



INDEPENDENT AUDITOR'S REPORT

To the Members of Appian Properties Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Appian Properties Private Limited (hereinafter referred to as "the Company"), which comprise the Balance Sheet as at 31 March 2024, and the Statement of Profit and Loss (including other comprehensive income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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 principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its profit, total comprehensive income, changes in equity 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 Act. Our responsibilities under those SAs 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the financial statements.

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

The Company's Board of Directors is 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 will 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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Responsibilities of Management For The Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit/ loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) 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 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, the Board of Directors 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 the Board of Directors 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:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



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

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

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

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 Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph (i)(vi) below on reporting under Rule 11(g).
 - c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - e) On the basis of the written representations received from the directors as on 31 March 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".



- g) In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.
- h) 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 (i)(vi) below on reporting under Rule 11(g).
- 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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company does not have any pending litigations which would impact its financial position as at 31 March 2024 - Refer Note 18(i) to the financial statements.
- ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company - Refer Note 28 to the financial statements.
- iv) (a) The management has represented that, to the best of its knowledge and belief, 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:
- 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.
- (b) The management has represented, that, to the best of its knowledge and belief, 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:
- 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 from or on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub clause (iv) (a) and (iv) (b) contain any material mis-statement.
- v) The Company has not declared/ paid any dividend during the year.
- vi) Based on our examination which included test checks, during the year, the Company has used accounting software for maintaining its books of account which does not have a feature of recording audit trail (edit log) facility, as described in note 31 to the financial statements, therefore, we are unable to comment on audit trail feature in respect of such 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 Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For **Bhagi Bhardwaj Gaur & Co.**

Chartered Accountants

ICAI Firm's Registration Number: 007895N

Mohit Gupta

per **Mohit Gupta**

Partner

Membership Number: 528337

UDIN: 24528337BKDGAQ8803



New Delhi

May 15, 2024

Annexure A to the Independent Auditor's report on the financial statements of Appian Properties Private Limited for the year ended 31 March 2024

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) The Company does not have any property, plant and equipment or intangible assets or right of use assets or investment property and accordingly, reporting under clause 3(i) of the Companies (Auditor's Report) Order, 2020 (hereinafter referred to as 'the Order') is not applicable to the Company.
- (ii) The Company does not have any inventories during the year, Accordingly, clause 3(ii) of the Order is not applicable.
- (iii) (a) and (b) The Company has not made any investment in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships (LLPs) or any other parties during the year. Accordingly, reporting under clause 3(iii)(a) and (b) of the Order is not applicable to the Company.
- (c) In respect of loans granted by the Company outstanding at the beginning of the year, the schedule of repayment of principal and the payment of the interest has not been stipulated (as such loans are repayable on demand) and accordingly, we are unable to comment as to whether the repayments/receipts of principal interest are regular.
- (d) In the absence of stipulated schedule of repayment of principal and payment of interest, we are unable to comment as to whether there is any amount which is overdue for more than 90 days.
- (e) In the absence of stipulated schedule of repayment of principal and payment of interest, we are unable to comment as to whether there is any amount falling due during the year.
- (f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has granted loan to its one subsidiary company which is repayable on demand amounting to INR 16.16 lacs outstanding at the year end, which contributes to 100% of the loans given.
- (iv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted and investments made, as applicable.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013 in respect of Company's products/business activity. Accordingly, clause 3(vi) of the Order is not applicable.
- (vii)(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax ('GST'), Provident fund, Employees' State Insurance, Income-tax, Duty of Customs, Cess and other material statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of GST,



Provident fund, Employees' State Insurance, Income-tax, Duty of Customs, Cess and other material statutory dues were in arrears as at 31 March 2024 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 dues of GST, Provident fund, Employees' State Insurance, Income-tax, Sales tax, Service tax, Duty of Customs, Value added tax, Cess or other statutory dues which have not been deposited by the Company on account of disputes.
- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.
- (ix)(a) According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.
 - (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
 - (c) According to the information and explanations given to us by the management, the Company has not obtained any term loans. Accordingly, clause 3(ix)(c) of the Order is not applicable.
 - (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds have been raised on short-term basis by the Company. Accordingly, clause 3(ix)(d) of the Order is not applicable.
 - (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
 - (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
 - (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- (xi)(a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
 - (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 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.



- (c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.
- (xiv) According to the information and explanations given to us, the Company is not required to have an internal audit system under section 138 of the Act and consequently, does not have an internal audit system. Accordingly, reporting under clause 3(xiv) of the Order is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi)(a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- (b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) As represented by the management, there is no Core Investment Company within the Group (as defined in the Core Investment Companies (Reserve Bank), hence, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the Company.
- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation 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 the 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) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

For **Bhagi Bhardwaj Gaur & Co.**
Chartered Accountants
ICAI Firm's Registration Number: 007895N

M Gupta

per **Mohit Gupta**
Partner
Membership Number: 528337
UDIN: 24528337BKDGAQ8803



New Delhi
May 15, 2024

Annexure B to the Independent Auditor's Report on the financial statements of Appian Properties Private Limited for the year ended 31 March 2024

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

We have audited the internal financial controls with reference to financial statements of Appian Properties Private Limited ("the Company") as of 31 March 2024 in conjunction with our audit of the financial statements of the Company as at and for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Board of Directors is responsible for establishing and maintaining internal financial controls with reference to financial statements based on the criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and whether such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness.

