expenses | 0.55 | 2.19 |
| | 347.14 | 296.47 |

25. Earning per share**Earnings attributable to equity shareholders**

| | | |
|---|---------------|----------------|
| Loss for the year for equity share holders | (24.29) | (104.35) |
| Weighted average number of equity shares outstanding during the year (Basic) | 90,70,546 | 90,70,546 |
| Weighted average number of shares for dilution | 49,48,702 | 49,48,702 |
| Weighted average number of equity shares outstanding during the year (Dilutive) | 1,40,19,248 | 1,40,19,248 |
| Nominal Value of equity share (in INR) | 10 | 10 |
| Basic Earning (loss) per share (in INR) | (2.68) | (11.50) |
| Diluted Earning (loss) per share* (in INR) | (2.68) | (11.50) |

*Potential equity shares are anti-dilutive in nature, hence they have not been considered for calculating weighted average number of equity shares used to compute diluted earnings per share.

| | As at 31 March 2024 | As at 31 March 2023 |
|---|------------------------|------------------------|
| 26. Deferred taxes (net) | | |
| Deferred tax liabilities arising on account of : | | |
| Written down value of property, plant and equipment and intangible assets | 60.58 | 58.44 |
| Lease equalisation reserve | 28.88 | 46.60 |
| | 89.46 | 105.04 |
| Deferred tax assets arising on account of : | | |
| Unabsorbed depreciation | 75.66 | 91.83 |
| (to the extent of net deferred tax liabilities) | | |
| Provision on doubtful receivables | 11.04 | 11.40 |
| Impact of expenditure charged to the statement of profit and loss but allowed for tax purposes on payment basis including gratuity and leave encashment | 2.76 | 1.81 |
| | 89.46 | 105.04 |
| Deferred tax liabilities / assets recognized | - | - |

* As per Accounting Standard 22, "Accounting for taxes on income", the Company would have deferred tax asset balance as at 31 March 2024. However, the Company has recognized the deferred tax assets to the extent of Deferred Tax Liabilities and balance Deferred Tax Assets has not been given effect on a prudent basis.

Reach Promoters Private Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024***(All amounts in INR Millions, unless otherwise stated)***27. Contingent liabilities**

(a) The Payment of Bonus (Amendment) Act, 2015 dated 31 December 2015 (which was made effective from 01 April 2014) revised the thresholds for coverage of employee eligible for bonus and also enhanced the ceiling limits for computation of bonus. However, taking cognizance of the stay granted by various High Courts, the Company has not recognised any differential amount of bonus for the period 01 April 2014 to 31 March 2015 and accordingly has recognised the expense as per the amended provisions w.e.f. 01 April 2015 and onwards.

(b) Contingent liability relating to determination of provident fund liability, based on judgement from Hon'ble Supreme Court, is not determinable at present for the period prior to March 2019, due to uncertainty of the impact of the judgement in the absence of further clarification relating to applicability. The company has started complying with this prospectively from the month of March 2019. The Company will continue to assess any further developments in this matter for its implication on the financial statements, if any.

28. Capital commitments

The Company is committed to incurring capital expenditure of INR 77.49 million as on 31 March 2024 (31 March 2023 : INR 49.59 million).

29. Employee Benefits**A. Gratuity (unfunded)****Amount recognised in the statement of profit and loss**

| | Year ended 31 March 2024 | Year ended 31 March 2023 |
|--|-----------------------------|-----------------------------|
| Current service cost | 1.18 | 0.45 |
| Interest cost | 0.31 | 0.28 |
| Actuarial (gain) / loss recognized during the year | 2.16 | (0.01) |
| Total | 3.65 | 0.72 |

| | As at 31 March 2024 | As at 31 March 2023 |
|--|------------------------|------------------------|
| Movement in the defined benefit obligation | | |
| Present value of defined benefit obligation as at the start of the year | 4.26 | 3.85 |
| Interest cost | 0.31 | 0.28 |
| Current service cost | 1.18 | 0.45 |
| Acquisition/Divestiture | - | 0.48 |
| Benefits paid | - | (0.79) |
| Actuarial (gain) / loss on plan liabilities | 2.16 | (0.01) |
| Present value of defined benefit obligation as at the end of the year | 7.91 | 4.26 |

Amount recognized in Balance Sheet

| | As at 31 March 2024 | As at 31 March 2023 |
|---|------------------------|------------------------|
| Present value of defined benefit obligation as at the end of the year | 7.91 | 4.26 |
| Net Liability recognized in Balance Sheet | 7.91 | 4.26 |

Break-up of present value of defined benefit obligation as at the end of the year

| | As at 31 March 2024 | As at 31 March 2023 |
|-------------|------------------------|------------------------|
| Non-current | 6.93 | 3.46 |
| Current | 0.98 | 0.80 |
| | 7.91 | 4.26 |

For determination of the gratuity liability of the Company, the following actuarial assumptions were used

| | | |
|---|--------|--------|
| Discount Rate | 7.15% | 7.35% |
| Rate of increase in compensation levels | 13.00% | 10.00% |

| Description | 31 March 2024 | 31 March 2023 | 31 March 2022 | 31 March 2021 | 31 March 2020 |
|--|---------------|---------------|---------------|---------------|---------------|
| Present value of obligation | 7.91 | 4.26 | 3.85 | 3.50 | 4.51 |
| Expense recognized in the statement of profit and loss | 3.65 | 0.72 | 1.15 | (0.88) | 1.12 |
| Actuarial gain / (loss) on plan liabilities | (2.16) | 0.01 | (0.14) | 1.94 | 0.29 |

B. Provident fund

Contribution made to provident and other funds during the year INR 1.00 million (31 March 2023 : INR 1.06 million).

