

# Doshi Doshi & Co

Chartered Accountants

707, Tapas Elegance,  
H Colony, Ambawadi,  
Ahmedabad - 380015  
Phone :- +91 91674 04303  
Email :- chintan@ddco.in

## INDEPENDENT AUDITOR'S REPORT

To the Members of Valencia India Private Limited  
Report on the Audit of the Financial Statements

### Opinion

We have audited the financial statements of Valencia India Private Limited ("the Company"), which comprise the Balance sheet as at March 31, 2024, the statement of Profit and Loss for the period ended on March 31, 2024, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 prescribed 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 March 31, 2024 its profit and its cash flows for the year ended on that date.

### Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act ("SAs"). Our responsibilities under those Standards are further described in the Auditor's Responsibility 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 made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

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

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

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

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 during the course of our audit or otherwise appears to be materially misstated.



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

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

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

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

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- a) 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.
- b) 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.

- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- e) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

#### **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended).



- e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) In our opinion and to the best of our information and according to the explanations given to us the provisions of section 143(3)(i) for reporting on the adequacy of internal financial controls with reference to financial statements and the operating effectiveness of such controls of the Company, are not applicable; and
- g) As required by section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, we report that company has paid remuneration to directors which are in compliance with Companies Act, 2013.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. There is no pending litigation on Company for which disclosure is required.
  - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
  - iii. There are no amounts which are required to be transferred Investor Education and Protection Fund by the Company.
  - iv. Based on our examination, carried out in accordance with the Implementation Guidance on Reporting on Audit Trail under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (Revised 2024 Edition) issued by the Institute of Chartered Accountants of India, the company has used accounting software for maintaining its books of account, which has a feature of recording audit trail (edit log) facility.
- i) (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in notes to accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented that, to the best of its knowledge and belief, other than as disclosed in notes to accounts, no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the





# Doshi Doshi & Co

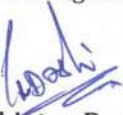
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Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations given under (a) and (b) above, contain any material mis-statement.

For **Doshi Doshi & Co,**  
Chartered Accountants  
Firm Registration No.: 153683W



**Chintan Doshi**

Partner

Membership No.:158931

**UDIN: 24158931BKAUJD1040**



Place: Ahmedabad

Date: June 18, 2024

**“Annexure – A” referred to in the Independent Auditors’ Report of even date to the members of Valencia India Private Limited on the Financial Statements for the year ended March 31, 2024**

Referred to in paragraph 1 under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date to the members of Valencia India Private Limited for the year ended 31 March, 2024.

- i) (a) A). The Company has maintained proper records showing full particulars, including quantitative details and suitable of property, plant and equipment.
- B). The Company has no intangible assets hence the clause is not applicable.
- i) (b) All property, plant and equipment have been physically verified by the management annually which in our opinion is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- i) (c) The title deeds of immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) included in property, plant and equipment are held in the name of the company.
- i) (d) According to the information and explanations given to us, the company has not revalued its property, plant and equipment or intangible assets or both during the year. Accordingly, provisions of the clause 3(i)(d) of the Order is not applicable to the Company.
- i) (e) In accordance with the representations made to us by the management, there have not been any proceedings initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (section 45 of 1988) and rules made thereunder.
- ii) (a) The Company does not have any inventory and therefore clause 3(ii)(a) and 3(ii)(b) are not applicable.
- iii) (a) During the year, the Company has not made investments, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnerships or any other parties hence clause 3(iii)(a) to 3(iii)(f) is not applicable to the Company.
- iv) The Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantee or securities provided as applicable.
- v) The Company has not accepted any deposits from the Public within the meaning of the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder. Further, according to the information and explanations given to us, no order has been passed by the Company Law Board of National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal, in this regard.
- vi) According to information and explanation given to us, the Company is not required to maintain any cost records as specified by the Central Government under section 148(1) of the Act Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.





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- vii) (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the company has been generally regular in depositing undisputed statutory dues including Goods and Service Tax, provident fund, employees state insurance, Income Tax, Value added tax, cess and any other material statutory dues during the year with the appropriate authorities. Moreover, as at March 31, 2024, there are no such undisputed dues payable for a period of more than six months from the date they became payable.
- (b) There are no dues outstanding in respect of income- tax, sales-tax, service- tax, duty of customs, duty of excise and value added tax on account of any dispute.
- viii) According to the information and explanations given to us, there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix) (a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender during the year.
- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Wilful Defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and there are no unutilised term loans at the beginning of the year hence the reporting under the clause 3(ix)(c) is not applicable to the Company.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, no funds raised on short term basis have been utilized for long term purposes.
- (e) The Company does not hold any investment in any subsidiary, associate and joint venture (as defined under the Companies Act, 2013) during the year ended March 31, 2024. Hence clause 3(ix)(e) of the Order is not applicable.
- (f) The Company does not hold any investment in any subsidiary, associate and joint venture (as defined under the Companies Act, 2013) during the year ended March 31, 2024. Hence clause 3(ix)(f) of the Order is not applicable.
- x) (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments).
- (b) The Company has made preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and the requirements of Section 42 and Section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised.