Our audit of internal financial controls with reference to financial statements included obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the



company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2024, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

For **Bhagi Bhardwaj Gaur & Co.**
Chartered Accountants
ICAI Firm's Registration Number: 007895N


per **Mohit Gupta**
Partner
Membership Number: 528337
UDIN: 24528337BKDGAQ8803



New Delhi
May 15, 2024

Applian Properties Private Limited
Balance Sheet as at March 31, 2024
All amounts are in INR lacs unless otherwise stated

| Particulars | Notes | As at March 31, 2024 | As at March 31, 2023 (Restated)* | As at April 01, 2022 (Restated)* |
|--|-------|-------------------------|--|--|
| ASSETS | | | | |
| Non-current assets | | | | |
| Financial assets | | | | |
| (i) Investments | 3 | 19,480.15 | 19,392.70 | 23,589.36 |
| Income tax assets | 4 | 4.40 | 3.90 | 3.86 |
| Total non-current assets | | 19,484.55 | 19,396.60 | 23,593.22 |
| Current assets | | | | |
| Financial assets | | | | |
| (i) Investments | 3 | 1,193.77 | 908.48 | 196.31 |
| (ii) Cash and cash equivalents | 5 | 825.96 | 253.77 | 224.41 |
| (iii) Loan | 6 | 16.16 | 15.13 | 14.17 |
| Other current assets | 7 | 5.26 | - | - |
| Total current assets | | 2,041.15 | 1,177.38 | 434.89 |
| Total assets | | 21,525.70 | 20,573.98 | 24,028.11 |
| EQUITY AND LIABILITIES | | | | |
| Equity | | | | |
| Equity share capital | 8 | 21,774.07 | 21,774.07 | 21,774.07 |
| Other equity | 9 | (286.58) | (1,228.52) | 2,243.00 |
| Total equity | | 21,487.49 | 20,545.55 | 24,017.07 |
| LIABILITIES | | | | |
| Non-current liabilities | | | | |
| Financial liabilities | | | | |
| Deferred tax liabilities (net) | 10 | 37.29 | 17.67 | 7.06 |
| Total non-current liabilities | | 37.29 | 17.67 | 7.06 |
| Current liabilities | | | | |
| Financial liabilities | | | | |
| (i) Trade payables | 11 | | | |
| (a) total outstanding dues of micro enterprises and small enterprises | | - | - | - |
| (b) total outstanding dues of creditors other than micro enterprises and small enterprises | | 0.87 | 0.53 | 0.38 |
| Income tax liabilities | 4 | - | - | 3.24 |
| Other current liabilities | 12 | 0.05 | 10.23 | 0.36 |
| Total current liabilities | | 0.92 | 10.76 | 3.98 |
| Total liabilities | | 38.21 | 28.43 | 11.04 |
| Total equity and liabilities | | 21,525.70 | 20,573.98 | 24,028.11 |

*Please refer note no. 27 regarding disclosure pursuant to IND AS 8

The above balance sheet should be read in conjunction with accompanying notes

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
Firm Registration Number: 007895N

per Mohit Gupta
Partner
Membership Number: 528337



Place: New Delhi
Date: May 15, 2024

For and on behalf of the Board of Directors of
Applian Properties Private Limited

Arjun Panjra
Director
DIN - 00704349

Sanjeev Kumar Saini
Chief Financial Officer

Sheetal Arora
Director
DIN - 00704292

Akash Arora
Chief Executive Officer

Ashish Jain
Company Secretary
Membership No. A17569

Place: New Delhi
Date: May 15, 2024

Appian Properties Private Limited
Statement of Profit and Loss for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

| Particulars | Notes | Year ended March 31, 2024 | Year ended March 31, 2023 (Restated)* |
|--|-------|------------------------------|---|
| I Income | | | |
| Other income | 13 | 1,169.67 | 1,186.57 |
| Total income (I) | | 1,169.67 | 1,186.57 |
| II Expenses | | | |
| Employee benefits expense | 14 | 2.61 | 2.61 |
| Finance costs | 15 | - | 0.35 |
| Other expenses | 16 | 203.63 | 4,626.83 |
| Total expenses (II) | | 206.24 | 4,629.79 |
| III Profit before tax (I-II) | | 963.43 | (3,443.22) |
| IV Tax Expense: | | | |
| Current tax | 17 | 0.87 | 17.69 |
| Deferred tax | 17 | 19.62 | 10.61 |
| Total tax expense (IV) | | 20.49 | 28.30 |
| V Profit for the year (III-IV) | | 942.94 | (3,471.52) |
| VI Other comprehensive income | | | |
| (i) Item that will not be reclassified to profit or loss | | | |
| a. Remeasurement of the defined benefit plan | | - | - |
| b. Income tax relating to above items | | - | - |
| Other comprehensive income for the year (VI) | | - | - |
| VII Total comprehensive income for the year (V + VI) | | 942.94 | (3,471.52) |
| Earnings per equity share (EPS) (face value of INR 10 each) (refer note 25) | | | |
| Basic EPS (in INR) | | 9.43 | (34.72) |
| Diluted EPS (in INR) | | 0.43 | (1.58) |