Reach Promoters Private Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024***(All amounts in INR Millions, unless otherwise stated)***30. Segment Reporting**

The Company is primarily engaged in the business of construction, development, leasing and operations of commercial space, which as per Accounting Standard – 17 on “Segment Reporting” as specified under section 133 of Companies Act, 2013 read with Companies (Accounting Standard) Rules, 2021 (as amended) is considered to be the only reportable business segment. The Company is primarily operating in India which is considered as a single geographical segment.

| | 31 March 2024 | 31 March 2023 |
|---|---------------|---------------|
| 31. Expenditure in foreign currency (on accrual basis) | | |
| Consultancy charges | 5.39 | 2.89 |
| | <u>5.39</u> | <u>2.89</u> |

32. Information required to be disclosed under Accounting Standard 19 on “Leases”**As lessor -**

The Company has leased out various premises in its retail project “Airia” on operating leases during the current period.

| | 31 March 2024 | 31 March 2023 |
|--|---------------|---------------|
| Minimum lease rent receivable in respect of such operating leases * | | |
| Not later than one year | 161.52 | 194.93 |
| Later than one year but not later than five years | 68.09 | 229.66 |
| Later than five years | - | - |
| Lease income for the year recognized in the statement of profit and loss | 378.25 | 302.40 |

* The above disclosure is limited to only fixed lease payments for the non-cancellable lease term with the lessees and does not include rental revenue based on revenue share as the same cannot be determined.

33. Related party disclosures

Disclosures in respect of Accounting Standard (AS) - 18 ‘Related Party Disclosures’, as specified under Section 133 of the Companies Act, 2013, read with Companies (Accounting Standard) Rules, 2021 (as amended):

A) Related party relationships

i) Entities under common control of key management personnel (KMP) (with whom there were transactions during the current and/or previous year):

Usetech Buildwell Private Limited
 Lake Shore India Management Private Limited
 Realbiz Realty LLP
 Devindu Buildcon Private Limited
 Red Infracon Private Limited
 Torna Developers Private Limited

ii) Enterprise which directly control the reporting enterprise

Lake Shore India Retail Venture Fund

iii) Key management personnel (KMP):

Mr. Harinder Singh Hora, Director
 Mr. Paramjit Singh, Director
 Mr. Scott Scher Eisenberg, Director
 Mr. Karim Merchant, Director

iv) Relatives of KMP (with whom there were transactions during the current and previous year):

Mr. Harpreet Singh Hora (Brother of Harinder Singh Hora, Director)
 Mr. Ramandeep Singh Mokha (Son of Paramjit Singh, Director)

Reach Promoters Private Limited
Summary of significant accounting policies and other explanatory information for the year
ended 31 March 2024
(All amounts in INR Millions, unless otherwise stated)

B) Transactions with /outstanding balance of enterprises over which KMP have significant influence:

| Particulars | Enterprises over which KMP have significant influence | |
|--|---|---------------|
| | 31 March 2024 | 31 March 2023 |
| Transactions during the year | | |
| <i>Professional fees:</i> | | |
| Lake Shore India Management Private Limited | 18.00 | 18.00 |
| <i>Reimbursement of expenses:</i> | | |
| Lake Shore India Management Private Limited | 3.17 | 1.54 |
| <i>Sale/Transfer of Property, Plant and Equipment:</i> | | |
| Lake Shore India Management Private Limited | 0.06 | 0.01 |
| <i>Gratuity Transfer:</i> | | |
| Lake Shore India Management Private Limited | - | 0.49 |
| <i>Support Services:</i> | | |
| Torna Developers Private Limited | - | 0.38 |
| <i>Trade Receivable:</i> | | |
| Realbiz Realty LLP | 0.25 | - |
| <i>Deposit Receipt:</i> | | |
| Usetech Buildwell Private Limited | 0.52 | - |

| | | |
|--|------|--------|
| Balances outstanding at the year end: | | |
| <i>Optionally convertible debentures "Series A":</i> | | |
| Red Infracon Private Limited | - | 131.75 |
| Devindu Buildcon Private Limited | - | 119.47 |
| <i>Optionally convertible debentures "Series B":</i> | | |
| Red Infracon Private Limited | - | 110.00 |
| Devindu Buildcon Private Limited | - | 18.02 |
| <i>Trade receivables:</i> | | |
| Usetech Buildwell Private Limited | 0.20 | 0.60 |
| Torna Developer Private Limited | - | 0.38 |
| Realbiz Realty LLP | 0.11 | - |

C) Transactions with /outstanding balance of enterprises which directly control the reporting enterprise:

| Particulars | Enterprises that directly control the reporting enterprise | |
|--|--|---------------|
| | 31 March 2024 | 31 March 2023 |
| Balances payable at the year end | | |
| <i>Optionally convertible debentures "Series A":</i> | | |
| Lake Shore India Retail Venture Fund | 640.00 | 640.00 |
| <i>Optionally convertible debentures "Series B":</i> | | |
| Lake Shore India Retail Venture Fund | 5.40 | 5.40 |
| <i>Compulsorily convertible debentures "Series B":</i> | | |
| Lake Shore India Retail Venture Fund | 154.65 | 154.65 |

Reach Promoters Private Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024
 (All amounts in INR Millions, unless otherwise stated)

D) Transactions with /outstanding balance of Key management personnel and their relatives:

| Particulars | Key management personnel and their relatives | |
|--|--|---------------|
| | 31 March 2024 | 31 March 2023 |
| Balances outstanding at the year end | | |
| <i>Compulsorily convertible debentures "Series A":</i> | | |
| Harinder Singh Hora | 91.25 | 91.25 |
| <i>Optionally convertible debentures "Series A":</i> | | |
| Harinder Singh Hora | 305.22 | 54.00 |
| Paramjit Singh | 19.85 | 19.85 |
| <i>Optionally convertible debentures "Series B":</i> | | |
| Harinder Singh Hora | 128.02 | - |
| <i>Trade receivables:</i> | | |
| Paramjit Singh | - | 0.05 |
| Harpreet Singh Hora | - | 0.11 |
| Ramandeep Singh Mokha | - | 0.05 |
| <i>Short term borrowing:</i> | | |
| Harinder Singh Hora | 14.00 | 14.00 |

Reach Promoters Private Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2024
(All amounts in INR Millions, unless otherwise stated)

