

# S. JANARDHAN & ASSOCIATES

## CHARTERED ACCOUNTANTS

VIJAY BHATIA, B.com., F.C.A.,  
BALAKRISHNA S.BHAT, B.com., F.C.A.,  
B. ANAND, B.Sc.,F.C.A.,



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Embassy Centre  
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### Independent Auditors' Report

To the members of M/s Sobha Puravankara Aviation Private Limited

### Opinion

We have audited the Financial Statements of **Sobha Puravankara Aviation Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid IndAS 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 Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies Act and accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2024 and its profit and its cash flows for the year ended on that date.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules made there under 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 opinion on the financial statements.

### Other Matter

We draw attention to note no.2.5 to the Financial Statements, that as per the notification issued by the Government of Karnataka dtd: 10<sup>th</sup> January 2024, every employer shall subject to fulfillment of sub-section (2) of Section 4A of the Act, within a period of thirty days from the date on which these rules becomes applicable to such establishment shall obtain valid insurance policy in the manner as prescribed under sub-section (4) of Section 4A of the Act for his liability for payment towards the gratuity to all eligible employees under the Act from the Life Insurance Corporation of India or any other insurance company incorporated in accordance with the provisions of the Insurance Act,1938(Central Act No. 4 of 1938), the Companies Act, 2013 (Central Act No. 18 of 2013), the Insurance Regulatory and Development Authority of India Act,1999 (Central Act No. 41 of 1999) or any other law which is applicable to the insurance company in this regard.



However, the company is yet to obtain such insurance policy for the employees towards Gratuity till the year ended 31<sup>st</sup> March 2024.

Our opinion is not modified in respect of the aforesaid matter.

### **Key audit matters**

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

### **Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report, Business Responsibility Report, but does not include the financial statements and our auditor's 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.

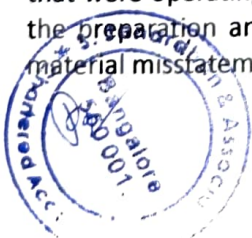
In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accompanying financial statements or our knowledge obtained during the course of our audit or otherwise 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.

### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these IndAS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in the equity of the Company in accordance with the accounting principles generally accepted in India, specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.



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

The Board of Directors is 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:

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



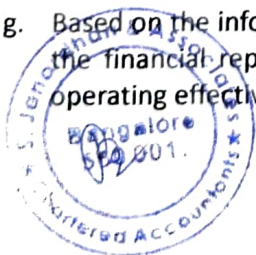
Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the company as we consider appropriate and according to the information and explanation given to us, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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 except for the matters stated in the paragraph 2 h(viii) below on reporting under Rule 11(g).
  - c. The Balance Sheet, Statement of Profit and Loss including Cash Flow Statement and dealt with by this report are in agreement with the books of account;
  - d. In our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014,
  - e. On the basis of written representations received from the directors as on 31<sup>st</sup> March 2024, and 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. The modification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2(b) above on reporting under Section 143(3)(b) and paragraph 2(h)(viii) below on reporting under Rule 11(g).
  - g. Based on the information and explanation given to us and the available records, we are of the opinion that the financial reporting relating to adequacy of the internal financial controls of the company and the operating effectiveness of such controls are not applicable.



- h. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of 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, no remuneration was paid by the Company to its directors during the year and hence provisions of Section 197 of the Act is not applicable.
- i. 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 explanation given to us:
- i. The Company did not have any pending litigations as at 31<sup>st</sup> March 2024 which have an impact on its financial position in its financial statements;
  - ii. The Company did not have any long-term contracts including derivative contract for which there were any material foreseeable losses;
  - iii. There were no amounts which were required to be transferred to Investor Education and Protection Fund by the Company.
  - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) 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 person or entity, including foreign entity ("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, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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 the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused me to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

  - v. Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the accounting software except that, audit trail feature is not enabled for certain changes made, if any, using certain access rights, as described in note 2.37 to the financial statements. Further, during



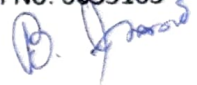
the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the accounting software.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023 Reporting under Rule 11(g) of the Companies (Audit and Auditor's) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended 31<sup>st</sup> March 2024.

vi. As stated in Notes to the financial statement:

- a) There was no dividend which has been proposed in the previous year, declared and paid by the company during the year.
- b) The Board of Directors of the Company has not proposed any dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting.

**For S Janardhan & Associates**  
Chartered Accountants  
Firm Registration No. 0053105



**B Anand**  
Partner

Membership No.029146  
UDIN: 24029146BKALEO5042

Date: 17.05.2024

Place: San Jose, California, United States of America



**The Annexure-A referred to in our Independent Auditors report to the members of M/s Sobha Puravankara Aviation Private Limited ('the Company') on the financial statements for the year ended 31<sup>st</sup> March 2024,**

**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.  
(B) The company has maintained proper records showing full particulars of intangible assets.
- b) Property, plant and equipment and investment property have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- c) According to the information and explanations given by the management, the Company has no immovable properties included under the head investment in property and hence provisions of this para are not applicable.
- d) The company has not revalued its property, plant and equipment during the year ended March 31, 2024.
- e) There are no proceedings initiated or pending against the company for holding any Benami property under the Benami Property Transactions Act, 1988 and rules made thereunder.
- ii. a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion the coverage and the procedure of such verification by the management is appropriate. Discrepancies of 10% or more in aggregate for each class of inventory were not noticed on such physical verification.
- b) The Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company and hence not been commented upon.
- iii. The company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties the Company has granted loans to companies and hence the provisions of clause (iii) (a) to (f) of the said Order are not applicable.
- iv. In our opinion and according to the information and explanations given to us, the company has not granted loans to directors including entities in which they are interested and hence the provisions of this para relating to section 185 and 186 of the Companies Act 2013 are not applicable.
- v. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

vi. Pursuant to the rules made by the Central Government of India, the Company is not required to maintain cost records as specified under Section 148(1) of the Act in respect of its products and Services.



- vii. a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including goods and service tax, provident fund, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, cess and other material statutory dues applicable to it. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues 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 disputed amounts payable in respect of Income Tax, Goods and Service Tax, Cess and other material statutory dues as at 31st March 2024.
- viii. According to the information and explanations given by management, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- ix. a) In our opinion and according to the information and explanations given by the management, the Company has no debenture holders. The Company has not borrowed any loans from any financial institution or bank or government during the year. The Company did not raise any money by the way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix)(a) of the Order is not applicable.
- b) To the best of our knowledge and explanations given by the management the Company has not been declared as a willful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.
- (d) The Company did not raise any funds during the year hence, the requirement to report on clause (ix)(d) of the Order is not applicable to the Company.
- (e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.
- (f) The Company has not raised any loans during the year. Hence provisions of para (ix)(f) of the Order are not applicable to the Company.
- x. a) According to the information and explanations given by the management, the Company has not raised any money by way of initial public offer / further public offer / debt instruments and term loans hence; reporting under clause (x) is not applicable to the Company and hence not commented upon.
- b) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares fully or partially or optionally convertible debentures during the year under review and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
- xi. a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or no fraud / material fraud on the Company has been noticed or reported during the year.
- b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.