*Please refer note no. 27 regarding disclosure pursuant to IND AS 8

The above statement of profit and loss should be read in conjunction with accompanying notes


As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
Firm Registration Number: 007895N


per Mohit Gupta
Partner
Membership Number: 528337



**For and on behalf of the Board of Directors of
Appian Properties Private Limited**


Arjun Juneja
Director
DIN - 00704349


Sheetal Arora
Director
DIN - 00704292


Ashish Jain
Company Secretary
Membership No. A17569


Sanjeev Kumar Saini
Chief Financial Officer


Akash Arora
Chief Executive Officer

Place: New Delhi
Date: May 15, 2024

Place: New Delhi
Date: May 15, 2024

Appian Properties Private Limited
Statement of Changes in Equity for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

a. Equity share capital

| Particulars | Amount |
|---|------------------|
| Equity shares of INR 10 each issued, subscribed and fully paid | |
| As at April 01, 2022 (Restated)* | 21,774.07 |
| Changes in equity share capital during the year | - |
| As at March 31, 2023 (Restated)* | 21,774.07 |
| Changes in equity share capital during the year | - |
| As at March 31, 2024 | 21,774.07 |

b. Other equity

| Particulars | Reserves and Surplus | Total |
|--|----------------------|-------------------|
| | Retained earnings | |
| Balance as at April 01, 2022 (Restated)* | 2,243.00 | 2,243.00 |
| Profit for the year | (3,471.52) | (3,471.52) |
| Other comprehensive income for the year, net of income tax | - | - |
| Total comprehensive income for the year | (3,471.52) | (3,471.52) |
| Balance as at March 31, 2023 (Restated)* | (1,228.52) | (1,228.52) |
| Profit for the year | 942.94 | 942.94 |
| Other comprehensive income for the year, net of income tax | - | - |
| Total comprehensive income for the year | 942.94 | 942.94 |
| Share issue expenses | (1.00) | (1.00) |
| Balance as at March 31, 2024 | (286.58) | (286.58) |

*Please refer note no. 27 regarding disclosure pursuant to IND AS 8

The above statement of changes in equity should be read in conjunction with accompanying notes

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
Firm Registration Number: 007895N

M Gupta

per Mohit Gupta
Partner
Membership Number: 528337



For and on behalf of the Board of Directors of Appian Properties Private Limited

Arjun Juneja
Arjun Juneja
Director
DIN - 00704349

Ashish Jain

Ashish Jain
Company Secretary
Membership No. A17569

Sheetal Arora

Sheetal Arora
Director
DIN - 00704292

Sanjeev Kumar Saini

Sanjeev Kumar Saini
Chief Financial Officer

Akash Arora

Akash Arora
Chief Executive Officer

Place: New Delhi
Date: May 15, 2024

Place: New Delhi
Date: May 15, 2024

Place: New Delhi
Date: May 15, 2024

Appian Properties Private Limited
Statement of Cash Flows for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

| Particulars | Year ended March 31, 2024 | Year ended March 31, 2023 (Restated)* |
|--|------------------------------|---|
| A. Cash flow from operating activities | | |
| Profit before tax | 963.43 | (3,443.22) |
| <i>Adjustments to reconcile profit before tax to net cash flows:</i> | | |
| Net loss/ (gain) on financial instruments designated at FVTPL | 182.28 | - |
| Finance income | (1.14) | (1.06) |
| Finance costs | - | - |
| Net loss /(gain) on current investments measured at FVTPL | (85.30) | (225.39) |
| Interest on delay deposit of income tax | - | 0.35 |
| Provision for diminution in value of investment | - | 4,600.00 |
| Share in profit/ loss of partnership firms (net) | (1,082.81) | (960.12) |
| Working capital adjustments: | | |
| (Increase)/ Decrease in other asset | (187.54) | - |
| Increase/ (Decrease) in trade payable | 0.34 | 0.15 |
| Increase/ (Decrease) in other liability | (10.18) | 9.87 |
| | (38.64) | (19.42) |
| Income tax paid | (1.37) | (21.32) |
| Net cash flows from operating activities | (40.01) | (40.74) |
| B. Cash flow from investing activities | | |
| Proceeds from sale of investment in subsidiary | 813.08 | 740.00 |
| Purchase of mutual funds | (249.99) | (670.00) |
| Sale of mutual funds | 50.00 | - |
| Interest received (finance income) | 0.11 | 0.10 |
| Net cash flows from investing activities | 613.20 | 70.10 |
| C. Cash flow from financing activities | | |
| Share Issue Expenses | (1.00) | - |
| Net cash flows from financing activities | (1.00) | - |
| Net increase in cash and cash equivalents | 572.19 | 29.36 |
| Cash and cash equivalents at the beginning of the year | 253.77 | 224.41 |
| Cash and cash equivalents at the end of the year | 825.96 | 253.77 |
| Components of Cash and cash equivalent | | |
| Balances with banks | | |
| - In current account | 25.54 | 253.77 |
| - in deposit account (with original maturity of 3 months or less) | 800.42 | - |
| | 825.96 | 253.77 |