34. During the year ended 31 March 2020, the Company had received Occupancy Certificate ('OC') for its commercial mall 'Atria'. Subsequently upon receipt of OC and completion of commercial mall, the Company had carried out capitalization of its capital work-in progress to property, plant and equipment. During capitalization, the Company had reclassified Goods and Service Tax ('GST') input credit incurred on construction of mall from capital work-in progress to long term loans and advances as input receivables, basis the judgment rendered by the Hon'ble High Court, Orissa in the case of M/s. Safari Retreats Private Limited, cited as 2019 (5) TMI 1278, against which the department has filed an appeal before the Hon'ble Supreme Court of India, which is presently pending. Accordingly, the Company has availed GST input credit comprises of IGST, CGST and SGST, pertaining to construction of Company's mall 'Atria' for the purpose of letting out of the same to numerous tenants and leasees, amounting to INR 110.75 million (31 March 2023 : INR 95.43 million). Basis the legal advice received by the management of the Company, they are of the view that such GST input credit will be available to the Company. However, the Company will not utilize such GST input credit till the time the judgement of Hon'ble Supreme Court of India is made in respect of this matter. As an abundant cautious, the Company has made a provision for the year of INR 3.95 million (31 March 2023 : INR 2.02 million) which otherwise the Company would have to incur as expense, had such GST input credit not shown as advance. Further, based on the internal assessment, the management of the Company has capitalised the input credit relating to IGST amounting to INR 3.48 mn (31 March 2023: INR 21.53 million) to the property, plant and equipment.

35. Financial Ratios

| Particulars | Numerator | Denominator | As at March 31, 2024 | As at March 31, 2023 | Variation | Reasons |
|--|-------------------------------------|---|-------------------------|-------------------------|-----------|--|
| (a) Current Ratio, Represents the current assets of the company as against the current liabilities. | Current Assets | Current liabilities | 0.99 | 1.34 | -27% | Current liabilities increased significantly due to increase in amount of current maturity of Long term borrowings. |
| (b) Debt-Equity Ratio, Represents relationship between external liability and internal equity. | Total Debt | Shareholders equity | 2.02 | 2.03 | -1% | Due to decrease in debt liability and decrease in losses |
| (c) Debt Service Coverage Ratio, Indicates that the business has enough income to comfortably cover loan principal and interest payments. | Earnings available for debt service | Debt Service | 0.10 | 0.06 | 62% | Impact of increase in total revenue. |
| (d) Return on Equity Ratio, Represents the total return on equity capital. | Net Income | Shareholders equity | (0.02) | (0.07) | 76% | Impact of increase in total revenue. |
| (e) Trade receivables turnover ratio, Represents liquidity of receivables. | Net Credit Sales | Average Accounts Receivables | 10.54 | 7.11 | 48% | Impact of increase in total revenue in comparison to previous year. |
| (f) Trade Payables turnover ratio, Represents Number of time creditors are paid | Net Credit Purchases | Average Trade Payables | 14.10 | 10.00 | 41% | Impact of increase in total purchases in comparison to previous year. |
| (g) Net capital turnover ratio, Measures the efficiently by which the company is using its working capital in the business. | Net Sales | Working Capital | 14.74 | 2.73 | 440% | Impact of increase in revenue in comparison to previous year and increase in current maturity of Long term borrowings. |
| (h) Net profit ratio, Relationship between net profit after tax and net sales | Net Profit after Tax | Net Sales | (0.04) | (0.20) | 83% | Impact of increase in total revenue. |
| (i) Return on Capital employed, Represents company's profitability and capital efficiency. | Earning before interest and tax | Tangible net worth+ total debt + deferred tax liability | 0.02 | (0.00) | 2374% | Impact of increase in total revenue. |

36. In the opinion of the Board of Directors, current assets, loans and advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet and provisions for all known / expected liabilities have been made.
37. The Company has not surpassed the criteria as specified under sub-section (1) of section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, therefore the disclosure required under Corporate Social Responsibility is not applicable on the Company.

38. Other Disclosure as per Schedule III

- (a) No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988.
- (b) The Company has working capital facilities from banks on the basis of security among other including trade receivable. Pursuant to sanction letter, company is not required to submit statement of current assets with the bank.
- (c) The Company not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (d) The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.
- (e) The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.
- (f) There is no income surrendered or disclosed income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded.
- (g) The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- (h) The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.
- (i) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the intermediary shall:
- (a) 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
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (j) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding(whether recorded in writing or otherwise) that the Company shall:
- (a) 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
- (b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries
- (k) The Company does not have any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period.
- 39.** The figures of the previous year have been re-grouped / re-classified to render them comparable with the figures of the current year. The impact of the same is not material to the user of the financial statements.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013

MANISH KUMAR AGRAWAL
Digitally signed by
MANISH KUMAR
AGRAWAL
Date: 2024.08.23
19:24:05 +05'30'

Manish Agrawal
Partner
Membership No.: 507000

Place: Darbhanga
Date: 23 August 2024

For and on behalf of the Board of Directors of
Reach Promoters Private Limited
CIN: U70109DL2006PTC150938

Karim Kasim Merchant
Digitally signed
by Karim Kasim
Merchant
Date: 2024.08.23
17:34:42 +05'30'

Karim Kasim Merchant
Director
DIN - 05269691

Place: Mumbai
Date: 23 August 2024

Paramjit Singh
Digitally signed
by Paramjit
Singh
Date: 2024.08.23
18:44:08 +05'30'

Paramjit Singh
Director
DIN - 01831634

Place: Gurugram
Date: 23 August 2024

**Walker Chandlok & Co
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Independent Auditor's Report

To the Members of Reach Promoters Private Limited

Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of Reach Promoters Private Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2024, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 Standards specified under section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2021 and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its loss and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. 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 ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the Financial Statements and Auditor's Report thereon

4. The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Directors' Report, but does not include the financial statements and our auditor's report thereon.