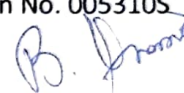
- c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii. In our opinion, the Company is not a Nidhi company. Therefore, the provisions of clause 3(xii) (a), (b) and (c) of the order are not applicable to the Company and hence not commented upon.
- xiii. According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- xiv. The Company does not require to appoint an internal auditor as per Section 138 of the Companies Act read with Rule 13 of the Companies (Accounts) Rules, 2014 and hence reporting under Clause 3 (xiv) (a) to (b) are not applicable. Further, I am of the opinion that the company has an internal audit system commensurate with the size of the Company and the nature of its business.
- xv. According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in Section 192 of Companies Act, 2013.
- xvi. a) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.  
b) In our opinion, the Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.  
c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.  
d) According to the information and explanations given to us, there is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- xvii. The Company has not incurred cash losses in the financial year and immediately preceding financial year.
- xviii. There was no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- xix. On the basis of the financial ratios disclosed as a note to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of



the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- xx. Based on the information and explanations furnished, we are of the opinion that the provisions of Section 135(5) of the Companies Act, 2013 (the Act) is not applicable to this Company and hence we have not commented about the clauses of this para of the order.
- xxi. As the financial statements annexed to this report are relating to Standalone financials of the Company and in the absence of any applicability of the Consolidation of accounts to this company, provisions of this para of the order are not applicable to the company.

**S Janardhan & Associates**  
Chartered Accountants  
Firm Registration No. 005310S



**B Anand**  
Partner  
Membership No.029146  
UDIN: 24029146BKALEO5042

Date: 17.05.2024  
Place: San Jose, California, United States of America



**SOBHA PURAVANKARA AVIATION PRIVATE LIMITED**  
#214, Connection Point, A Block, 2nd Floor, HAL Airport Exit Road,  
Vimanpura (PO), Bangalore-560017  
CIN : U62200KA2010PTC056061

Balance Sheet as at March 31st, 2024


Rs. in Lakhs, unless otherwise stated

PARTICULARS	Notes No.	As at 31-Mar-24	As at 31-Mar-23
<b>EQUITY AND LIABILITIES:</b>			
<b>SHAREHOLDERS' FUNDS</b>			
(a) Share Capital	2.1	956.00	956.00
(b) Reserves and surplus	2.2	(10,501.01)	(10,724.90)
		(9,545.01)	(9,768.90)
Share application money pending allotment		-	-
<b>NON-CURRENT LIABILITIES</b>			
(a) Long Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net)	2.3	1,266.77	1,275.93
(c) Other Long Term Liabilities	2.4	14,563.62	15,130.80
(d) Long Term Provisions	2.5	44.83	-
		15,875.22	16,406.73
<b>CURRENT LIABILITIES</b>			
(a) Short Term Borrowings		-	-
(b) Trade Payables	2.6	-	-
-Total outstanding dues of micro enterprises and small enterprises; and		-	-
-Total outstanding dues of creditors other than micro enterprises and small enterprises		50.63	158.30
(c) Other Current Liabilities	2.7	186.37	322.89
(d) Short Term Provisions	2.5	3.74	-
		240.74	481.19
<b>TOTAL</b>		<b>6,570.95</b>	<b>7,119.02</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
(a) Fixed assets:	2.8		
Tangible Assets	(a)	6,073.45	4,987.74
Intangible Assets	(b)	0.36	0.50
Capital Work in Progress		-	1,607.10
		6,073.81	6,595.34
(b) Non-Current Investments		-	-
(c) Deferred Tax Asset (Net)		-	-
(d) Long Term Loans and Advances		-	-
(e) Other Non-Current Assets	2.9	61.00	60.08
		61.00	60.08
<b>CURRENT ASSETS</b>			
(a) Inventories		-	-
(b) Trade Receivables	2.10	71.26	2.53
(c) Cash and Cash equivalents	2.11	51.05	8.70
(d) Short Term Loans and Advances	2.12	313.83	454.37
(e) Other Current Assets		-	-
		436.14	465.60
<b>TOTAL</b>		<b>6,570.95</b>	<b>7,119.02</b>
Significant Accounting Policies and Notes	1 & 2		

Notes referred above form integral part of the financial statements

For and on behalf of the Board of Directors of  
**Sobha Puravankara Aviation Private Limited**

Subject to our Report of even date  
**For S. Janardhan & Associates**  
Chartered Accountants  
Firms' Registration No. 005376S

  
Srikanth Kulkarni  
Director  
DIN : 01276312

  
Niraj Gautam  
Director  
DIN : 07868503



  
**B. Anand**  
Partner

Membership No. 029146

UDIN : 24029146BKALEO5042

Office: San Jose, California, United States of America

Date: 17.05.2024

Date : 17.05.2024  
Place : Bengaluru

**SOBHA PURAVANKARA AVIATION PRIVATE LIMITED**

#214, Connection Point, A Block, 2nd Floor, HAL Airport Exit Road,  
Vimanpura (PO), Bangalore-560017

CIN : U62200KA2010PTC056061

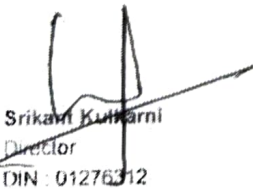
Statement of Profit & Loss for the year ended March 31st, 2024

Rs. in Lakhs, unless otherwise stated

PARTICULARS	Notes No.	For the year ended 31-Mar-24	For the year ended 31-Mar-23
<b>INCOME</b>			
Income from Operation	2.13	3,077.96	2,051.71
Other Income	2.14	6.78	11.00
<b>TOTAL</b>		<b>3,084.74</b>	<b>2,062.71</b>
<b>EXPENSES</b>			
Operating Expenses	2.15	1,493.41	859.88
Employee Benefits expense	2.16	506.79	476.45
Finance Cost	2.17	4.93	1.03
Depreciation	2.8	565.88	491.09
Other Expenses	2.18	298.99	219.70
<b>TOTAL</b>		<b>2,870.01</b>	<b>2,048.16</b>
Profit before Exceptional and Extraordinary Items and Tax		214.73	14.55
Exceptional Items		-	-
Profit before extraordinary items and tax		214.73	14.55
Extraordinary items		-	-
<b>Profit before Tax</b>		<b>214.73</b>	<b>14.55</b>
<b>TAX EXPENSES</b>			
Current Tax		-	-
Deferred Tax		(9.17)	(69.61)
<b>TOTAL</b>		<b>(9.17)</b>	<b>(69.61)</b>
<b>PROFIT/(LOSS) FOR THE YEAR</b>		<b>223.90</b>	<b>84.16</b>
Basic & Diluted Earning per Share (Equity Shares of par value of Rs. 10/- each) (in Rs. per share)		2.34	0.88
No of shares used in computing earning per share		95.60	95.60
Significant Accounting Policies and Notes	1 & 2		

Notes referred above form integral part of the financial statements

For and on behalf of the Board of Directors of  
Sobha Puravankara Aviation Private Limited