*Please refer note no. 27 regarding disclosure pursuant to IND AS 8

The above statement of cash flows should be read in conjunction with accompanying notes

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
Firm Registration Number: 007895N



per Mohit Gupta
Partner
Membership Number: 528337



Place: New Delhi
Date: May 15, 2024

**For and on behalf of the Board of Directors of
Appian Properties Private Limited**



Arjun Jeneja
Director
DIN - 00704349



Sheetal Arora
Director
DIN - 00704292



Ashish Jain
Company Secretary
Membership No. A17569



Sanjeev Kumar Saini
Chief Financial Officer



Akash Arora
Chief Executive Officer

Place: New Delhi
Date: May 15, 2024

1 Corporate information

Apian Properties Private Limited ("hereinafter referred to the Company") was incorporated on 09 August, 2017. It is a subsidiary company of Mankind Pharma Limited. The Company is engaged in the business of real estate.

2 Material accounting policies

This note provides a list of the material accounting policies adopted in the preparation of these Indian Accounting Standards (Ind-AS) financial statements. These policies have been consistently applied to all the years.

2.1 Statement of Compliance and Basis of preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules 2016 and other relevant provisions of the Act and accounting principles generally accepted in India.

The financial statements are presented in INR and all values are rounded to the nearest lacs, except when otherwise stated.

The financial statements have been prepared on a historical cost basis unless otherwise indicated.

2.2 Basis of measurement

The financial statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting, except for certain financial instrument and defined benefit plan which have been measured at fair value as required by relevant Ind AS.

2.3 Current and non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- ▶ Held primarily for the purpose of trading
- ▶ Expected to be realised within twelve months after the reporting period, or
- ▶ Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- ▶ It is expected to be settled in normal operating cycle
- ▶ It is held primarily for the purpose of trading
- ▶ It is due to be settled within twelve months after the reporting period, or
- ▶ There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

Current assets/liabilities include current portion of non-current financial assets/liabilities respectively. All other assets/ liabilities are classified as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

2.4 Functional and presentation currency

These financial statements are presented in Indian rupee (INR), which is the functional currency of the Company.

2.5 New and amended standards adopted by the Company

The Company applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after April 01, 2023. The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated March 31, 2023 to amend the following Ind AS which are effective from April 01, 2023.

Ind AS 1 – Presentation of Financial Statements

The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments have had an impact on the Company's disclosures of accounting policies, but not on the measurement, recognition or presentation of any items in the Company's financial statements.

Ind AS 12 – Income Taxes

The amendments narrow the scope of the initial recognition exception under Ind AS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences.

Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors

The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. It has also been clarified how entities use measurement techniques and inputs to develop accounting estimates.



2.6 Revenue recognition

Revenues are measured at the fair value of the consideration received or receivable.

Ind AS 115 'Revenue from Contracts with Customers' was notified on 28 March 2018 and establishes a five-step model to account for revenue arising from contracts with customers. Under Ind AS 115, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

Other income

Interest income is recognised on time proportion basis with reference to effective interest rate method.

Share of Profit/(Loss) in partnership firms

Share of Profit/(Loss) in the firms wherein Company is a partner, is accounted for an annual basis to the extent of company's share in profit/(Loss) of partnership firms's profit/(loss) during the year.

2.7 Cash flow statement

Cash flows are reported using indirect method as set out in Ind AS -7 "Statement of Cash Flows", whereby profit/loss before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.8 Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.9 Investment in Subsidiaries, associates, joint venture and Partnership firms

The investment in subsidiaries, associates and Joint venture are carried at cost as per IND AS 27. The Company regardless of the nature of its involvement with an entity (the investee), determines whether it is a parent by assessing whether it controls the investee. The Company controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Thus, the Company controls an investee if and only if it has all the following:

- (a) power over the investee;
- (b) exposure, or rights, to variable returns from its involvement with the investee and
- (c) the ability to use its power over the investee to affect the amount of the returns.

Investments are accounted in accordance with IND AS 105 when they are classified as held for sale. On disposal of investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss

Investment in partnership firms are carried at cost, further contributions, drawings and share of profit/(loss).

2.10 Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

2.11 Taxes on income

Income tax expense comprises current and deferred tax. It is recognised in statement of profit and loss except to the extent that it relates items recognised directly in equity or in Other Comprehensive Income.

Current income tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Current tax assets and liabilities are offset only if, the Company:

- i) has a legally enforceable right to set off the recognised amounts; and
- ii) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax

Deferred tax is provided using the Balance sheet method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.