Walker Chandiook & Co LLP

Independent Auditor's Report on the Financial Statements of Reach Promoters Private Limited for the year ended 31 March 2024 (Cont'd)

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Financial Statements

5. The accompanying financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards specified under section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2021 and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. In preparing the financial statements, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

7. 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 Standards on Auditing 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.
8. As part of an audit in accordance with Standards on Auditing specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls;

Independent Auditor's Report on the Financial Statements of Reach Promoters Private Limited for the year ended 31 March 2024 (Cont'd)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
 - Conclude on the appropriateness of Board of Directors' 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; and
 - 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.
9. 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.

Report on Other Legal and Regulatory Requirements

10. Based on our audit, we report that the provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable.
11. As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
12. Further to our comments in Annexure A, as required by section 143(3) of the Act, based on our audit, we report, to the extent applicable, 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 purpose of our audit of the accompanying financial statements;
 - 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 and except for the matters stated in paragraph 12(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);
 - c) The financial statements dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2021;
 - e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of section 164(2) of the Act;
 - f) The reservation relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 12(b) above on reporting under section 143 (3)(b) of the Act and paragraph 12(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);

Walker Chandiook & Co LLP

Independent Auditor's Report on the Financial Statements of Reach Promoters Private Limited for the year ended 31 March 2024 (Cont'd)

- g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company as on 31 March 2024 and operating effectiveness of such controls, refer to our separate Report in Annexure B wherein we have expressed an unmodified opinion; and
- 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 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position as at 31 March 2024;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2024;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2024;
 - iv.
 - a. The management has represented that, to the best of its knowledge and belief, as disclosed in note 38(i) to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company to or in any person(s) or entity(ies), including foreign entities ('the 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 ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
 - b. The management has represented that, to the best of its knowledge and belief, as disclosed in note 38(j) to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ('the 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 performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
 - v. The Company has not declared or paid any dividend during the year ended 31 March 2024; and
 - vi. Based on our examination which included test checks, except for the instances mentioned below, the Company, in respect of financial year commencing on 1 April 2023, has used accounting software for maintaining its books of account which have a feature of recording audit trail (edit log) facility and the same have been operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with, other than consequential impact of the exceptions given below:

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Independent Auditor's Report on the Financial Statements of Reach Promoters Private Limited for the year ended 31 March 2024 (Cont'd)

- a. The audit trail feature was enabled at the database level, however, certain additional configurations relating to generation of database logs were not carried out in accounting software including definition of relevant policies. Accordingly, we are unable to comment on the completeness of such database level audit logs.
- b. The accounting software used for maintenance of purchase and sales records is operated by a third-party service provider, In absence of any information on existence of audit trail (edit logs) for any direct changes made at the database level in the 'Independent Service Auditor's Report on the Description of the Service Organization's System and the Suitability of the Design and Operating Effectiveness of Controls' ('Type 2 report' based on the criteria for a description of a service organization's system as set forth in DC Section 200, 2018 Description Criteria for a Description of a Service Organization's System in a SOC Report, in AICPA Description criteria, we are unable to comment on whether audit trail feature with respect to the database of the said software was enabled and operated throughout the year.
- c. The Company has used another accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility except that the audit trail feature was not enabled for the period 01 April 2023 to 27 May 2023.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

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Manish Agrawal
Partner
Membership No.: 507000
UDIN: 24507000BKDHQG4023

Place: Darbhanga
Date: 23 August 2024

Walker Chandiook & Co LLP

Annexure A referred to in Paragraph 11 of the Independent Auditor's Report of even date to the members of Reach Promoters Private Limited on the financial statements for the year ended 31 March 2024

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and capital work in progress.

(B) The Company does not have any intangible assets and accordingly, reporting under clause 3(i)(a)(B) of the Order is not applicable to the Company.
- (b) The property, plant and equipment have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of physical verification programme adopted by the Company, is reasonable having regard to the size of the Company and the nature of its assets.
- (c) The title deeds of all the immovable properties held by the Company disclosed in note 11 and note 12 to the financial statements are held in the name of the Company. However, for title deeds of immovable properties in the nature of land situated at Gurugram Haryana with gross carrying values of Rs. 281.27 Million as at 31 March 2024, which have been mortgaged as security for loans or borrowings taken by the Company, confirmations with respect to title of the Company have been directly obtained by us from the lender.
- (d) The Company has adopted cost model for its Property, Plant and Equipment. Accordingly, reporting under clause 3(i)(d) of the Order is not applicable to the Company.
- (e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended) and rules made thereunder.
- (ii) (a) The Company does not hold any inventory. Accordingly, reporting under clause 3(ii)(a) of the Order is not applicable to the Company.

(b) As disclosed in note 38(b) to the financial statements, the Company has been sanctioned a working capital limit in excess of Rs. 5 crore, by bank on the basis of security of current assets. Pursuant to the terms of the sanction letter, the Company is not required to file any quarterly return or statement with such bank.
- (iii) The Company has not made any investment 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 (LLPs) or any other parties during the year. Accordingly, reporting under clause 3(iii) of the Order is not applicable to the Company.
- (iv) The Company has not entered into any transaction covered under sections 185 and 186 of the Act. Accordingly, reporting under clause 3(iv) of the Order is not applicable to the Company.
- (v) In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there are no amounts which have been deemed to be deposits within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has specified maintenance of cost records under sub-section (1) of section 148 of the Act only in respect of specified services of the Company. For such services, we have broadly reviewed the books of account maintained by the Company

Walker Chandiook & Co LLP

Annexure A referred to in Paragraph 11 of the Independent Auditor's Report of even date to the members of Reach Promoters Private Limited on the financial statements for the year ended 31 March 2024 (Cont'd)

pursuant to the rules made by the Central Government for the maintenance of cost records under the aforesaid section, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

- (vii) (a) In our opinion, and according to the information and explanations given to us, the Company is regular in depositing undisputed statutory dues including goods and services tax, provident fund, income-tax, sales-tax, service tax, duty of customs, duty of excise, goods and services tax, cess and other material statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no statutory dues referred to in subclause (a) above that have not been deposited with the appropriate authorities on account of any dispute.
- (viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been previously recorded in the books of accounts.
- (ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender. Further, the Company has an interest free loan amounting to Rs.14.00 Million which is repayable on demand. Such loans have not been demanded for repayment as on date.
- (b) According to the information and explanations given to us including representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion and according to the information and explanations given to us, money raised by way of term loans were applied for the purposes for which these were obtained.
- (d) In our opinion and according to the information and explanations given to us, the Company has not raised any funds on short term basis during the year. Accordingly, reporting under clause 3(ix)(d) of the Order is not applicable to the Company.
- (e) According to the information and explanations given to us, the Company does not have any subsidiaries, associates or joint ventures. Accordingly, reporting under clause 3(ix)(e) and clause 3(ix)(f) of the Order is not applicable to the Company.
- (x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no fraud on the Company has been noticed or reported during the period covered by our audit.