- xi) (a) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (b) According to the information and explanations given to us, no report under sub-section (12) of section 143 of the Companies 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, during the year.
- (c) According to the information and explanations given to us, there were is no whistle blower complaints received by the Company during the year.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Accounting Standard.
- xiv) According to the information and explanations give to us and based on our examination of the records of the Company, provision of mandatory Internal audit system is not applicable to the company. Accordingly, paragraph 3(xiv) of the Order is not applicable to the Company.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of Act 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable to the Company.
- xvii) The Company has not incurred cash losses during the year covered by audit and in the immediately preceding financial year. Hence, the reporting under Clause 3(xvii) of the Order is not applicable to the Company.
- xviii) There has been resignation of the statutory auditors during the year and we have taken into consideration the issues, objections or concerns raised by the outgoing auditors
- xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.





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- xx) The Company was not having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year and hence, provisions of Section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.
- xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of the Financial Statements. Accordingly, no comment in respect of the said clause has been included in the report

For **Doshi Doshi & Co,**  
Chartered Accountants  
Firm Registration No.: 153683W



**Chintan Doshi**  
Partner

Membership No.:158931

**UDIN: 24158931BKAUJD1040**



Place: Ahmedabad  
Date: June 18, 2024

Valencia India Private Limited  
Balance Sheet as at Mar 31, 2024  
(All amounts in Lacs Indian Rupee except otherwise stated)

Particulars	Note No	As at 31 March 2024	As at 31 March 2023
<b>Equity and liabilities</b>			
<b>Shareholders' funds</b>			
Equity share capital	3	3.00	1.00
Reserves and surplus	4	917.23	135.89
		<u>920.23</u>	<u>136.89</u>
<b>Non-current liabilities</b>			
Long term borrowings	5	114.41	348.62
Long-term provisions	6	15.83	-
		<u>130.24</u>	<u>348.62</u>
<b>Current liabilities</b>			
Short term borrowings	8	32.69	-
Trade payables			
- Total outstanding dues of micro and small enterprises	9	-	-
- Total outstanding dues of creditors other than micro and small enterprises	9	17.14	25.62
Other current liabilities	10	38.76	88.04
Short-term provisions	6	96.62	25.24
		<u>185.21</u>	<u>138.90</u>
<b>Total</b>		<u><u>1,235.68</u></u>	<u><u>624.42</u></u>
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment			
Tangible assets	11	654.47	18.96
Capital Work in Progress	12	40.46	124.72
Long-term loans and advances	13	393.90	354.70
Deferred Tax Assets	7	1.06	2.45
		<u>1,089.89</u>	<u>500.83</u>
<b>Current assets</b>			
Trade receivables	14	28.23	12.37
Cash and cash equivalents	15	37.59	56.79
Short-term loans and advances	16	54.40	10.40
Other current assets	17	25.57	44.02
		<u>145.79</u>	<u>123.59</u>
<b>Total</b>		<u><u>1,235.68</u></u>	<u><u>624.42</u></u>

Notes 1 to 33 form an integral part of these financial statements.  
This is the Balance Sheet referred to in our report of even date.

For Doshi Doshi & Co  
Chartered Accountants  
Firm Registration No. 153683W



Chintan Doshi  
Partner  
Membership No. : 158931



Place : Ahmedabad  
Date : 18 June 2024

For and on behalf of the Board of Directors



Keyur J. Patel  
Managing Director  
DIN: 00252431



Twinkle Rathi  
(Company Secretary)  
M. No. A73309  
Place : Ahmedabad  
Date : 18 June 2024




Dhavalkumar K. Chokshi  
Director and CFO  
DIN: 03329692



Valencia India Private Limited  
Statement of Profit and Loss for the year ended Mar 31, 2024  
(All amounts in Lacs Indian Rupee except otherwise stated)

Particulars	Note No	For the year ended 31 March 2024	For the year ended 31 March 2023
<b>Income (A)</b>			
Revenue from operations	18	711.49	522.70
<b>Total income</b>		<b>711.49</b>	<b>522.70</b>
<b>Expenses (B)</b>			
Cost of Purchases	19	159.31	219.31
Employee benefits expense	20	156.29	121.36
Finance cost	21	29.96	18.19
Depreciation and amortisation expense	22	13.50	7.36
Other expenses	23	99.67	70.37
<b>Total expenses</b>		<b>458.73</b>	<b>436.58</b>
<b>Profit before tax and prior period (I-II)</b>		<b>252.76</b>	<b>86.12</b>
Preliminary expense		-	-
<b>Profit before tax</b>		<b>252.76</b>	<b>86.12</b>
<b>Tax expenses</b>			
Current tax		68.04	25.24
Earlier year Income Tax		-	0.26
Deferred tax (credit) / charge	7	1.39	(0.63)
<b>Total tax expenses</b>		<b>69.43</b>	<b>24.87</b>
<b>Profit for the year (A-B)</b>		<b>183.34</b>	<b>61.25</b>
<b>Profit per equity share of face value of Rs. 10 each</b>			
Basic (in Rs.)	24	1,597.64	612.53

Notes 1 to 33 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 Doshi Doshi & Co  
Chartered Accountants  
Firm Registration No. 153683W



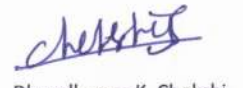
Chintan Doshi  
Partner  
Membership No. : 158931