  
Srikanth Kulkarni  
Director  
DIN : 01276312

  
Niraj Gautam  
Director  
DIN : 07868503

Subject to our Report of even date  
For S. Janardhan & Associates  
Chartered Accountants  
Firms' Registration No 005370S

  
B. Anand  
Partner

Membership No.029146

UDIN: 24029146BKALEO5042

Place: San Jose, California, United States of America

Date: 17.05.2024

Date : 17.05.2024

Place : Bengaluru



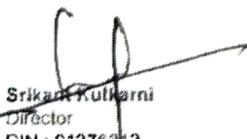
**SOBHA PURAVANKARA AVIATION PRIVATE LIMITED**  
**Cash Flow Statement for the year ended 31st Mar 2024**

Rs. in Lakhs

Cash flow from operating activities	31st Mar, 2024	31st Mar, 2023
Profit before tax	214.73	14.55
<b>Non-cash adjustment to reconcile profit before tax to net cash flows</b>		
Depreciation/ amortization on continuing operation	565.88	491.09
Unrealized foreign exchange loss	1.10	4.42
Interest expense	4.93	1.03
Interest income	(0.80)	(0.58)
<b>Operating profit/(Loss) before working capital changes</b>	<b>785.85</b>	<b>510.52</b>
<b>Movements in working capital :</b>		
Increase/ (decrease) in trade payables	(108.78)	(77.19)
Increase/ (decrease) in other current liabilities	(136.51)	135.25
Decrease / (increase) in trade receivables	(68.73)	18.62
Decrease / (increase) in loans and advances	195.35	(156.85)
Increase / (decrease) in short-term provisions		
Cash generated from / (used in) operations	667.18	430.55
Direct taxes paid (net of refunds)	(54.81)	(53.08)
<b>Net cash flow from/ (used in) operating activities (A)</b>	<b>612.37</b>	<b>377.47</b>
<b>Cash flows from investing activities</b>		
Purchase of fixed assets	(1,651.45)	(0.78)
Proceeds from sale of fixed assets	-	-
Decrease / (increase) in Capital Work-in-Progress	1,607.10	(1,607.10)
Investments in bank deposits (having original maturity of more than three months)	(0.92)	0.98
Interest received	0.80	0.58
<b>Net cash flow from/ (used in) investing activities (B)</b>	<b>(44.47)</b>	<b>(1,606.32)</b>
<b>Cash flows from financing activities</b>		
Proceeds from other long-term liabilities	(567.18)	1,211.56
Proceeds from other Provisions	48.57	-
Interest paid (gross)	(4.93)	(1.03)
<b>Net cash flow from/ (used in) in financing activities (C)</b>	<b>(623.55)</b>	<b>1,210.52</b>
<b>Net increase/(decrease) in cash and cash equivalents (A + B + C)</b>	<b>44.35</b>	<b>(18.33)</b>
Cash and cash equivalents at the beginning of the year	6.70	25.02
Cash and cash equivalents at the end of the year	51.05	6.70
<b>Components of cash and cash equivalents:</b>		
Cash on hand	0.26	0.44
With banks- on current account	50.79	6.26
<b>Total cash and cash equivalents (note 2.13)</b>	<b>51.05</b>	<b>6.70</b>

Notes referred above form integral part of the financial statements

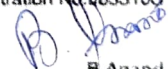
For and on behalf of the Board of Directors of  
**Sobha Puravankara Aviation Private Limited**

  
**Srikanth Kulkarni**  
 Director  
 DIN : 01276312

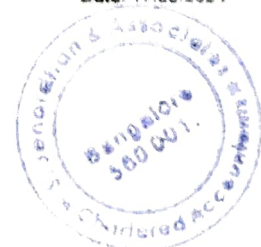
  
**Niraj Gautam**  
 Director  
 DIN : 07868503

Date : 17.05.2024  
 Place : Bengaluru

Subject to our Report of even date  
**For S.Janardhan & Associates**  
 Chartered Accountants  
 Firms' Registration No. Q053103

  
**B. Anand**  
 Partner

Membership No. 029146  
 UDIN: 24029146BKALE06042  
 Bangalore, United States of America  
 Date: 17.05.2024



2 NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31ST, 2024

2.1 SHARE CAPITAL

Rs. in Lakhs, unless otherwise stated

Particulars	As at	
	31-Mar-24	31-Mar-23
<b>Authorised:</b>		
Equity Share of Rs. 10/- par value		
1,00,00,000 (1,00,00,000) Equity Shares	1,000.00	1,000.00
<b>Issued, Subscribed and Fully Paid up</b>		
Equity Share of Rs. 10/- par value		
95,60,000 (95,60,000) Equity shares fully paid up	956.00	956.00

The Company has only one class of Shares referred to as Equity Shares having a par value of Rs. 10/-. Each shareholder of equity shares is entitled to one vote per share.

The Company has not declared any dividend during the year.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

During any of the last five years ending with 31st March 2024:

No shares were allotted as fully paid up pursuant to contract(s) without payment being received in cash.

No shares were allotted as fully paid up by way of bonus shares.

No shares were bought back.

The details of shareholder holding more than 5% shares as at March 31st, 2024 and March 31st, 2023 is set out below:

Name of the Shareholder	As at 31st March 2024		As at 31st March 2023	
	No. of Shares	% held	No. of Shares	% held
Puravankara Projects Limited	47.75	49.95%	47.75	49.95%
Mrs Sobha Menon	9.75	10.20%	9.75	10.20%
Sobha Projects & Trade Private Limited	37.80	39.54%	37.80	39.54%

The reconciliation of the number of shares outstanding and the amount of share capital as at March 31st 2024 and March 31st, 2023 is set out below:

Particulars	As at 31st March 2024		As at 31st March 2023	
	No. of Shares	Amount	No. of Shares	Amount
No. of shares at the beginning	95.60	956.00	95.60	956.00
Add: Shares issued during the year	-	-	-	-
No. of shares at the end	95.60	956.00	95.60	956.00

The details of Promoters holding shares as at March 31st, 2024 and March 31st, 2023 is set out below:

Name of the Promoters	As at 31st March 2024		As at 31st March 2023		% of Change during the year
	No. of Shares	% held	No. of Shares	% held	
Puravankara Limited	47.75	49.95%	47.75	49.95%	-
Mrs Sobha Menon	9.75	10.20%	9.75	10.20%	-
Sobha Projects & Trade Private Limited	37.80	39.54%	37.80	39.54%	-

2.2 RESERVES AND SURPLUS

Particulars	As at	
	31-Mar-24	31-Mar-23
<b>Surplus/(Deficit) in the Profit and Loss statement</b>		
Opening Balance	(10,724.90)	(10,804.07)
Add: Profit/(Loss) for the year	223.90	84.16
Net Surplus/(Deficit)	(10,501.01)	(10,724.90)

2.3 DEFERRED TAX

Particulars	As at	
	31-Mar-24	31-Mar-23
Deferred Tax Liability		
- On account of Fixed Assets	1,268.77	1,275.93
	<u>1,268.77</u>	<u>1,275.93</u>

Note: In view of the uncertainty of the set off of the carried forward losses under the provisions of Income Tax Act in the near future, no Deferred Tax Asset has been recognised on account of the carried forward losses, in the books of account.