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Annexure A referred to in Paragraph 11 of the Independent Auditor's Report of even date to the members of Reach Promoters Private Limited on the financial statements for the year ended 31 March 2024 (Cont'd)

- (b) According to the information and explanations given to us including the representation made to us by the management of the Company, no report under sub-section 12 of section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014, with the Central Government for the period covered by our audit.
- (c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, all transactions entered into by the Company, with the related parties are in compliance with section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements etc., as required under Accounting Standard (AS) 18, Related Party Disclosures specified in Companies (Accounting Standards) Rules, 2021 as prescribed under section 133 of the Act. Further, according to the information and explanations given to us, the Company is not required to constitute an audit committee under section 177 of the Act.
- (xiv) (a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system which is commensurate with the size and nature of its business as required under the provisions of section 138 of the Act.

(b) We have considered the reports issued by the Internal Auditors of the Company till date for the period under audit.
- (xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and accordingly, reporting under clause 3(xv) of the Order with respect to compliance with the provisions of section 192 of the Act are not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clauses 3(xvi)(a), (b) and (c) of the Order are not applicable to the Company.
- (d) Based on the information and explanations given to us and as represented by the management of the Company, the Group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC.
- (xvii) The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected date of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the

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Annexure A referred to in Paragraph 11 of the Independent Auditor's Report of even date to the members of Reach Promoters Private Limited on the financial statements for the year ended 31 March 2024 (Cont'd)

date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

- (xx) According to the information and explanations given to us, the Company does not meet the criteria as specified under sub-section (1) of section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and according, reporting under clause 3(xx) of the Order is not applicable to the Company.
- (xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

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Manish Agrawal
Partner
Membership No.: 507000
UDIN: 24507000BKDHQG4023

Place: Darbhanga
Date: 23 August 2024

Walker Chandio & Co LLP

Annexure B to the Independent Auditor's Report of even date to the members of Reach Promoters Private Limited on the financial statements for the year ended 31 March 2024

Independent Auditor's Report on the internal financial controls with reference to the financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

1. In conjunction with our audit of the financial statements of Reach Promoters Private Limited ('the Company') as at and for the year ended 31 March 2024, we have audited the internal financial controls with reference to financial statements of the Company as at that date.

Responsibilities of Management for Internal Financial Controls

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on internal financial controls with reference to financial statements 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 ('the Guidance Note') 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 the Company's business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Financial Statements

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the ICAI prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, and the Guidance Note issued by the ICAI. 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 with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements includes obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 with reference to financial statements.

Meaning of Internal Financial Controls with Reference to Financial Statements

6. A company's internal financial controls with reference to financial statements 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 controls with reference to financial statements include 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)

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Annexure B to the Independent Auditor's Report of even date to the members of Reach Promoters Private Limited on the financial statements for the year ended 31 March 2024 (Cont'd)

provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such controls were operating effectively as at 31 March 2024, based on internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **Walker Chandiok & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

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Manish Agrawal

Partner

Membership No.: 507000

UDIN: 24507000BKDHQG4023

Place: Darbhanga

Date: 23 August 2024

REACH PROMOTERS PRIVATE LIMITED

[CIN: U70109DL2006PTC150938]

DIRECTORS' REPORT

FINANCIAL YEAR 2023-24

REACH PROMOTERS PRIVATE LIMITED
DIRECTORS' REPORT FOR FINANCIAL YEAR 2023-24

DIRECTORS' REPORT

To,
The Members,
Reach Promoters Private Limited

Your Directors have pleasure in presenting the 18th Annual Report on the business and operations of Reach Promoters Private Limited ("the Company") together with the Audited Financial Statements of the Company for the financial year ended on March 31, 2024.

1. FINANCIAL SUMMARY: -

| (Amount in INR Millions) | | | |
|--|----------------------|------------------|------------------|
| Particulars | | 2023-2024 | 2022-2023 |
| Revenue from operations | | 683.42 | 510.17 |
| Other income | | 11.18 | 15.86 |
| Total Revenue | [A] | 694.60 | 526.03 |
| Employee benefits expense | | 58.37 | 45.14 |
| Other expenses | | 347.14 | 296.47 |
| Total expenses | [B] | 405.51 | 341.61 |
| Profit / (Loss) before Tax, Interest & Depreciation | [C] = [A]-[B] | 289.09 | 184.42 |
| Less: Interest & Depreciation | [D] | 313.38 | 288.77 |
| Profit before tax | [E] = [C]-[D] | (24.29) | (104.35) |
| Less: Current Tax | [F] | - | - |
| Profit/(Loss) after Tax | [G] = [E]-[F] | (24.29) | (104.35) |
| Add: Balance in Statement of Profit & Loss brought forward | [H] | (1029.53) | (925.18) |
| Balance in Statement of Profit & Loss carried forward | [I] = [G]+[H] | (1053.82) | (1029.53) |

2. DIVIDEND: -

In view of the loss during the year, your Directors have not recommended any dividend for the year under review.

3. THE AMOUNTS, IF ANY, WHICH IT PROPOSES TO CARRY TO ANY RESERVES: -

For the financial year ended March 31, 2024, the Company incurred losses of Rs. 24.31 millions and it is proposed to carry the loss to free reserves.