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 taxes relate to the same taxable entity and the same taxation authority.

Deferred tax assets on unused tax losses is recognised only to the extent of net Deferred tax liability.

Current and deferred tax for the year

Current and deferred tax are recognised in statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

2.12 Provisions and contingencies

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a 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. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognized in statement of profit and loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

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 recognize a contingent liability but discloses its existence in the financial statements.

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as Contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the Company involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

Contingent assets are not recognised but disclosed in the financial statements when an inflow of economic benefits is probable.

2.13 Financial instruments

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through statement of profit and loss are recognised immediately in statement of profit and loss.

Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification of financial assets

Debt instruments that meet the following conditions are subsequently measured at amortised cost less impairment loss (except for debt investments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are subsequently measured at fair value.

Amortised cost and effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.



Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in profit or loss and is included in the Statement of Profit and Loss.

Financial assets at fair value through profit or loss (FVTPL)

A financial asset may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognising the gains and losses on them on different bases. The Company has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognised in profit or loss. The net gain or loss recognised in profit or loss is included in the 'other gains and losses' line item.

Changes in the carrying amount of FVTOCI monetary financial assets relating to changes in foreign currency rates are recognised in profit or loss. Other changes in the carrying amount of FVTOCI financial assets are recognised in other comprehensive income and accumulated under the heading of investments revaluation reserve. When the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously accumulated in the investments revaluation reserve is reclassified to profit or loss.

Changes in the carrying amount of FVTOCI monetary financial assets relating to changes in foreign currency rates are recognised in profit or loss. Other changes in the carrying amount of FVTOCI financial assets are recognised in other comprehensive income and accumulated under the heading of investments revaluation reserve. When the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously accumulated in the investments revaluation reserve is reclassified to profit or loss.

Changes in the carrying amount of investments in equity instruments at FVTOCI relating to changes in foreign currency rates are recognised in other comprehensive income.

Impairment of financial assets

The Company measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

However, for trade receivables or contract assets that result in relation to revenue from contracts with customers, the Company measures the loss allowance at an amount equal to lifetime expected credit losses.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Company uses the change in the risk of a default occurring over the expected life of the financial instrument instead of the change in the amount of expected credit losses. To make that assessment, the Company compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

Derecognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

On derecognition of a financial asset other than in its entirety (e.g. when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognise under continuing involvement, and the part it no longer recognises on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognised and the sum of the consideration received for the part no longer recognised and any cumulative gain or loss allocated to it that had been recognised in other comprehensive income is recognised in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognised in other comprehensive income is allocated between the part that continues to be recognised and the part that is no longer recognised on the basis of the relative fair values of those parts.

Financial liabilities and equity instruments

Classification as debt or equity

Debt and equity instruments issued by a Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Financial liabilities

All financial liabilities are subsequently measured at amortised cost using the effective interest method or at FVTPL. However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Company, and commitments issued by the Company to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

Financial liabilities subsequently measured at amortised cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'finance costs' line item.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.



Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in statement of profit and loss.

2.14 Critical accounting judgements and key sources of estimation uncertainty

The preparation of these financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates under different assumptions and conditions.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following accounting policies and/or notes:

Critical estimates and judgements in applying accounting policies

The following are the critical judgements, apart from those estimations that the management has made in the process of applying the Company Accounting Policies and that have most significant effect on the amounts recognised in these Ind AS financial statements.

Provisions and contingencies

The Company has no capital commitments. In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the Company is involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

Fair value measurement of financial instruments

Some of the Company's assets and liabilities are measured at fair value for financial reporting purposes. The fair values of financial assets and financial liabilities recorded in the balance sheet in respect of which quoted price in active markets are available are measured using valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Contingencies and commitments

In the normal course of business, contingent liabilities may arise from litigation, taxation and other claims against the Company. A tax provision is recognised when the Company has a present obligation as a result of a past event, it is probable that the Company will be required to settle that obligation.

Where it is management's assessment that the outcome cannot be reliably quantified or is uncertain the claims are disclosed as contingent liabilities unless the likelihood of an adverse outcome is remote. Such liabilities are disclosed in the notes but are not provided for in the financial statements.

When considering the classification of a legal or tax case as probable, possible or remote there is judgement involved. This pertains to the application of the legislation, which in certain cases is based upon management's interpretation of country specific tax.

2.15 Key sources of estimation uncertainty

(a) Fair value measurements and valuation processes

Some of the Company's assets and liabilities are measured at fair value for financial reporting purposes. The Board of directors of the Company has designated the Chief Financial Officer of the Company determines the appropriate valuation techniques and inputs for fair value measurements.

(b) Impairment of Financial assets

The impairment provisions of financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.