2.4 OTHER LONG TERM LIABILITIES

Particulars	As at	
	31-Mar-24	31-Mar-23
Advances received from Associate	8,172.74	8,333.15
Advances received from Other related party	6,374.01	8,707.80
Advances received from Others	15.97	-
Total	<u>14,563.82</u>	<u>15,130.80</u>

2.5 PROVISIONS

Particulars	Long-term		Short-term	
	As at 31-Mar-24	As at 31-Mar-23	As at 31-Mar-24	As at 31-Mar-23
Employee Benefits	44.83	-	3.74	-
Provision for Gratuity	-	-	-	-
	<u>44.83</u>	<u>-</u>	<u>3.74</u>	<u>-</u>

For the details of gratuity



2.6 TRADE PAYABLES

Particulars	As at	As at
	31-Mar-24	31-Mar-23
Trade Payables - Others	50.83	158.30
<b>Total</b>	<b>50.83</b>	<b>158.30</b>

Trade payables ageing schedule:

Particulars	Outstanding for following period from due date of payment				Total
	< 1 Year	1-2 year	2-3 years	> 3 years	
<b>As at March 31, 2024</b>					
Total outstanding dues of micro enterprises and small enterprises					-
Total outstanding dues of creditors other than micro enterprises and small enterprises	47.75	1.95	-	0.93	50.63
Disputed dues of micro enterprises and small enterprises					-
Disputed dues of creditors other than micro enterprises and small enterprises					-
<b>Total</b>	<b>47.75</b>	<b>1.95</b>	<b>-</b>	<b>0.93</b>	<b>50.63</b>
<b>As at March 31, 2023</b>					
Total outstanding dues of micro enterprises and small enterprises					-
Total outstanding dues of creditors other than micro enterprises and small enterprises	64.72	83.69	9.89	-	158.30
Disputed dues of micro enterprises and small enterprises					-
Disputed dues of creditors other than micro enterprises and small enterprises					-
<b>Total</b>	<b>64.72</b>	<b>83.69</b>	<b>9.89</b>	<b>-</b>	<b>158.30</b>

2.7 OTHER CURRENT LIABILITIES

Particulars	As at	As at
	31-Mar-24	31-Mar-23
Withholding tax and duties payable	32.18	39.75
Other Liabilities	136.44	163.20
Goods & Service Tax Payable	17.75	131.64
<b>Total</b>	<b>186.37</b>	<b>322.89</b>

2.9 OTHER NON CURRENT ASSETS

Particulars	As at	As at
	31-Mar-24	31-Mar-23
Other non-current balances (refer note 2.13)	5.00	5.00
Interest receivable from a bank on the deposits with maturity period of more than twelve months	6.48	5.83
Rent Deposits	12.82	12.02
Other Deposits	37.49	37.22
<b>Total</b>	<b>61.00</b>	<b>60.08</b>

2.10 TRADE RECEIVABLES - (Unsecured, considered good)

Particulars	As at	As at
	31-Mar-24	31-Mar-23
Debits outstanding for a period exceeding six months	-	-
Other Debits	71.26	2.53
Other Debits - Other Related party	-	-
<b>Total</b>	<b>71.26</b>	<b>2.53</b>

Trade receivables ageing schedule:

Particulars	Outstanding for following period from due date of payment					Total
	< 6M	6M - 1 year	1-2 Years	2-3 Years	> 3 Years	
<b>As at March 31, 2024</b>						
(i) Unsecured Trade Receivables-Considered good	70.85	0.41	-	-	-	71.26
(ii) Unsecured Trade Receivables-Considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables-Considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables-Considered doubtful	-	-	-	-	-	-
<b>Total</b>	<b>70.85</b>	<b>0.41</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>71.26</b>
<b>As at March 31, 2023</b>						
(i) Unsecured Trade Receivables-Considered good	2.53	-	-	-	-	2.53
(ii) Unsecured Trade Receivables-Considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables-Considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables-Considered doubtful	-	-	-	-	-	-
<b>Total</b>	<b>2.53</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2.53</b>

2.11 CASH AND CASH EQUIVALENTS

Particulars	As at	As at
	31-Mar-24	31-Mar-23
Balances with banks on current and escrow accounts	50.79	6.26
Cash on hand	0.26	0.44
<b>Total</b>	<b>51.05</b>	<b>6.70</b>
Deposit with banks with maturity period of more than 12 months	5.00	5.00
Accounts shown under other non-current assets (refer note 2.11)	5.00	5.00
	-	-
<b>Total</b>	<b>51.05</b>	<b>6.70</b>



**SODHA PURAVAHKARA AVIATION PRIVATE LIMITED**  
2.8 Fixed Assets

S.No	DESCRIPTION	GROSS BLOCK			DEPRECIATION/AMORTISATION			NET BLOCK	
		As at 01.04.2023	Addition	As at 31.03.2024	As at 01.04.2023	For the Year	As at 31.03.2024	As at 31.03.2023	
a)	<b>Tangible Assets</b>								
1	Office Equipments	6.18	-	6.18	5.53	0.05	5.58	0.65	
2	Aeroplane	10,499.22	1,650.02	12,149.24	5,516.35	564.65	6,081.00	4,982.87	
3	Computers	14.06	0.78	14.84	9.95	1.00	10.95	4.11	
4	Furniture and Fixtures	2.42	0.65	3.08	2.32	0.05	2.36	0.10	
	<b>Total</b>	<b>10,521.89</b>	<b>1,651.45</b>	<b>12,173.34</b>	<b>5,534.15</b>	<b>565.74</b>	<b>6,099.90</b>	<b>4,987.74</b>	
b)	<b>Intangible Assets</b>								
5	Computer Software	0.95	-	0.95	0.45	0.14	0.59	0.50	
	<b>Total</b>	<b>0.95</b>	<b>-</b>	<b>0.95</b>	<b>0.45</b>	<b>0.14</b>	<b>0.59</b>	<b>0.50</b>	
	<b>TOTAL</b>	<b>10,522.84</b>	<b>1,651.45</b>	<b>12,174.29</b>	<b>5,534.60</b>	<b>565.88</b>	<b>6,100.48</b>	<b>4,988.24</b>	

c) Capital work-in-progress ageing:

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	March 31, 2024	March 31, 2023
As at 31 March 2024	-	-	-	-	-	-
Projects in progress	-	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-	-
As at 31 March 2023	1,607	-	-	-	-	1,607
Projects in progress	-	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-	-

Capital Work-in-progress (CWIP) is overdue or exceeded its original plan cost:

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	March 31, 2024	March 31, 2023
As at 31 March 2023	-	-	-	-	-	-
Projects in progress	-	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-	-
As at 31 March 2022	-	-	-	-	-	-
Projects in progress	-	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-	-