4. STATE OF COMPANY AFFAIRS: -

Information and data considered pertinent and necessary for the purpose of a proper appreciation of the state of affairs of a Company is explained as follows:

- The Financial Statements have been prepared on a standalone basis.
- During the year under review, the Company has not issued any securities.
- The status of the Company has not changed.
- There is no change in the accounting year of the Company.
- The Company has incurred capital expenditure as per the objects of the Company in the ordinary course of the business.

REACH PROMOTERS PRIVATE LIMITED
DIRECTORS' REPORT FOR FINANCIAL YEAR 2023-24

No relevant changes have occurred, compared to the position as stated in the previous year's Board's Report, which has a material bearing on the performance of the Company.

5. CHANGE IN THE NATURE OF BUSINESS: -

There is no change in the nature of the business of the Company during the financial year ended March 31, 2024.

6. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THIS REPORT: -

There is no material change and commitment affecting the financial position of the Company between the end of the financial year and the date of this Report.

7. ORDERS IMPACTING GOING CONCERN STATUS: -

No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future. Hence, disclosure pursuant to Rule 8 (5) (vii) of the Companies (Accounts) Rules, 2014 is not required.

8. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS: -

The Board is of the opinion that the Company's internal control systems are adequate and commensurate with the nature, size and operations of the Company.

9. DEPOSITS: -

The Company has neither accepted nor renewed any deposits covered under Chapter V of the Companies Act, 2013, during the year under review.

As per Companies (Acceptance of Deposits) Amendment Rules 2019 read with Companies (Acceptance of Deposits) Second Amendment Rules 2019, it is construed that a yearly return shall be filed in e-form DPT 3 with the Registrar of Companies mentioning the outstanding receipt of money or loan by the Company but not considered as deposits.

The yearly return for the financial year 2023-24 in the Form DPT-3 has been duly completed within the statutory time limit.

10. DETAILS OF SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES: -

The Company does not have any Subsidiary, Joint Ventures or Associate Company.

11. DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR: -

During the Financial Year 2023-24, there were no changes in the Board of Directors composition and Key Managerial Personnel.

REACH PROMOTERS PRIVATE LIMITED
DIRECTORS' REPORT FOR FINANCIAL YEAR 2023-24

12. MEETINGS OF THE BOARD OF DIRECTORS:

During the year under review, four (4) Board Meetings were held on the below mentioned dates:

- July 13, 2023
- October 27, 2023
- December 19, 2023
- March 28, 2023

Proper notices were given, and the proceedings were properly recorded and signed in the Minutes Book as required under the Companies Act, 2013, Secretarial Standards and the Articles of Association of the Company.

13. STATUTORY AUDITORS: -

M/s. Walker Chandiok & Co. LLP, Chartered Accountants were reappointed as Statutory Auditors of the Company at the Annual General Meeting held on 21st September 2020, for the second term of five consecutive years to hold the office from the conclusion of the 14th Annual General Meeting till the conclusion of the 19th Annual General Meeting of the Company. The Auditors have confirmed that they are not disqualified from being re-appointed as Auditors of the Company and that they conduct the Statutory Audit from Financial Year 2020-21 to Financial Year 2024-25.

14. AUDITORS' REPORT: -

There is no qualification, reservation or adverse remarks or disclaimer made by the auditors in their report for the financial year 2023-24.

The auditor in its audit report, has made a remark, relating the maintenance of the audit trail as required by Section 128 of the Companies Act, 2013.

This observation arises from technical complexities related to audit logs within Database access in our Enterprise Resource Planning (ERP) system and non-maintenance of audit logs on certain tables and its understanding, which will be appropriately addressed.

Auditors' Report is self-explanatory and do not call for any further comments.

Further, the Auditors' Report for the financial year ended March 31, 2024, is annexed with the Financial Statements for your kind perusal and information.

15. SECRETARIAL AUDITORS: -

M/s Ashish Mishra & Associates, Company Secretaries were appointed as Secretarial Auditors of the Company for conducting the secretarial audit on and from the Financial Year 2023-24.

16. SECRETARIAL AUDITOR'S REPORT: -

There is no qualification, reservation or adverse remarks or disclaimer made by the auditors in their report for the financial year 2023-24.

REACH PROMOTERS PRIVATE LIMITED
DIRECTORS' REPORT FOR FINANCIAL YEAR 2023-24

17. ISSUE OF SHARES AND DEBENTURES AND BUYBACK OF SHARES: -

During the year under review, the Company has not issued any equity shares by way of rights or otherwise to existing shareholders. The Company has neither bought back any of its securities, nor issued any further shares by way of Sweat equity and bonus shares. The Company has not provided any Stock Option Scheme to the employees.

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013: -

The particulars of loans, guarantees and investments have been disclosed in the Financial Statements of the Company for the year under review.

19. PARTICULARS OF CONTRACTS OR ARRANGMENTS MADE WITH THE RELATED PARTIES: -

During the year under review, all the contracts or arrangements entered with the related parties were in ordinary course of business, with necessary/ requisite approval(s). The formal disclosure of such related party contracts or arrangements is furnished in Annexure I in form AOC- 2.

20. COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES: -

The Company is not required to constitute a Nomination and Remuneration Committee as the provisions of Section 178(1) of the Companies Act, 2013 are not applicable to the Company.

21. PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO: -

(a) Conservation of energy:

| Sr. No. | Particulars | Remarks |
|---------|--|---|
| (i) | the steps taken or impact on conservation of energy | Although the operations of the Company are not energy intensive, however, every efforts are made to ensure optimum use of energy in the operations of the Company by using energy efficient LED lights, computers and other equipment. Constant efforts are made through regular/preventive maintenance and upkeep of existing electrical equipment to minimize breakdowns and loss of energy. During the previous year the Company took the initiative to install motion sensor lights in various parts of the 'Airia Mall' to enable optimized use of energy. |
| (ii) | the steps taken by the Company for utilizing alternate sources of energy | Use of Solar PV based rooftop electrical systems of capacity 224 kWp by the Company installed on the building terrace/rooftops at the 'Airia Mall' situated at Badshahpur, Gurugram. |
| (iii) | the capital investment on energy conservation equipment | The Investment in Solar PV based rooftop electrical systems is not of Capital nature. |

REACH PROMOTERS PRIVATE LIMITED
DIRECTORS' REPORT FOR FINANCIAL YEAR 2023-24

(b) Technology Absorption:

The Company continues to use the latest technology to improve the productivity and quality of its services and products.