Appian Properties Private Limited
Notes forming part of the financial statements for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

| | As at March 31, 2024 | As at March 31, 2023 | As at April 01, 2022 |
|--|-------------------------|-------------------------|-------------------------|
| 4 Income tax assets | | | |
| Income tax assets | | | |
| Income tax receivable (net of provisions) | 4.40 | 3.90 | 3.86 |
| | <u>4.40</u> | <u>3.90</u> | <u>3.86</u> |
| Income tax liabilities | | | |
| Income tax payable (net of advance tax) | - | - | 3.24 |
| | <u>-</u> | <u>-</u> | <u>3.24</u> |
| 5 Cash and cash equivalents | | | |
| Balances with banks | | | |
| - In current account | 25.54 | 253.77 | 224.41 |
| - in deposit account (with original maturity of 3 months or less) | 800.42 | - | - |
| | <u>825.96</u> | <u>253.77</u> | <u>224.41</u> |
| Note: | | | |
| a. There are no restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior period. | | | |
| b. Bank deposits includes interest accrued and not due on deposit account with banks amounting to INR 0.42 lacs as at 31 March 2024. | | | |
| 6 Loans | | | |
| Current | | | |
| (unsecured and considered good) | | | |
| Loan to related parties (refer note 23) | 16.16 | 15.13 | 14.17 |
| | <u>16.16</u> | <u>15.13</u> | <u>14.17</u> |

- Notes:**
- (i) The loans classified as current are repayable on demand.
- (ii) It includes interest accrued and not due of INR 16.16 lacs and INR 15.13 lacs as at March 31, 2024 and March 31, 2023 respectively.
- (iii) Loans or advances in the nature of loans are granted to promoters, directors, key managerial personnel (KMPs) and the related parties that are:
- Repayable on demand
 - Without specifying any terms or period of repayment

| Type of Borrower | March 31, 2024 | | March 31, 2023 | |
|------------------|---|--|---|--|
| | Amount of loan or advance in the nature of loan outstanding | Percentage to the total loan and advances in the nature of loans | Amount of loan or advance in the nature of loan outstanding | Percentage to the total loan and advances in the nature of loans |
| Subsidiaries | 16.16 | 100% | 15.13 | 100% |



Appian Properties Private Limited

Notes forming part of the financial statements for the nine months ended March 31, 2024

All amounts are in INR lacs unless otherwise stated

| | <u>As at</u> <u>March 31, 2024</u> | <u>As at</u> <u>March 31, 2023</u> | <u>As at</u> <u>April 01, 2022</u> |
|--|---------------------------------------|---------------------------------------|---------------------------------------|
| 7 Other assets | | | |
| Current | | | |
| (unsecured and considered good) | | | |
| Prepaid expenses | 5.26 | - | - |
| | <u>5.26</u> | <u>-</u> | <u>-</u> |



8 Equity share capital

Authorised

1,00,00,000 equity shares of INR 10 each
(March 31, 2024: 1,00,00,000 equity shares of INR 10 each)
(April 01, 2023: 1,00,00,000 equity shares of INR 10 each)

21,05,00,000 optionally convertible preference shares of INR 10 each
(March 31, 2024: 21,05,00,000 optionally convertible preference Shares of INR 10 each)
(April 01, 2023: 21,05,00,000 optionally convertible preference Shares of INR 10 each)

Issued, subscribed and fully paid up

1,00,00,000 equity shares of INR 10 each
(March 31, 2024: 1,00,00,000 equity shares of INR 10 each)
(April 01, 2023: 1,00,00,000 equity shares of INR 10 each)

20,77,40,700 preference shares of INR 10 each
(March 31, 2024: 20,77,40,700 preference shares of INR 10 each)
(April 01, 2023: 20,77,40,700 preference shares of INR 10 each)

| | As at March 31, 2024 | As at March 31, 2023 (Restated)* | As at April 01, 2022 (Restated)* |
|--|-------------------------|--|--|
| 1,00,00,000 equity shares of INR 10 each (March 31, 2024: 1,00,00,000 equity shares of INR 10 each) (April 01, 2023: 1,00,00,000 equity shares of INR 10 each) | 1,000.00 | 1,000.00 | 1,000.00 |
| 21,05,00,000 optionally convertible preference shares of INR 10 each (March 31, 2024: 21,05,00,000 optionally convertible preference Shares of INR 10 each) (April 01, 2023: 21,05,00,000 optionally convertible preference Shares of INR 10 each) | 21,050.00 | 21,050.00 | 21,050.00 |
| | 22,050.00 | 22,050.00 | 22,050.00 |
| 1,00,00,000 equity shares of INR 10 each (March 31, 2024: 1,00,00,000 equity shares of INR 10 each) (April 01, 2023: 1,00,00,000 equity shares of INR 10 each) | 1,000.00 | 1,000.00 | 1,000.00 |
| 20,77,40,700 preference shares of INR 10 each (March 31, 2024: 20,77,40,700 preference shares of INR 10 each) (April 01, 2023: 20,77,40,700 preference shares of INR 10 each) | 20,774.07 | 20,774.07 | 20,774.07 |
| | 21,774.07 | 21,774.07 | 21,774.07 |

Notes:

(i) Rights, preferences and restrictions attached to equity shares

The Company has only one class of equity shares having a par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, holder of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

(ii) Rights, preferences and restrictions attached to preference shares

Each optionally convertible preference share has a par value of INR 10 and is convertible at the option of the issuer company into equity shares of the Company. Any preference shares not converted will be redeemed on completion of 20 years from the date of allotment at fair value of equity shares on the date of redemption or issue price of OCPS. The preference shares carry a dividend of 0.01% per annum. The dividend rights are non-cumulative. The preference shares rank ahead of the equity shares in the event of a liquidation.