Place : Ahmedabad  
Date : 18 June 2024

For and on behalf of the Board of Directors

  
Keyur J. Patel  
Managing Director  
DIN: 00252431

  
Dhavalkumar K. Chokshi  
Director and CFO  
DIN: 03329692

  
Twinkle Rathi  
(Company Secretary)  
M. No. A73309  
Place : Ahmedabad  
Date : 18 June 2024



Valencia India Private Limited

Cash flow statement for the year ended Mar 31, 2024

(All amounts in Lacs Indian Rupee except otherwise stated)


Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	252.76	86.12
Adjustments for:		
Finance cost	29.96	18.19
Depreciation and amortisation income	13.50	7.36
<b>Operating loss before working capital changes</b>	<b>296.22</b>	<b>111.66</b>
<b>Movements in working capital:</b>		
Decrease/(increase) in Trade receivables	(15.85)	49.88
Decrease/(increase) in Other current assets	18.45	3.72
Decrease/(increase) in Short-term loans and advances	(44.00)	2.06
Decrease/(increase) in Long-term loans and advances	(39.20)	(73.73)
(Decrease)/increase in Trade payables	(8.48)	(26.18)
(Decrease)/increase in Short term Provisions	71.37	12.91
(Decrease)/increase in Other current liabilities	(49.28)	(28.53)
(Decrease)/increase in Long term Provisions	15.83	-
<b>Cash generated (used in)/from operations</b>	<b>245.07</b>	<b>51.79</b>
Income tax paid	(68.04)	(25.50)
<b>Net cash flow generated (used in)/from operating activities (A)</b>	<b>177.03</b>	<b>26.29</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment and intangible assets	(562.74)	(107.35)
<b>Net cash flow from/(used in) investing activities (B)</b>	<b>(562.74)</b>	<b>(107.35)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceed / Repayment of Borrowings	(201.52)	130.77
Fresh Issuance of Equity Shares including Securities Premium	598.00	-
Finance cost	(29.96)	(18.19)
<b>Net cash flow used in financing activities (C)</b>	<b>366.52</b>	<b>112.58</b>
<b>Net (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(19.20)</b>	<b>31.53</b>
Cash and cash equivalents at the beginning of the year	56.79	25.27
<b>Cash and cash equivalents at the end of the year (refer note 15)</b>	<b>37.59</b>	<b>56.79</b>

Notes

The cash flow statement has been prepared under the indirect method as set out in Accounting Standard 3 ('AS 3') on Cash Flow Statement prescribed in Companies (Accounting Standard) Rules, 2006.

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

For Doshi Doshi & Co  
Chartered Accountants  
Firm Registration No. 153683W

  
Chintan Doshi  
Partner  
Membership No. : 158931



Place : Ahmedabad  
Date : 18 June 2024

For and on behalf of the Board of Directors

  
Keyur J. Patel  
Managing Director  
DIN: 00252431

  
Twinkle Rathi  
(Company Secretary)  
M. No. A73309  
Place : Ahmedabad  
Date : 18 June 2024



  
Dhavalkumar K. Chokshi  
Director and CFO  
DIN: 03329692



**Valencia India Private Limited**

**Notes to financial statements for the year ended March 31, 2024**

(All amounts in Lacs Indian Rupee except otherwise stated)

**1 Corporate information**

Valencia India Private Limited (formerly known as Valencia Country Club Private Limited) (the "Company") was incorporated in India on 08th March 2017 and having its registered office at 1030, Gala Empire, Opp. T.V. Tower Drive In Road, Thaltej, Ahmedabad - 380054, Gujarat. The company specializes in providing premium hospitality services, offering guests unparalleled comfort, convenience, and personalized experiences. Company manages resort, club and provide range of services viz accomodation, use of amenities, dining, events and activities etc.

**2 Basis of preparation**

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP), including the Companies (Accounting Standards), Rules, 2006 (as amended). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014. The financial statements have been prepared on accrual basis and under the historical cost convention.

All the assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of products and the time between the acquisition of the assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as up to twelve months for the purpose of current/non-current classification of assets and liabilities. The financial statements are presented in Indian rupees, which is also the Company's functional currency.

**2.1 Summary of significant accounting policies**

**a) Use of estimates**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**b) Property, plant and equipment**

Property, plant and equipment, capital work in progress are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalisation criteria are met, directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Any trade discounts and rebates are deducted in arriving at the purchase price. Such cost includes the cost of replacing part of the plant and equipment. When significant parts of property, plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in statement of profit or loss as incurred.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

**c) Depreciation on property, plant and equipment and intangibles**

Depreciation on property, plant and equipment is provided on written down value basis using the rates arrived at based on the useful lives specified in the Schedule II to the Companies Act, 2013.

Depreciation and amortisation on assets acquired / disposed of during the year is provided on pro-rata basis with reference to the date of acquisition / disposal.



**d) Impairment of property, plant and equipment and intangible assets**

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

The Company bases its impairment calculation on detailed budgets and forecast calculations which are prepared separately for each of the Company's cash-generating units to which the individual assets are allocated. These budgets and forecast calculations are generally covering a period of five years. For longer periods, a long term growth rate is calculated and applied to project future cash flows after the fifth year.

Impairment losses of continuing operations are recognised in the statement of profit and loss.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the Company estimates the asset's or cash-generating unit's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit and loss.

**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 fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duty. The Company assess its revenue arrangements against specific criteria to determine if it is acting as principle or agent. The Company has concluded that its is acting as a principal for all of its revenue arrangements.