(c) Foreign exchange earnings and outgo:

| Particulars | For the year ended March 31, 2024 (Amount in INR Millions) |
|-------------|---|
| Earnings | - |
| Outgo | 5.39 |

22. STATEMENT SHOWING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY: -

Pursuant to Section 134(3)(n) of the Companies Act, 2013, the Company has formulated a Risk Management Policy to identify the elements of risk, if any which in the opinion of the Board may threaten the existence of the Company.

During the financial year under review, the Board of Directors did not come across any potential risks which may threaten the existence of the Company.

23. ANNUAL RETURN: -

The copy of the Annual Return shall be available on www.airiamall.com in annual return section of the website.

24. DIRECTORS' RESPONSIBILITY STATEMENT: -

Pursuant to the requirements of Section 134(3)(c) and 134(5) of the Companies Act, 2013, it is hereby confirmed:

- a) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- b) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2024 and of the loss of the company for the year ended on March 31, 2024.
- c) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- d) that the directors had prepared the annual accounts on a going concern basis; and
- e) that the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

25. MAINTENANCE OF COST RECORDS: -

The maintenance of cost records as specified by the Central Government under Sub-section (1) of Section 148 of the Companies Act, 2013 is required by the Company and accordingly such accounts and records are being made and maintained for the Financial Year 2023-24.

26. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES: -

The provisions of Section 135 of Companies Act, 2013 related to Corporate Social Responsibility is not applicable to the Company.

27. DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013: -

The Company has in place a Policy for Prevention of Sexual Harassment of Women at Workplace in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. The Company has not received any complaint on sexual harassment during the Financial Year 2023-24.

28. APPLICATION MADE OR PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016: -

During the financial period under review, no application was made under the Insolvency and Bankruptcy Code, 2016 ("IBC 2016") by your Company. No proceedings are pending under IBC 2016 against your Company.

29. PARTICULARS OF VALUATION DONE AT THE TIME OF ONE-TIME SETTLEMENT AND VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS: -

During the financial period under review, there were no instances of any one-time settlement against loans taken from Banks or Financial Institutions.

30. DISCLOSURE ON ESTABLISHMENT OF VIGIL MECHANISM: -

The Company has complied with the applicable provisions of Section 177(9) & 177(10) of the Companies Act, 2013 and Rules made thereunder with respect to vigil mechanism.

31. FRAUD REPORTING: -

During the year under review, no instances of fraud were reported by the statutory auditors of the Company.

32. DECLARATION OF INDEPENDENT DIRECTOR: -

The provisions of Section 149 of the Companies Act, 2013 pertaining to the appointment of Independent Directors does not apply to your Company.

33. SECRETARIAL STANDARD: -

The Company has complied with all the applicable secretarial standards issued by The Institute of Company Secretaries of India.

34. DOWNSTREAM INVESTMENT

The Company is in compliance with the applicable provisions of the Foreign Exchange Management (Mode of Payment and Reporting of Non-Debt Instruments) Regulations, 2019 and rules made

REACH PROMOTERS PRIVATE LIMITED
DIRECTORS' REPORT FOR FINANCIAL YEAR 2023-24

thereunder, as amended from time to time, including compliance with respect to the Indirect Foreign Investment in form of the Downstream Investment.

35. ACKNOWLEDGMENTS: -

The Directors would like to express their sincere appreciation for the assistance and co-operation received from our bankers, employees, auditors and consultants during the year under review. The Directors sincerely appreciate the high degree of professionalism, commitment and dedication displayed by employees at all levels. The Directors also place on record their gratitude to the members for their continued support and confidence.

For Reach Promoters Private Limited

Karim
Kasimali
Merchant

Digitally signed by
Karim Kasimali
Merchant
Date: 2024.08.26
13:22:28 +05'30'

Karim Kasimali Merchant
Director
DIN – 05269691

**Address: 2B, 2nd Floor, Plot-29, Clover
Apartment, Panday Road, Colaba,
Mumbai 400005**

Date: August 26, 2024
Place: Mumbai

Paramjit
Singh

Digitally signed by
Paramjit Singh
Date: 2024.08.26
19:21:57 +05'30'

Paramjit Singh
Director
DIN - 01831634

**Address: D-82 Galaxy Apartments
Golf Course Road Sector-43 Galleria DLF-IV
Gurgaon Haryana-122009**

Date: August 26, 2024
Place: Gurugram

FORM NO. AOC - 2

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

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

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

| | | |
|-----|---|--|
| (a) | Name(s) of the related party and nature of relationship | |
| (b) | Nature of contracts/arrangements/transactions | |
| (c) | Duration of the contracts/arrangements/transactions | |
| (d) | Salient terms of the contracts or arrangements or transactions including the value, if any | |
| (e) | Justification for entering into such contracts or arrangements or transactions | |
| (f) | Date of approval by the Board | |
| (g) | Amount paid as advances, if any | |
| (h) | Date on which the special resolution was passed in general meeting as required under first proviso to section 188 | |