(iii) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:

a) Issued equity capital

| Particulars | As at March 31, 2024 | | As at March 31, 2023 | | As at April 01, 2022 (Restated)* | |
|--|-------------------------|-----------------|-------------------------|--------------|-------------------------------------|--------------|
| | Number | Amount | Number | Amount | Number | Amount |
| Equity | 1,00,00,000 | 1,000.00 | 1,00,00,000 | 1,000 | 1,00,00,000 | 1,000 |
| Equity shares outstanding at the end of the year | 1,00,00,000 | 1,000.00 | 1,00,00,000 | 1,000 | 1,00,00,000 | 1,000 |

b) Optionally convertible preference shares

| Particulars | As at March 31, 2024 | | As at March 31, 2023 | | As at April 01, 2022 | |
|--|-------------------------|------------------|-------------------------|------------------|-------------------------|------------------|
| | Number | Amount | Number | Amount | Number | Amount |
| Preference shares outstanding at the beginning of the year | 20,77,40,700 | 20,536.21 | 20,77,40,700 | 20,536.21 | 20,77,40,700 | 20,536.21 |
| Preference shares outstanding at the end of the year | 20,77,40,700 | 20,536.21 | 20,77,40,700 | 20,536.21 | 20,77,40,700 | 20,536.21 |

(iv) Details of shares held by the holding company and/or their subsidiaries/associates

| Particulars | As at March 31, 2024 | | As at March 31, 2023 | | As at April 01, 2022 (Restated)* | |
|------------------------|-------------------------|--------|-------------------------|--------|-------------------------------------|--------|
| | Number | Amount | Number | Amount | Number | Amount |
| Mankind Pharma Limited | 1,00,00,000 | 1,000 | 1,00,00,000 | 1,000 | 1,00,00,000 | 1,000 |
| - Equity shares | | | | | | |
| - Preference shares | 20,77,40,700 | 20,536 | 20,77,40,700 | 20,536 | 20,77,40,700 | 20,536 |

(iv) Shares held by each shareholder holding more than 5 percent shares:

| Mankind Pharma Limited | As at March 31, 2024 | | As at March 31, 2023 | | As at April 01, 2022 (Restated)* | |
|------------------------|-------------------------|-----------|-------------------------|-----------|-------------------------------------|-----------|
| | Numbers | % holding | Numbers | % holding | Numbers | % holding |
| -Equity shares | 1,00,00,000 | 100% | 1,00,00,000 | 100% | 1,00,00,000 | 100% |

(v) Shares held by each promoter:

| Equity Shares | | | |
|----------------------|------------------------|-----------------------|----------------------------|
| As at March 31, 2024 | | | |
| S.No. | Promoter Name | Number of shares held | % of total shares |
| 1 | Mankind Pharma Limited | 1,00,00,000 | 100.00% |
| | | | % change during the year |
| | | | 0.00% |
| As at March 31, 2023 | | | |
| S.No. | Promoter Name | Number of shares held | % of total shares |
| 1 | Mankind Pharma Limited | 1,00,00,000 | 100.00% |
| | | | % change during the year |
| | | | 0.00% |
| Preference Shares | | | |
| As at March 31, 2024 | | | |
| S.No. | Promoter Name | Number of shares held | % of total shares |
| 1 | Mankind Pharma Limited | 20,77,40,700 | 100.00% |
| | | | % change during the period |
| | | | 0.00% |
| As at March 31, 2023 | | | |
| S.No. | Promoter Name | Number of shares held | % of total shares |
| 1 | Mankind Pharma Limited | 20,77,40,700 | 100.00% |
| | | | % change during the year |
| | | | 0.00% |

*Please refer note no. 27 regarding disclosure pursuant to IND AS 8



| | As at March 31, 2024 | As at March 31, 2023 (Restated)* | As at April 01, 2022 (Restated)* |
|---------------------------------------|-------------------------|--|--|
| 9 Other equity | | | |
| Retained earnings (refer note 9.1) | (286.58) | (1,228.52) | 2,243.00 |
| | (286.58) | (1,228.52) | 2,243.00 |
| | | | |
| | As at March 31, 2024 | As at March 31, 2023 | As at April 01, 2022 |
| 9.1 Retained earnings | | | |
| Balance at the beginning of the year | (1,228.52) | 2,243.00 | 2,243.00 |
| Profit for the year | 942.94 | (3,471.52) | - |
| Share Issue Expenses | (1.00) | - | - |
| Balance at the end of the year | (286.58) | (1,228.52) | 2,243.00 |