**f) 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 number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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.





Valencia India Private Limited

Notes to financial statements for the year ended March 31, 2024

(All amounts in Lacs Indian Rupee except otherwise stated)

**g) Leases**

**Where the Company is the lessee**

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 a straight-line basis over the lease term.

**h) Retirement benefits**

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognises contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognised as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognised as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.

The Company operates defined benefit plan for its employees viz. gratuity. The costs of providing benefits under these plans are determined on the basis of actuarial valuation at each year-end. Separate actuarial valuation is carried out for each plan using the projected unit credit method. Actuarial gains and losses for both defined benefit plans are recognised in full in the period in which they occur in the statement of profit and loss.

Accumulated leave, which is expected to be utilised within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company recognises termination benefit as a liability and an expense when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the termination benefits fall due more than 12 months after the balance sheet date, they are measured at present value of future cash flows using the discount rate determined by reference to market yields at the balance sheet date on government bonds.

**i) Income taxes**

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognised for all taxable timing differences. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situation where the Company has unabsorbed depreciation or carry forward losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each reporting date, the company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognises MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

**j) Borrowing Cost**

Borrowing cost includes interest and amortisation of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.



Valencia India Private Limited

Notes to financial statements for the year ended March 31, 2024

(All amounts in Lacs Indian Rupee except otherwise stated)

**k) Cash and cash equivalents**

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

**l) Provisions**

A provision is recognised when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

**m) Contingent liability**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

**n) Segment Reporting**

The company's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the company operate.

**o) Government Grants**

Government grants / subsidies received towards specific fixed assets have been deducted from the gross value of the concerned fixed assets and grant / subsidies received during the year towards revenue expenses have been reduced from respective expenses.

Export benefits / incentives are accounted on accrual basis. Accordingly, estimated export benefits against exports affected during the year are taken into account as estimated incentives accrued till the end of the year. In case of License not revalidated after the date of expiry, the proportionate export benefit / incentive taken credit in earlier year(s) is written off in the year of expiry of License.





Valencia India Private Limited  
Notes to financial statements for the year ended March 31, 2024  
(All amounts in Lacs Indian Rupee except otherwise stated)

3 Share capital

Particulars	Numbers	As at 31 March 2024	Numbers	As at 31 March 2023
<b>Authorised</b>				
Equity shares of Rs.10 each	13,500,000	1,350.00	10,000	1.00
		1,350.00		1.00
<b>Issued, subscribed and paid up</b>				
Equity shares of Rs.10 each	30,000	3.00	10,000	1.00
<b>Total</b>		3.00		1.00

(a) Reconciliation of equity shares outstanding at the beginning and at the end of the reporting period

Outstanding equity shares at the beginning of the year	10,000	10,000
Add: Issue of equity shares during the year	20,000	-
Add: Bonus Issue of equity shares during the year	-	-
<b>Outstanding equity shares at the end of the year</b>	<b>30,000</b>	<b>10,000</b>

(b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity share carries one vote and is entitled to dividend that may be declared by the Board of Directors, which is subject to the approval of the shareholders in the Annual General Meeting.

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 will be in proportion to the number of equity shares held by the shareholders.

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

Equity shares of Rs. 10 each	Number	% Shareholding	Number	% Shareholding
KEYUR JITENDRA PATEL	10,000	33.33%	-	0%
KEYUR JITENDRA PATEL HUF	10,000	33.33%	-	0%
SAROJBEN PATEL	2,000	6.67%	-	0%
AUMIT CAPITAL ADVISORS PRIVATE LIMITED	3,000	10.00%	-	0%
JITENDRA RAOJIBHAI PATEL	2,000	6.67%	-	0%

As per records of the Company, including its register of members and other declaration received from share holders regarding beneficiary interest, the above share holding represents both legal and beneficial ownership of shares.

(e) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date.

Particulars	Mar 31, 2024 Number	Mar 31, 2023 Number
Equity shares allotted as fully paid bonus shares by capitalization of reserves		

(f) Details of shareholding of promoters:

Shares held by promoters at the end of the year	Mar 31, 2024	Mar 31, 2024	% change during the year
Promoter name	No. of shares	% of total shares	
KEYUR JITENDRA PATEL	10,000	33.33%	100.00%

4 Reserves and surplus

Particulars	As at 31 March 2024	As at 31 March 2023
(Amt in Lacs)		
<b>Securities Premium</b>		
Opening balance	-	-
Added on Right issue of equity shares	598.00	-
<b>Closing balance</b>	<b>598.00</b>	<b>-</b>
<b>Surplus in the statement of profit and loss</b>		
Opening balance	135.89	74.64
Add: Profit for the year	183.34	61.25
<b>Net surplus in statement of profit and loss</b>	<b>319.23</b>	<b>135.89</b>
	917.23	135.89



Valencia India Private Limited  
Notes to financial statements for the year ended March 31, 2024  
(All amounts in Lacs Indian Rupee except otherwise stated)

5 Long term borrowings

Particulars	(Amt in Lacs)	
	As at 31 March 2024	As at 31 March 2023
<b>Secured</b>		
Term loans		
- from banks towards vehicle loan	33.15	18.10
- from financial institutions	72.61	76.93
Less :- Current Maturity of Long term Borrowings	(8.83)	-
	<b>96.93</b>	<b>95.03</b>
<b>Unsecured</b>		
- from financial institutions (Unsecured)	41.35	75.61
Less :- Current Maturity of Long term Borrowings	(23.87)	-
- from related party- unsecured	-	177.98
	<b>17.48</b>	<b>253.59</b>
	<b>114.41</b>	<b>348.62</b>

**Securities for term loans**

A) Term loans of Rs. 72.60 Lakhs (Previous year :- Rs. 76.93 Lakhs including current maturity of long term debts as given in Note no. 8 from Bajaj Finance is primarily secured against Villa.