2. Details of contracts or arrangements or transactions at arm's length basis:

| | | |
|-----|--|--|
| (a) | Name(s) of the related party and nature of relationship | Lake Shore India Management Private Limited (LSIM). Private Company in which Director of the Company is a director. (Scott Scher Eisenberg and Karim Kasimali Merchant- Nominee and Addition al Directors of the Company respectively are Directors in LSIM) |
| (b) | Nature of contracts/arrangements/transactions | Mall management services provided by LSIM to the Company. |
| (c) | Duration of the contracts/arrangements/transactions | On-going transaction – to be continued till March 2024 |
| (d) | Salient terms of the contracts or arrangements or transactions including the value, if any | Noting and approval of continuation of the agreed mall management fees of INR 15,00,000/- (Rupees Fifteen Lakh only) per month plus applicable GST, for the mall management services provided by LSIM, with respect to the shopping mall at Sector 68, Gurugram, Haryana (the "Airia") owned by the Company. |
| (e) | Date of approval by the Board | July 13, 2023 |
| (f) | Amount paid as advances, if any | N. A |

| | | |
|-----|--|---|
| (a) | Name(s) of the related party and nature of relationship | Lake Shore India Management Private Limited ("LSIM") (Private Companies in which Director of the Company is a Director) |
| (b) | Nature of contracts/arrangements/transactions | Transfers/ recoveries carried out/ to be carried-out at Written-Down Value ("WDV") of the asset or at apportioned cost or any other price that is applied as if they were unrelated parties/ non-group entities. |
| (c) | Duration of the contracts/arrangements/transactions | |
| (d) | Salient terms of the contracts or arrangements or transactions including the value, if any | Existence of special relationship between contracting parties will not affect the transaction and its critical terms, including price, quantity, quality and other terms and conditions governing the transaction, by following industry benchmarks, past transactions entered by the company, etc. |

| | | | |
|-----|---|-----------------------|--|
| | | Limit: | |
| | | Name of Related Party | Maximum amount per financial year (starting FY 2023-24) (Excluding GST) (No minimum/ maximum limit per transfer/ transaction.) |
| | | LSIM | INR 20,00,000 |
| (e) | Date(s) of approval by the Board, if any: | July 13, 2023 | |
| (f) | Amount paid as advances, if any | ----- | |

| | | | | | | |
|-----------------------|---|---|-----------------------|---|------|---------------|
| (a) | Name(s) of the related party and nature of relationship | Lake Shore India Management Private Limited ("LSIM") (Private Companies in which Director of the Company is a Director) | | | | |
| (b) | Nature of contracts/arrangements/transactions | Transfers/ recoveries carried out/ to be carried-out at Written-Down Value ("WDV") of the asset or at apportioned cost or any other price that is applied as if they were unrelated parties/ non-group entities. Existence of special relationship between contracting parties will not affect the transaction and its critical terms, including price, quantity, quality and other terms and conditions governing the transaction, by following industry benchmarks, past transactions entered by the company, etc. Limit: <table><tr><td>Name of Related Party</td><td>Maximum amount per financial year (starting FY 2023-24) (Excluding GST) (No minimum/ maximum limit per transfer/ transaction.)</td></tr><tr><td>LSIM</td><td>INR 35,00,000</td></tr></table> | Name of Related Party | Maximum amount per financial year (starting FY 2023-24) (Excluding GST) (No minimum/ maximum limit per transfer/ transaction.) | LSIM | INR 35,00,000 |
| Name of Related Party | Maximum amount per financial year (starting FY 2023-24) (Excluding GST) (No minimum/ maximum limit per transfer/ transaction.) | | | | | |
| LSIM | INR 35,00,000 | | | | | |
| (c) | Duration of the contracts/arrangements/transactions | | | | | |
| (d) | Salient terms of the contracts or arrangements or transactions including the value, if any | | | | | |
| (e) | Date(s) of approval by the Board, if any: | December 19, 2023 | | | | |
| (f) | Amount paid as advances, if any | ----- | | | | |

For Reach Promoters Private Limited

Karim
Kasimali
Merchant

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Karim Kasimali
Merchant
Date: 2024.08.26
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Karim Kasimali Merchant
Director
DIN – 05269691

Address: 2B, 2nd Floor, Plot-29, Clover
Apartment, Panday Road, Colaba,
Mumbai 400005

Date: August 26, 2024
Place: Mumbai

Paramjit
Singh

Digitally signed by
Paramjit Singh
Date: 2024.08.26
19:22:46 +05'30'

Paramjit Singh
Director
DIN - 01831634

Address: D-82 Galaxy Apartments
Golf Course Road Sector-43 Galleria DLF-
IV, Gurgaon Haryana-122009

Date: August 26, 2024
Place: Gurugram



Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2024

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
REACH PROMOTERS PRIVATE LIMITED
Regd. Off: 410, 4th Floor, Ambadeep Building,
14, K.G. Marg, Connaught Place,
New Delhi-110001

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s **Reach Promoters Private Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2024 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2024 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; **NA**
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; **NA**
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, ~~Overseas Direct Investment and External Commercial Borrowings~~;

- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):- **NA**
- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with Stock Exchange(s), if applicable; **NA**

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. to the extent applicable, as mentioned above.

On the basis of management representation, recording in the minutes of Board of Directors and our check on test basis, we are on the view that the Company has ensured the compliance of laws applicable on it.

We further report that the Board of Directors of the Company is duly constituted with a proper balance of Executive Directors and Non-Executive Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act-**NA**.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

During the Audit Period all the Board decisions were carried out with unanimous consent and therefore, no dissenting views were required to be captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Place: New Delhi
Date: 26/08/2024

For **ASHISH MISHRA & ASSOCIATES**
Company Secretaries
FRN: S2019DE708800
PR No. 3824/2023

Ashish
Mishra

Digitally signed
by Ashish Mishra
Date: 2024.08.26
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(.....)

ASHISH MISHRA

(Proprietor)

M. No. F11524

C.P. No. 16125

UDIN: F011524F001043577

To,
The Members,
REACH PROMOTERS PRIVATE LIMITED
Regd. Off: 410, 4th Floor Ambadeep Building,
14, K.G. Marg, Connaught Place,
New Delhi-110001

Sir/Madam,

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed, provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company, and relied on the report of the Statutory Auditor on the same.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: New Delhi
Date: 26/08/2024

For **ASHISH MISHRA & ASSOCIATES**
Company Secretaries
FRN: S2019DE708800
PR No. 3824/2023

Ashish
Mishra

Digitally signed
by Ashish Mishra
Date: 2024.08.26
12:58:28 +05'30'

(.....)

ASHISH MISHRA

(Proprietor)

M. No. F11524

C.P. No. 16125

UDIN: F011524F001043577