2.12 SHORT TERM LOANS AND ADVANCES		
Particulars	As at 31-Mar-24	As at 31-Mar-23
Balances with statutory authorities	54.99	159.47
Prepaid Expenses	61.61	66.64
Income Tax and Tax Deducted at Source (net)	180.43	171.50
Advances recoverable in cash or kind	17.39	37.76
<b>Total</b>	<b>313.83</b>	<b>435.37</b>
2.13 INCOME FROM OPERATION		
Particulars	Year ended 31-Mar-24	Year ended 31-Mar-23
Income from Chartered Flight Service operations	3,077.96	2,951.71
<b>Total</b>	<b>3,077.96</b>	<b>2,951.71</b>
2.14 OTHER INCOME		
Particulars	Year ended 31-Mar-24	Year ended 31-Mar-23
Interest received on Deposits with Banks	0.80	0.68
Interest on Income Tax Refund	-	1.55
Miscellaneous Income	5.97	3.77
<b>Total</b>	<b>6.78</b>	<b>11.00</b>
2.15 OPERATING EXPENSES		
Particulars	Year ended 31-Mar-24	Year ended 31-Mar-23
Fuel Expenses	458.78	332.91
Handling, Parking and landing charges	198.95	116.53
Technical and Maintenance Expenses	905.81	493.63
Other Operating Expenses	19.87	16.80
<b>Total</b>	<b>1,493.41</b>	<b>859.88</b>
2.16 EMPLOYEE BENEFIT COST		
Particulars	Year ended 31-Mar-24	Year ended 31-Mar-23
Salaries, Wages and other benefits	422.89	520.25
Staff Welfare Expenses	7.66	6.75
Training Expenses	75.94	149.45
<b>Total</b>	<b>506.79</b>	<b>476.45</b>
2.17 FINANCE COST		
Particulars	Year ended 31-Mar-24	Year ended 31-Mar-23
Bank Charges	0.87	0.73
Interest on Statutory Liability	0.00	0.31
Interest others	4.67	-
<b>Total</b>	<b>4.83</b>	<b>1.03</b>
2.18 OTHER EXPENSES		
Particulars	Year ended 31-Mar-24	Year ended 31-Mar-23
Rent	14.18	13.91
Insurance	32.72	28.85
Rates and Taxes	30.30	43.04
Repairs and Maintenance		
- Others	3.30	2.53
Communication Expenses	32.58	5.65
Electricity Charges	0.85	1.37
Lease Rent - Vehicles	5.07	4.40
Travelling and Conveyance Expenses	71.40	27.39
Foreign Travel Expenses	67.13	43.70
Periodicals and Subscription	0.09	0.01
Foreign Exchange Fluctuation	1.10	4.42
Professional and Consultancy Charges	24.51	31.55
Miscellaneous Expenses	11.61	8.92
Commission	3.20	-
Auditors Remuneration	0.75	0.75
<b>Total</b>	<b>296.93</b>	<b>219.70</b>



2.19 EXPENDITURE INCURRED IN FOREIGN CURRENCY

Particulars	Year ended	
	31-Mar-24	31-Mar-23
Other operating expenses		
Traveling Expenses	609.96	432.31
	87.13	43.70

2.20 SEGMENT REPORTING

The Company is engaged primarily in the business of non-scheduled operator aircraft service and therefore segment reporting as required under Accounting Standard 17 is not applicable.

2.21 TRANSACTIONS WITH RELATED PARTIES (as identified by the Company)

Description of the nature of transaction	Description of Relationship	Related Party	Year ended	
			31st March, 2024	31st March, 2023
Rendering of services	Other Related Parties	Sobha Limited	496.49	1,073.01
		Puravankara Limited	615.23	599.59
Receipt of services	Other Related Parties	Mr. Ravi Puravankara	33.63	16.94
Reimbursement of expenses	Key Managerial Personnel	Mr. Srikant Kulkarni	6.65	-
	Key Managerial Personnel	Mr. Srikant Kulkarni	0.08	-
Advances Received during the year	Other Related Parties	Sobha Limited	111.28	1,755.77
		Puravankara Limited	195.00	1,526.00
Payable at the year end	Other Related Parties	Sobha Limited	6,174.91	8,787.65
		Puravankara Limited	6,172.74	8,363.15
Receivable at the year end	Key Managerial Personnel	Mr. Srikant Kulkarni	0.02	-
	Other Related Parties	Mr. Ravi Puravankara	9.37	-

LIST OF RELATED PARTIES

Key Managerial Personnel

Mr. Nrao Kumar Gautam  
Mr. Srikant Kulkarni

Other Related Parties

Sobha Limited  
Puravankara Limited  
Sobha Developers (Pune) Limited  
Sobha Projects and Trade Private Limited  
Mr. Ravi Puravankara

2.22 There were no contingent liabilities during the financial year as well during the preceding financial year.

2.23 Confirmation of balances in respect of debtors and creditors has not been obtained in a few cases.

2.24 There is no earnings in foreign currency during the year.

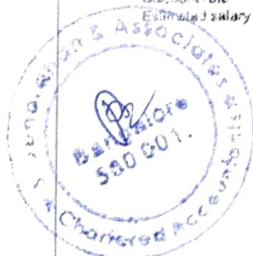
2.25 The company has no manufacturing operations and hence no details relating to manufacturing activity have been furnished.

2.26 EMPLOYEE BENEFITS

The details required under AS 15 – Employee Benefits is as follows:

The present value of the obligation is determined based on actuarial valuation 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.

Particulars	Year ended 31st March 2024	Year ended 31st March 2023
Obligations at Period beginning	-	-
Current Service cost	4.10	-
Past Service Cost	44.47	-
Interest cost	-	-
Actuarial (Gain) / Loss	-	-
Benefits paid	-	-
<b>Obligations at Period at the end of the year</b>	<b>48.57</b>	-
<b>Change in Plan Assets</b>		
Plan assets at period beginning at fair value	-	-
Expected return on plan assets	-	-
Actuarial (Gain) / Loss	-	-
Contributions	-	-
Benefits paid	-	-
Plan assets at period end at fair value	-	-
<b>Reconciliation of present value of the obligation and fair value of the plan assets</b>		
Fair value of plan assets at period end	-	-
Present value of the defined benefit obligations at the end of the period	48.57	-
	<b>48.57</b>	-
<b>Cost of the period</b>		
Service cost	48.57	-
Interest cost	-	-
Expected return on plan assets	-	-
Actuarial (Gain) / Loss	-	-
Net cost	48.57	-
<b>Assumptions</b>		
Discount rate	6.97%	Not Applicable
Estimated salary escalation rate	12.00%	Not Applicable



**2.27 EARNINGS PER SHARE**

Particulars	Year ended	Year ended
	31-Mar-24	31-Mar-23
<b>(a) Basic</b>		
Profit/(loss) after tax	223.90	84.16
Weighted average number of shares outstanding	95.60	95.60
Basic EPS (in Rs./share)	2.34	0.88
<b>(b) Diluted</b>		
Profit/(loss) after tax	223.90	84.16
Adjusted net profit for the year		
Weighted average number of shares outstanding	95.60	95.60
Add: Weighted average number of potential equity shares	-	-
Weighted average number of shares outstanding for diluted EPS	95.60	95.60
Diluted EPS (in Rs./share)	2.34	0.88
Face value per share	Rs. 10	Rs. 10

**OTHER DISCLOSURES**

**2.28 SEGMENT REPORTING**

The Company is engaged primarily in the business of non-scheduled operator aircraft service and therefore segment reporting as required under Accounting Standard 17 is not applicable.