B) Vehicle loan from bank is secured against vehicle.

**Term of Repayment**

a) Term loan from Bajaj Finance of Rs. 37.12 Lakhs repayable in 120 principal installments of Rs. 0.58 Lakhs starting from April 2023. Rate of Interest is fixed at 13% p.a.

b) Term loan from Bajaj Finance of Rs. 35.48 Lakhs repayable in 120 principal installments of Rs. 0.57 Lakhs starting from August 2022. Rate of Interest is fixed at 12.50% p.a.

c) Vehicle loan from Axis Bank of Rs. 13.44 Lakhs repayable in 60 principal installments of Rs. 0.40 Lakhs starting from February 2023. Rate of Interest is fixed at 16.50% p.a.

d) Vehicle loan from HDFC Bank of Rs. 19.71 Lakhs repayable in 60 principal installments of Rs. 0.32 Lakhs starting from January 2024.

e) Loan from Deutsche Bank of Rs. 5.96 Lakhs repayable in 18 principal installments of Rs. 1.59 Lakhs starting from February 2023. Rate of Interest is EBTL plus Spread of 11.20%.

f) Loan from Hero Fincorp Bank of Rs. 14.13 Lakhs repayable in 36 principal installments of Rs. 0.73 Lakhs starting from March 2023. Rate of Interest is 18% p.a.

g) Loan from NeoGrowth of Rs. 10.51 Lakhs repayable in 720 days principal installments daily of Rs. 0.03 Lakhs starting from April 2023.

h) Loan from Unity Small Finance Bank of Rs. 10.74 Lakhs repayable in 36 principal installments of Rs. 0.56 Lakhs starting from March 2023. Rate of Interest is 19% p.a.

6 Provisions

The liabilities recognised for employees consist of the following amounts:	(Amt in Lacs)	
	As at 31 March 2024	As at 31 March 2023
<b>Long term provisions</b>		
Provision for Gratuity - Long term	15.83	-
	<b>15.83</b>	<b>-</b>
<b>Short term provisions</b>		
Provision for Gratuity	3.33	-
Provision for tax (net of advance tax)	93.28	25.24
	<b>96.62</b>	<b>25.24</b>





**Note 6 : Provision (continued)****(i) Defined benefit plan**

The Company has gratuity as defined benefit retirement plan for its employees. Disclosures as required by Accounting Standard - 15 (Revised) for the year ended 31 March 2024 are as under :

Particulars	As at 31 March 2024	As at 31 March 2023		
<b>I. The amount recognised in the statement of profit or loss are as follows</b>				
1. Current service cost	13.25	-		
2. Interest cost	1.41	-		
3. Return on plan assets	-	-		
3. Net Actuarial losses/(gains) recognised during the period.	4.50	-		
<b>Total expense/(Income) included in "Employee benefits expense"</b>	<b>19.16</b>	<b>-</b>		
<b>II. Amounts recognised in the balance sheet</b>				
<b>Net Defined Benefit obligation</b>				
Present value of the defined benefit obligation at the end of the year	19.16	-		
Fair value of plan assets at end of year	-	-		
<b>Net liability/(asset) recognized in Balance Sheet</b>	<b>19.16</b>	<b>-</b>		
<b>III. Changes in the present value of defined benefit obligation</b>				
Present value of defined benefit obligation at the beginning of the year	-	-		
Current service cost	13.25	-		
Interest cost	1.41	-		
Actuarial gain on defined benefit obligation	4.50	-		
<b>Present value of the defined benefit obligation as at the end of the year</b>	<b>19.16</b>	<b>-</b>		
<b>IV. Changes in the Plan Asset</b>				
Fair value of plan assets at the beginning of the year	-	-		
Expected return on plan assets	-	-		
Contributions	-	-		
Benefits paid	-	-		
Actuarial gain/(loss) on plan assets	-	-		
<b>Fair Value of Plan Asset at the end of the year</b>	<b>-</b>	<b>-</b>		
<b>IV. Actuarial assumptions</b>				
	<b>For the year ended 31 March 2024</b>	<b>For the year ended 31 March 2023</b>		
The principal assumptions used in determining benefit obligations are shown below:				
Discount rate	7.25%	-		
Expected rate of salary increase	5.00%	-		
Withdrawal rate	10.00%	-		
Mortality	IALM 2012-14	-		
The estimates of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.				
<b>V. Experience adjustments</b>				
Particulars	31 March 2021	31 March 2022	31 March 2023	31 March 2024
Defined benefit obligation	-	-	-	19.16
Surplus / (deficit)	-	-	-	(19.16)
Experience adjustments on plan liabilities	-	-	-	4.50
Experience adjustments on plan assets	-	-	-	-