**2.29 DUES TO MICRO AND SMALL ENTERPRISES**

Particulars	Year ended	Year ended
	31-Mar-24	31-Mar-23
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	Nil	Nil
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	Nil	Nil
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	Nil	Nil
Interest paid, other than under Section 15 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	Nil	Nil
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	Nil	Nil
Interest due and payable towards suppliers registered under MSMED Act, for payments already made.	Nil	Nil
Further interest remaining due and payable for earlier years	Nil	Nil

2.30 In the opinion of Board of Directors, all current assets, loans and advances, investments have at least the value as stated in the Balance Sheet realized in the ordinary course of business.

**2.31 IMPAIRMENT OF ASSETS**

Pursuant to Accounting Standard AS-26- Impairment of assets issued by the Companies Accounting Standards Rules, 2006, the Company assessed its fixed assets for impairment as at 31st March 2024 and concluded that there has been no significant impaired fixed asset that needs to be recognized in the books of account.

**2.32 Corporate Social Responsibility**

The provisions for Corporate Social Responsibility is not applicable to the Company as none of the conditions specified under section 135(1) of the Companies Act, 2013 read with the Companies (CSR Policy) Rules, 2014 made thereunder.

**2.33 Disclosure required for Borrowing based on security of current Assets**

There were no loans availed during the year and outstanding at the beginning of the year and hence no details relating in the quarterly filing with the banks or financial institutions is applicable for the Company.

**2.34 Disclosure of Struck off companies:**

The Company does not have any transactions with companies struck off under section 246 of the Companies Act, 2013 or section 563 of Companies Act, 1956.

**2.35 Other Statutory Information:**

- The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- The company is not declared as willful defaulter by any bank of financial institution or other law here.
- The Company does not have any approved schemes of arrangements during the year.
- 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:
  - employ or indirectly fund 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 to or on behalf of the Ultimate Beneficiaries.
- The Company have 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:
  - employ or indirectly fund 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.



2.36 No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended Schedule III:

a) Crypto currency or Virtual Currency

b) The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property

2.37 The Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the accounting software, except that audit trail feature is not enabled for certain changes made using privileged/ administrative access rights to the SAP S/4 HANA application and the underlying database. Further no instance of audit trail feature being tampered with was noted in respect of the accounting software

**2.38 DERIVATIVE INSTRUMENTS AND UNHEDGED FOREIGN CURRENCY EXPOSURE**

Foreign currency exposure that are not hedged by derivative or forward contracts as on 31st March 2024 and 31st March 2023 are as under:

Particulars	for the year ended:		
	31-Mar-24	31-Mar-23	
Payables	US Dollars	0.22	0.55
	INR	18.04	43.34
	Recognised at Rs.	82.18	92.15
	CHF	-	0.01
	INR	-	0.71
	Recognised at Rs.	-	93.79

2.39 Previous year figures have been regrouped wherever necessary to make them comparable.

For and on behalf of the Board of Directors of  
Sobha Puravankare Aviation Private Limited

Srikant Kulkarni  
Director  
DIN: 01276312

Date: 17.05.2024  
Place: Bengaluru

Niraj Gautam  
Director  
DIN: 07868503

Subject to our Report of even date  
For S. Janardhan & Associates  
Chartered Accountants  
Firm's Registration No. 0033105

S. Anand

Partner  
Membership No. 029146

UDIN: 24029148BKALE0042

Place: San Jose, California, United States of America  
Date: 17.05.2024



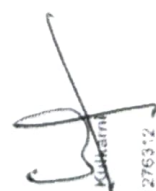
**SOBHIA PURAVANKARA AVIATION PRIVATE LIMITED**

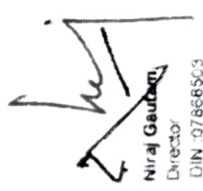
**2.40 Financial ratios**

in Lakhs

Ratios	31.03.2024		31.03.2023		Explanation for change in ratio for more than 25%
	Numerator	Denominator	As at	% of Change	
<b>Liquidity ratio</b>					
Current ratio	Current Assets	Current Liabilities	1.81	0.95	88.04% Reduction in the current liabilities for the FY 2023-24 as compared to FY 2022-23.
<b>Solvency ratio</b>					
Debt-Equity ratio	Total Debt	Shareholder's Equity	NA	NA	NA Not Applicable, Since there were no borrowings as the date of balance sheet.
Debt Service Coverage ratio	Earnings for debt service = Net profit before taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	NA	NA	NA Not Applicable, Since there were no borrowings as the date of balance sheet.
<b>Profitability ratio</b>					
Return on Equity ratio	Net Profits after taxes - Preference Dividend	Average Shareholder's Equity	(0.02)	(0.01)	169.11% Increase in the profit attributable to the shareholders for the FY 2023-24.
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	0.07	0.04	77.33% Increase in the profit attributable to the shareholders along with Turnover for the FY 2023-24 as compared to the FY 2022-23.
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth - Total Debt + Deferred Tax Investment	-0.03	-0.00	1442.76% Increase in the profit attributable to the shareholders for the FY 2023-24.
Return on Investment	Interest (Finance Income)		NA	NA	NA Not Applicable
<b>Utilization ratio</b>					
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	93.42	810.60	-89.71% Increase in the Turnover for the FY 2023-24.
Inventory Turnover ratio	Cost of goods sold (or) Sales	Average Inventory	NA	NA	NA Not Applicable, Since there is no inventory held by the company.
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	NA	NA	NA Not Applicable, Since there were no expenses in the nature of purchase, except for the maintenance.
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current Assets - Current liabilities	15.75	116.65	-113.50% Increase in the Turnover and increase in the working capital for the FY 2023-24.

For and on behalf of the Board of Directors of  
**Sobha Puravankara Aviation Private Limited**

  
Srikant Kulkarni  
Director  
DIN - 01276312

  
Niraj Geudam  
Director  
DIN - 07866503



Subject to our Report of even date  
**For S. Jandhan & Associates**  
Chartered Accountants  
Firms' Registration No. 0853105



B. Anand  
Partner

Membership No. 029146  
UDIN - 240291468441505042

Place: San Jose, California, United States of America  
Date: 17.05.2024

## **SOBHA PURAVANKARA AVIATION PRIVATE LIMITED, BANGALORE**

### **1. SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS AS AT MARCH 31, 2024**

#### **1.1 Method of Accounting**

The financial statements of the company have been prepared in accordance with Indian Generally Accepted Accounting Principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the Companies (Accounts) Rules 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on an accrual basis and under Historical Cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those of previous year.

#### **Use of estimates**

The preparation of financial statements in conformity with Accounting Standards (as stated above) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in current and future periods.