7 **Deferred tax liabilities (Net) / ( Deferred tax Assets (Net) )**

Particulars	As at March 31, 2024	Charge / (credit) for the current reporting year	As at March 31, 2023
<b>Deferred Tax Liabilities</b>			
Depreciation	3.76	6.21	(2.45)
	<u>3.76</u>	<u>6.21</u>	<u>(2.45)</u>
<b>Deferred Tax Assets</b>			
Gratuity u/s 40A(7)	4.82	4.82	-
<b>Net Deferred Tax Liabilities / (assets)</b>	<u>(1.06)</u>	<u>1.39</u>	<u>(2.45)</u>

Particulars	As at March 31, 2023	Charge / (credit) for the current reporting year	As at March 31, 2022
<b>Deferred Tax Liabilities</b>			
Depreciation	(2.45)	(0.63)	(1.81)
	<u>(2.45)</u>	<u>(0.63)</u>	<u>(1.81)</u>
<b>Deferred Tax Assets</b>			
Gratuity u/s 40A(7)	-	-	-
<b>Net Deferred Tax Liabilities / (assets)</b>	<u>(2.45)</u>	<u>(0.63)</u>	<u>(1.81)</u>

8 **Short Term Borrowings**

Current maturity of long term borrowings	32.69	-
	<u>32.69</u>	<u>-</u>

a) Refer Note no. 5 security clause for details of security against cash credit.

9 **Trade payables**

- Total outstanding dues of micro and small enterprises (Refer note below)	-	-
- Total outstanding dues of creditors other than micro and small enterprises	17.14	25.62
	<u>17.14</u>	<u>25.62</u>

**Outstanding for following periods from due date of payment as at Mar 31, 2024**

Particulars	MSME	Others	Disputed dues – MSME	Disputed dues – Others
Less than 1 year	-	17.14	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
More than 3 years	-	-	-	-
<b>Total</b>	-	<b>17.14</b>	-	-

**Outstanding for following periods from due date of payment as at Mar 31, 2023**

Particulars	MSME	Others	Disputed dues – MSME	Disputed dues – Others
Less than 1 year	-	25.62	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
More than 3 years	-	-	-	-
<b>Total</b>	-	<b>25.62</b>	-	-

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) and hence disclosure relating to the amounts unpaid as at the end of the current reporting period together with interest paid/ payable under this Act has not been given.

10 **Other current liabilities**

Advance received from customer	-	7.75
Deposit received from Mahindra Holidays	21.00	-
Creditor for expenses	2.37	1.33
Employee payable	3.83	4.54
Statutory Dues	11.57	12.72
Refundable Deposit	-	61.71
	<u>38.76</u>	<u>88.04</u>





Valencia India Private Limited

Notes to financial statements for the year ended March 31, 2024

(All amounts in Lacs Indian Rupee except otherwise stated)

11 Property, Plant and equipment

Particulars	Computer	Furniture	Vehicles	Equipments	Villa	Club Building	Total
<b>Gross block</b>							
Balance as at 31 March 2022	1.36	6.53	29.45	8.72	-	-	46.06
Additions during the year	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-
Balance as at 31 March 2023	1.36	6.53	29.45	8.72	-	-	46.06
Additions during the year	-	-	19.71	5.98	164.25	463.48	653.42
Disposals during the year	-	-	14.70	-	-	-	14.70
Balance as at 31 March 2024	1.36	6.53	34.46	14.69	164.25	463.48	684.78
<b>Depreciation and impairment</b>							
Balance as at 31 March 2022	1.22	4.27	10.96	3.29	-	-	19.74
Charge for the year	0.02	0.58	5.77	0.98	-	-	7.36
Disposals during the year	-	-	-	-	-	-	-
Balance as at 31 March 2023	1.23	4.86	16.73	4.27	-	-	27.10
Charge for the year	0.04	0.42	4.10	1.15	7.37	0.41	13.50
Disposals during the period	-	-	10.29	-	-	-	10.29
Balance as at 31 March 2024	1.27	5.28	10.55	5.43	7.37	0.41	30.31
<b>Net Book Value</b>							
As at 31 March 2024	0.09	1.25	23.91	9.27	156.88	463.07	654.47
As at 31 March 2023	0.13	1.67	12.72	4.44	-	-	18.96
As at 31 March 2022	0.15	2.26	18.49	5.42	-	-	26.32



Valencia India Private Limited

Notes to financial statements for the year ended March 31, 2024

(All amounts in Lacs Indian Rupee except otherwise stated)

12 Capital Work In Progress

Particulars	Capital Work In Progress
Gross block	
Balance as at 31 March 2022	17.38
Additions during the year	107.34
Capitalised during the year	-
Balance as at 31 March 2023	124.72
Additions during the year	23.08
Capitalised during the year	(107.34)
Balance as at 31 March 2024	40.46

The Agieng details of Capital work in progress (CWIP) is as under :

Amount of CWIP for the period	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Projects in Progress			
Less than 1 year	23.08	-	-
1-2 years	-	-	17.38
2-3 years	-	17.38	-
More than 3 years	17.38	-	-
Total	40.46	17.38	17.38
Projects Temporary Suspended			
Less than 1 year	-	-	-
1-2 years	-	-	-
2-3 years	-	-	-
More than 3 years	-	-	-
Total	-	-	-