The preparation of financial statements in conformity with the abovesaid Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, revenues and expenses and disclosure of contingent liabilities. Such estimates and assumptions are based on management's evaluation of relevant facts and circumstances as on the date of financial statements. The actual outcome may diverge from these estimates

#### **1.2 Recognition of income from services**

Income from services is recognized in the books of accounts upon completion of the service which coincides once the invoice to the client is raised towards services rendered.

#### **1.3 Inventory**

The company does not have any inventory and hence policy with respect to the treatment and accounting of the inventory is not applicable.

#### **1.4 Operating Cycle**

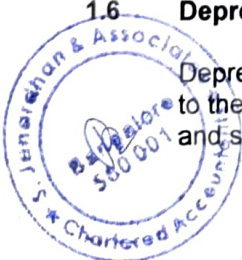
The financial statements are prepared as per the Schedule III of the Companies Act, 2013 and the statements are prepared based on the operating cycle of the company. The company has estimated the operating cycle period as twelve months.

#### **1.5 Fixed Assets**

Fixed Assets are stated at cost of acquisition minus accumulated depreciation thereon. Direct costs attributable to putting the assets into service have been capitalized as cost of acquisition. These costs do not, however, include financing costs (incurred after the date from which the asset is put into use) on specific borrowings attributable to fixed assets.

#### **1.6 Depreciation**

Depreciation on fixed assets is provided on straight line method and at the rates specified in Schedule II to the Companies Act, 2013. Depreciation has been charged on a pro-rata basis on the assets purchased and sold or discarded during the year.



## 1.7 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items income or expense associated with investing or financing cash flows. Cash and Cash Equivalents include Cash on hand and balance with banks in current and deposit accounts, with necessary disclosure of cash and cash equivalent balances that are not available for use by the company.

## 1.8 Provisions

Provision is made for all known obligations existing as on the balance sheet date based on the best estimates, which are reviewed and adjusted at each balance sheet date.

## 1.9 Retirement Benefit

None of the employees are eligible for the Leave encashment as on the date of the Balance Sheet and hence no provision has been made on this account.

The company accounts for the net present value of its obligation for gratuity benefits based on an independent external actuarial valuation determined on the basis of the projected unit cash method carried out annually. Actuarial gains and losses are immediately recognized in the Profit and Loss Account.

## 1.10 Borrowing Costs

Borrowing costs are recognized as an expense in the year in which they are incurred except which are directly attributable to acquisition/construction of fixed assets, till the time such assets are ready for use, allocated to the inventories, in which case the borrowing costs are capitalized/inventoried as part of the cost of assets/inventory.

## 1.11 Foreign Currency transaction

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. Foreign currency monetary items are reported using the exchange rate prevailing at the reporting rate.

## 1.12 Taxes

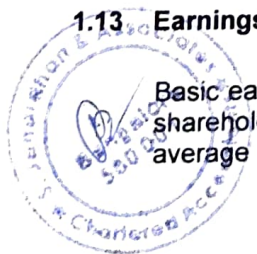
Tax expense comprises of current, deferred and fringe benefit tax. Current Income Tax is measured based on the tax liability computed after considering tax allowances and exemptions.

Deferred tax is recognized, subject to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred Tax assets are recognized 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 realized.

## 1.13 Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of shares outstanding during the year is adjusted for events of bonus issue.



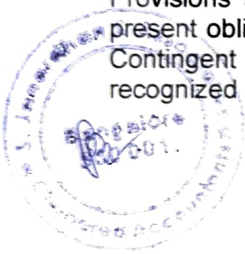
For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

#### **1.14 Unamortized Expenditure**

Preliminary expenses under this head are written off over a period of five years on a straight-line basis.

#### **1.15 Contingent Liability**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the Notes. Contingent assets are neither recognized nor disclosed in the financial statements.



## C-6 Final summary memorandum

A *Final summary memorandum* for your component that summarizes important audit (or review) results and conclusions, highlighting major issues. Please write your *Final summary memorandum* in a manner that fully explains the facts of the issues, amounts involved, and conclusions reached.

We expect you to address all issues discussed in the *Audit planning memorandum* (C-3) in the *Final summary memorandum*. The extent of documentation in the *Final summary memorandum* is commensurate with the component materiality assigned to you in accordance with Section B-2. The *Final summary memorandum* includes, at a minimum, the following:

**[Edit this list as appropriate to the scope of the engagement (for example, some of the items below are not applicable when a review is performed at the component). All items in bold are required for an audit.]**

- **A description of any significant changes to the audit (or review) strategy** not reflected in the *Audit* - Nil
- **Breaches of, or threats to compliance with relevant ethical requirements, including those related to independence** if not already reported to the Group Auditor - Nil
- **Significant accounting or auditing/review issues**, which includes at a minimum:
  - Significant risks identified and a brief discussion of how each significant risk was addressed in the audit – There were no significant risks identified during our audit.
  - Judgmental areas where auditing procedures required extensive independent or subjective analysis (e.g., loss provisions when there has been a material impairment in asset values) – There were no areas where auditing procedures requires extensive independent or subjective analysis.
  - Transactions that are either complex or unusual in nature (e.g., significant non-routine transactions immediately prior to period end) – There were no transactions which are unusual in nature.
  - An issue that affects (or had it not been resolved to your satisfaction, would have affected) your opinion or conclusion (e.g., satisfactory explanations and documentation for transactions that did not appear to have a clear business purpose) – There were no such issues that affects our opinion or conclusion.
  - Deficiencies in internal control, including deficiencies in IT applications, IT-dependent manual controls, or IT general controls (ITGCs), that you plan to communicate to those charged with governance of the component. – There were no such deficiencies as far as the books of account is concerned which has been kept and maintained in Tally Prime, except that the Audit Trail feature is not enabled for the current Financial Year (FY 2023-24).
  - Circumstances that required either unusual or extended auditing procedures, or caused you significant difficulty in applying audit procedures:
  - Existence of material misstatements or omissions in the financial statements - Nil
  - Suspected or identified fraud or suspected or identified non-compliance with laws and regulations - Nil
  - Misstatements above the amount below which misstatements are clearly trivial, whether or not corrected by management - Nil
  - Other important results and conclusions of our audit work - Nil
  - Significant findings or issues related to the selection, application and consistency of accounting policies, including related disclosures
  - Differences of professional opinion - Nil



# Puravankara Limited - Group audit instructions

Section C-6

- A brief description of other significant accounting or auditing/reviewing issues, including how any significant accounting or auditing/reviewing issues identified in the *Audit planning memorandum (C-3)* were addressed during the audit - Nil
- Other matters that may be significant for the group audit - Nil
- **The nature and scope of consultations or discussions with your technical resources** regarding important accounting and auditing/review issues or other significant matters, and a summary of conclusions reached. There were no material consultations or discussions required with our technical resources regarding important auditing/review issues or other significant matters.
- **Related party relationships or transactions** not in the normal course of business, that require consideration of disclosure in the group financial statements - Nil
- **Information of instances of non-compliance with laws and regulations** that could give rise to a material misstatement of the group financial statement - Nil
- **Indicators of possible management bias** - Nil
- **Other significant matters** that you have communicated or expect to communicate to those charged with governance of the component - Nil
- **Whether audit evidence was obtained while performing the work on the financial information of component(s) that contradicts** the information communicated to you by us - Nil
- **Your considerations and results of the procedures performed on going concern** – On an overall testing by carrying out tests on various parameters, we are of the opinion that the going concern status is not getting affected.
- **Key findings from your overall analytical review** - Nil
- **The Summary of identified misstatements (C-7):**
- **When reviews of interim financial information are required**, a brief discussion of important matters that arose during the interim periods, if not already covered elsewhere in the *Final summary memorandum* - Nil
- **Exceptions noted in the written representations** that you requested from component management and a confirmation that you obtained a representation letter from component management - Nil
- **Any other matters that may be relevant to the group audit, or that you want to draw to our attention** - Nil
- **The opinion of the preparer of the Final summary memorandum**, which covers the overall conclusion on the procedures performed, including:
  - Whether sufficient appropriate audit evidence has been obtained in support of your opinion - Yes
  - Whether the financial information at the component has been prepared, in all material respects, in accordance with the accounting policies and instructions contained in the group audit instructions - Yes
  - Whether any modification to the conclusions provided to the Group Auditor are appropriate - Yes



# Puravankara Limited - Group audit instructions

Section C-7

## C-7 Summary of identified misstatements

The *Final summary memorandum* (C-6) includes a *Summary of identified misstatements* which is used to accumulate and summarize misstatements on all engagements. You are required to use the attached template to accumulate all corrected and uncorrected misstatements above the threshold for clearly trivial misstatements (refer to section B-2).



### Non-EY Summary of Identified Misstmts.xls

Please report all misstatements to component management as they arise and request component management to correct all proposed misstatements above the threshold for clearly trivial misstatements communicated to you.

Also consider whether items reported in the *Summary of identified misstatements* are indicative of a control deficiency and whether these items warrant reporting on the *Summary of deficiencies in internal control* (C-8).

Provide adequate explanation of the nature of each misstatement (including a brief discussion of component management's position and an explanation of your position) in the *Final summary memorandum* (C-6) and note whether it has been discussed with component management.

In order for us to appropriately communicate with those charged with governance, we need to be aware of the reasons why component management has not corrected all misstatements, therefore, please indicate the reason in the template.

***S Janardhan and Associates reply: There were no material misstatements which were identified during the year and which required to be documented.***



# Puravankara Limited - Group audit instructions

Section C-8

## C-8 Summary of deficiencies in internal control

Please provide us the details of the deficiencies in internal control identified, using the following template or equivalent documentation:



Summary of control  
def.xlsx

**S Jandhan and Associates reply: There were no deficiencies in internal control and hence no further details are given.**



# Puravankara Limited - Group audit instructions

Section C-9


## C-9 Component auditor updated confirmations

### Relevant members of component auditor's team

Role	Names	Phone	Email
Partner in charge of the component engagement	B Anand	+91 9845203576	<a href="mailto:anand.akhil@gmail.com">anand.akhil@gmail.com</a>
Other Audit Partners	Not Applicable	Not Applicable	Not Applicable
(Senior) Managers	Subba Reddy G	+91 9035690010	<a href="mailto:ca.sjassociates@gmail.com">ca.sjassociates@gmail.com</a>
Tax Services Partner	B Anand	+91 9845203576	<a href="mailto:anand.akhil@gmail.com">anand.akhil@gmail.com</a>
IT Partner	Not Applicable	Not Applicable	Not Applicable
Others	Not Applicable	Not Applicable	Not Applicable

	Initials
1. We confirm that we have complied with the relevant ethical requirements, including those related to independence in accordance with The Code of Ethics issued by Ethical Standards Board of ICAI, including independence requirements applicable to the group as defined in Sections A-2.5 <i>Relevant ethical requirements, including those related to independence</i> and B-2 <i>Scope of work to be performed for group audit purposes – Section Independence confirmation</i> of these instructions and professional competence requirements.	B Anand
2. We confirm that since our previous confirmation dated 03.05.2024, information relating to our Firm's system of quality management as of 04.05.2024 is now available.	B Anand
3. We confirm that we have sufficient and appropriate engagement resources (i.e., human, technological, and intellectual resources), including human resources with the appropriate competence and capabilities, including sufficient time, were utilized in performing the work requested in accordance with your instructions.	B Anand
4. We confirm that we have completed our audit/review procedures in accordance with Standards on Auditing issued by ICAI and that we have completed the additional procedures as described in the group audit instructions or in other instructions received from you.	B Anand
5. We confirm that we will have complete and final documentation that supports the reporting forms and the completion of procedures described in the group audit instructions by 09.05.2024. If we have any concerns about meeting this requirement, we will bring them to your attention as soon as they are known.	B Anand
Describe any exceptions to the statements above: Nil	

Describe any open items whose resolution is unlikely to modify your conclusion report or any other item that do not have an effect on your conclusion but that you want to bring to the Group Auditor's attention. – Nil

Partner in charge of the component engagement — signature: 

Date: 15.05.2024

Partner in charge of the component engagement — name: B Anand

Office: S Janardhan and Associates



## C-10 Reporting package identification

Attach the reporting package identification form to the *Final summary memorandum (C-6)*.


Name(s) of component(s): Sobha Puravankara Aviation Private Limited

Group code/Component identifier: Associate

Reporting currency: INR

Year-end: 31.03.2024

Reporting package account number	Reporting package account description	Amount
Not Applicable	Revenue	Rs. 3,077.96 Lakhs
	Net profit before tax	Rs. 214.73 Lakhs
	Net profit after tax	Rs. 223.90 Lakhs
	Total assets	Rs. 6,570.95 Lakhs
	Total equity	Rs. (9,545.01) Lakhs

Partner in charge of the component engagement— signature:  Date: 17.05.2024

Partner in charge of the component engagement — name: B Anand

Office: S Janardhan and Associates



# Puravankara Limited - Group audit instructions

Section C-11

## C-11 Subsequent events procedures

Name(s) of component(s): Sobha Puravankara Aviation Private Limited  
Group code/Component identifier: Associate  
Reporting currency: INR  
Year-end: 31.03.2024

We have performed, to the date of this memorandum, the following subsequent events procedures and other audit procedures covering transactions, operations and corporate minutes from the date of our conclusion and *Final summary memorandum* (C-6).

**There were no subsequent events or transactions to report**

In the course of performing subsequent events procedures, no material subsequent events or transactions have come to our attention and no adjustment has been discovered that should be considered by you in reporting on the group financial statements of the Company for the period-ended 31.03.2024. Additionally, the conclusion expressed by us in our auditor's report to you and in our *Final summary memorandum* (C-6) requires no change or update as of today's date.

The conclusion expressed by us in our auditor's report to you and in our *Final summary memorandum* (C-6) requires no change or update [or requires the following change or update] as of today's date.

Partner in charge of the component engagement — signature: B. Anand

Date: 19.05.2024

Partner in charge of the component engagement — name: B Anand

Office: S Janardhan and Associates