Particulars	As at 31 March 2024	As at 31 March 2023
<b>13 Long term loans and advances</b>		
(Unsecured considered good unless otherwise stated)		
Security deposit - Long term	164.38	333.68
Capital advance	229.52	21.02
	393.90	354.70
<b>14 Trade receivables</b>		
Unsecured, considered good unless otherwise stated		
Outstanding for a period exceeding six months from the date they are due for payment		
- Considered good	0.45	-
- Considered doubtful	-	-
Less: Provision for doubtful debts	-	-
	0.45	-
<b>Other receivables</b>		
- Considered good	27.77	12.37
<b>Total</b>	28.23	12.37
<b>Outstanding for following periods from due date of payment as at March 31, 2024</b>		
Particulars	Undisputed - Considered good	Undisputed – Considered doubtful
Less than 6 month	27.77	-
6 months - 1 year	-	-
1-2 years	0.45	-
2-3 years	-	-
More than 3 years	-	-
<b>Total</b>	28.23	-
<b>Outstanding for following periods from due date of payment as at Mar 31, 2023</b>		
Particulars	Undisputed - Considered good	Undisputed – Considered doubtful
Less than 6 month	12.37	-
6 months - 1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
<b>Total</b>	12.37	-
<b>15 Cash and cash equivalents</b>		
Cash on hand		
In Indian Rupees	33.86	56.24
In current accounts	3.73	0.55
	37.59	56.79
<b>16 Short term loans and advances</b>		
(Unsecured considered good unless otherwise stated)		
Advance to vendors	5.93	0.41
Advance tax (Net of Provisions)	28.42	1.49
Balance with Government Authorities	20.05	8.50
	54.40	10.40
<b>17 Other current assets</b>		
Prepaid Expenses	5.33	23.78
Affiliation Fees	20.24	20.24
	25.57	44.02



Valencia India Private Limited

Notes to financial statements for the year ended March 31, 2024

(All amounts in Lacs Indian Rupee except otherwise stated)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
<b>18 Revenue from operations</b>		
Sale of Services	711.49	522.70
	711.49	522.70
<b>19 Cost of purchases</b>		
Food & Beverages	125.22	192.88
General Stores Expenses	10.82	2.51
Housekeeping Expenses	3.31	8.59
Loundry Expense	1.45	1.00
Power and fuel	18.51	14.32
	159.31	219.31
<b>20 Employee benefits expense</b>		
Salaries and bonus	75.19	77.83
Gratuity Expense	19.16	-
Directors' Remuneration	57.50	42.00
Staff welfare expenses	4.44	1.53
	156.29	121.36
<b>21 Finance costs</b>		
Interest expense	26.48	10.73
Bank Charges	3.31	0.58
Other Borrowing Cost	0.17	6.88
	29.96	18.19
<b>22 Depreciation and amortisation expense</b>		
Depreciation on tangible assets	13.50	7.36
	13.50	7.36





Valencia India Private Limited

Notes to financial statements for the year ended March 31, 2024

(All amounts in Lacs Indian Rupee except otherwise stated)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
<b>23 Other expenses</b>		
Selling and distribution expenses	62.03	36.86
Manpower expense	2.03	2.24
Rates and taxes	0.53	1.81
Rent Expense	3.34	6.54
Loss on sale of asset (Car)	1.01	-
Legal and professional fees	9.42	5.25
Travelling and Conveyance expenses	5.16	0.39
Repair and maintenance - Vehicles	3.22	1.93
Repair and maintenance - others	2.10	5.28
Payments to auditor (refer details below)	1.00	0.30
Communication cost	0.68	0.64
Donation	2.24	-
Printing & Stationery Expense	0.79	0.97
Insurance	0.63	0.37
Miscellaneous expenses	5.49	7.79
	<u>99.67</u>	<u>70.37</u>
<b>Payment to auditor excl GST</b>		
-Statutory Audit	1.00	0.30
<b>Total</b>	<b>1.00</b>	<b>0.30</b>
<b>24 Profit per Equity share</b>		
Net profit attributable to equity shareholders (A)	183.34	61.25
Nominal value per equity share	10	10
Weighted average number of equity shares outstanding during the year (B)	11,475	10,000
<b>Basic profit per equity share in rupees of face value of INR 10 (A)/(B)</b>	<b>1,597.64</b>	<b>612.53</b>



Valencia India Private Limited

Notes to financial statements for the year ended March 31, 2024

(All amounts in Lacs Indian Rupee except otherwise stated)

25 Related party disclosure as required by Accounting standard (AS)-18 "Related Party Disclosures"

ii) Companies / Entity significantly influenced by Key Management Personnel

BASIL BUILDCON PRIVATE LIMITED  
KUNJ INFRASTRUCTURE PRIVATE LIMITED

iii) Key Management Personnel and its relatives

Dhavalkumar K. Chokshi - Director and CFO  
Keyur Patel - Director (w.e.f 20 January 2024)  
Prakash D. Mahida - Director  
Sunil Mahida - Relative of Director  
Hina P. Mahida - Relative of Director

iv) Related party transactions and outstanding balances

The following table provides the total amount of transactions that have been entered into with the related parties for the relevant financial year and the outstanding balances as at Mar 31, 2024 and March 31, 2023:

Particulars	Year ended/ As at	Directors Remuneration	Salary Expense	Salary Payable	Club Building purchase	Security Deposit given	Capital advance
<b>Companies / Entity significantly influenced by Key Management Personnel</b>							
BASIL BUILDCON PRIVATE LIMITED	31-Mar-24	-	-	-	450.00	164.14	151.50
	31-Mar-23	-	-	-	-	333.44	-
KUNJ INFRASTRUCTURE PRIVATE LIMITED	31-Mar-24	-	-	-	-	-	47.00
	31-Mar-23	-	-	-	-	-	-
<b>Key Management Personnel</b>							
Dhavalkumar K. Chokshi - Director and CFO	31-Mar-24	24.00	-	2.00	-	-	-
	31-Mar-23	18.00	-	0.72	-	-	-
Keyur J Patel - Director	31-Mar-24	3.50	-	-	-	-	-
	31-Mar-23	-	-	-	-	-	-
Prakash D. Mahida - Director	31-Mar-24	30.00	-	3.48	-	-	-
	31-Mar-23	24.00	-	1.77	-	-	-
<b>Relatives</b>							
Sunil Mahida (Brother of Director)	31-Mar-24	-	12.00	0.27	-	-	-
	31-Mar-23	-	9.00	0.90	-	-	-
Hina P. Mahida (Wife of Director)	31-Mar-24	-	12.00	6.80	-	-	-
	31-Mar-23	-	10.00	0.25	-	-	-

Note

Related party relationships as per Accounting Standard 18 have been identified by the Management. The sale and cost from related parties are in the ordinary course of business and are on terms equivalent to those that prevail in arm's length transactions.





**Valencia India Private Limited**

**Notes to financial statements for the year ended March 31, 2024**

(All amounts in Lacs Indian Rupee except otherwise stated)

	As at	As at
	31 Mar 2024	31 March 2023
<b>26 Earnings in foreign currency</b>		
Sale of Services	-	-
	-	-
	-	-
<b>27 Expenditure in foreign currency</b>		
Expenditure	-	-
	-	-
	-	-
<b>28 CIF value of Imports</b>		
CIF value of Import for component & spares	-	-
	-	-
	-	-

**29 Capital commitment and contingent liabilities**

**a) Capital commitment**

There are no capital commitment outstanding as at reporting date (as at March 31, 2024: Nil).

**b) Contingent liabilities**

There are no contingent liabilities.

**30 Additional Notes**

(A) The title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.

(B) The Company does not have any investment property.

(C) The Company has not revalued its Property, Plant and Equipment and Intangible assets.

(D) There are no loans or advances in the nature of loans are granted to Promoters, Directors, KMPs and their related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, that are outstanding as on 31st March, 2024:

(i) repayable on demand; or,

(ii) The company is not declared willful defaulter by any bank or financial institution or other lender.

(E) The company has not undertaken any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

(F) No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

(G) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever (Ultimate Beneficiaries) by or on behalf of the company or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(H) 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 directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever (Ultimate Beneficiaries) by or on behalf of the Funding Party or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(I) No transactions has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961. There are no such previously unrecorded income or related assets.

(J) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

(K) The Provision of Section 135 of the Companies Act 2013 in relation to Corporate Social Responsibility are not applicable to the Company during the year and hence reporting under this clause is not applicable.



**Valencia India Private Limited**

**Notes to financial statements for the year ended March 31, 2024**

(All amounts in Lacs Indian Rupee except otherwise stated)


**31 Ratio analysis and its elements**

Ratio	Numerator	Denominator	As at 31 Mar 2024	As at 31 March 2023	% Change	Reasons
Current ratio	Current Assets	Current Liabilities	0.79	0.89	-12%	Below +/- 25%
Debt- Equity Ratio	Total Debt	Shareholder's Equity	49	349	-86%	Right issue of Equity Shares in FY 2024
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	0.00	4.08	-100%	Earning increase after capitalisation in FY 2024
Return on Equity ratio	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	35%	45%	-22%	Below +/- 25%
Inventory Turnover ratio	Cost of goods sold	Average Inventory	-	-	0%	Below +/- 25%
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	35	14	150%	Revenue increased in FY 2024
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	7	4	77%	Purchase increased in FY 2024
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	(18)	(8)	123%	Revenue increased in FY 2024
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	26%	12%	120%	Profit increased in FY 2024 on capitalisation
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	26%	19%	37%	Profit increased in FY 2024 on capitalisation
Return on Investment	Interest (Finance Income)	Investment	0%	0%	0%	NA

**32** The Company has considered the business segment as the primary reporting segment on the basis that the risk and returns of the Company is primarily determined by the nature of products and services. Consequently, the geographical segment has been considered as a secondary segment. The business segment have been identified on the basis of the nature of products and services, the risks and returns, internal organisation and management structure and the internal performance reporting systems. The Business segment comprises of Clubs, Hotel and Restaurants. Geographical segment is considered based on sales within India.

**33** Previous year figures have been regrouped/rearranged whenever necessary to conform to this current year's classification.

As per our report of even date  
For Doshi Doshi & Co  
Chartered Accountants  
Firm Registration No. 153683W

  
Chintan Doshi  
Partner  
Membership No. : 158931




For and on behalf of the Board of Directors

  
Keyur J. Patel  
Managing Director  
DIN: 00252431

  
Dhavalkumar K. Chokshi  
Director and CFO  
DIN: 03329692

Place : Ahmedabad  
Date : 18 June 2024

  
Twinkle Rathi  
(Company Secretary)  
M. No. A73309  
Place : Ahmedabad  
Date : 18 June 2024