Appian Properties Private Limited
Notes forming part of the financial statements for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

| | | As at March 31, 2024 | As at March 31, 2023 | As at April 01, 2022 |
|--|------------------------|---|--|-------------------------|
| 10 Deferred tax balances | | | | |
| Deferred tax liabilities | | (37.29) | (17.67) | (7.06) |
| Deferred tax assets / (liabilities) (net) | | (37.29) | (17.67) | (7.06) |
| Year ended March 31, 2024 | Opening Balance | Recognised in Profit or loss | Recognised in other comprehensive | Closing balance |
| Deferred tax liabilities in relation to Investments | (17.67) | (19.62) | - | (37.29) |
| | (17.67) | (19.62) | - | (37.29) |
| Deferred tax assets / (liabilities) (net) | (17.67) | (19.62) | - | (37.29) |
| Year ended March 31, 2023 | Opening Balance | Recognised in Profit or loss | Recognised in other comprehensive | Closing balance |
| Deferred tax liabilities in relation to Investments | (7.06) | (10.61) | - | (17.67) |
| | (7.06) | (10.61) | - | (17.67) |
| Deferred tax assets / (liabilities) (net) | (7.06) | (10.62) | - | (17.67) |



| | As at March 31, 2024 | As at March 31, 2023 | As at April 01, 2022 |
|---|-------------------------|-------------------------|-------------------------|
| 11 Trade payables | | | |
| Current | | | |
| (i) total outstanding dues of micro enterprises and small enterprises (see note below) | - | - | - |
| (ii) total outstanding dues of creditors other than micro enterprises and small enterprises | 0.87 | 0.53 | 0.38 |
| | 0.87 | 0.53 | 0.38 |

11.1 Trade Payable ageing schedule

As at March 31, 2024

| Particulars | Unbilled due | Not due | Outstanding for following periods from due date of payment | | | | Total |
|--|--------------|-------------|--|-----------|-----------|-------------------|-------------|
| | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Total outstanding dues of micro enterprises and small enterprises | - | - | - | - | - | - | - |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 0.40 | 0.47 | - | - | - | - | 0.87 |
| Total | 0.40 | 0.47 | - | - | - | - | 0.87 |

As at March 31, 2023

| Particulars | Unbilled due | Not due | Outstanding for following periods from due date of payment | | | | Total |
|--|--------------|-------------|--|-----------|-----------|-------------------|-------------|
| | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Total outstanding dues of micro enterprises and small enterprises | - | - | - | - | - | - | - |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 0.31 | 0.22 | - | - | - | - | 0.53 |
| Total | 0.31 | 0.22 | - | - | - | - | 0.53 |

As at April 01, 2022

| Particulars | Unbilled due | Not due | Outstanding for following periods from due date of payment | | | | Total |
|--|--------------|-------------|--|-----------|-----------|-------------------|-------------|
| | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Total outstanding dues of micro enterprises and small enterprises | - | - | - | - | - | - | - |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 0.35 | 0.03 | - | - | - | - | 0.38 |
| Total | 0.35 | 0.03 | - | - | - | - | 0.38 |

Note:

- a. The average credit period on purchases is upto 30 days for the Company. The Company however ensures that all payables are paid within the pre agreed credit limits.
b. To the extent information available with the Company there are no amounts payable to suppliers and service providers covered under Micro Small and Medium Enterprise Development Act, 2006 and also there is no amount paid or payable against interest thereon and accordingly no disclosure in that respect has been given in these financial statements.

12 Other liabilities

Current

Statutory liabilities
Others

| | As at March 31, 2024 | As at March 31, 2023 | As at April 01, 2022 |
|-----------------------|-------------------------|-------------------------|-------------------------|
| Statutory liabilities | 0.05 | - | - |
| Others | - | 10.23 | 0.36 |
| | 0.05 | 10.23 | 0.36 |



Appian Properties Private Limited
Notes forming part of the financial statements for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

| | Year ended March 31, 2024 | Year ended March 31, 2023 |
|--|------------------------------|------------------------------|
| 13 Other income | | |
| Interest income | | |
| Interest income earned on: | | |
| - bank deposits (at amortised cost) | 0.42 | - |
| - Interest on loan to related parties (at amortised cost) | 1.14 | 1.06 |
| | 1.56 | 1.06 |
| Other gains and losses | | |
| Unrealised gain on current investments measured at FVTPL | 84.05 | 225.39 |
| Realised gain on current investments measured at FVTPL | 1.25 | - |
| Share in profit/ loss of partnership firms (net) | 1,082.81 | 960.12 |
| | 1,168.11 | 1,185.51 |
| | 1,169.67 | 1,186.57 |
| 14 Employee benefits expense | | |
| Salaries and wages | 2.61 | 2.61 |
| | 2.61 | 2.61 |
| 15 Finance Costs | | |
| Interest on delay deposit of income tax | - | 0.35 |
| | - | 0.35 |
| 16 Other expenses | | |
| Rent | 0.26 | - |
| Rates and taxes | 0.02 | 0.03 |
| CSR expenditure | 19.74 | 25.23 |
| Legal and professional charges | 0.73 | 1.20 |
| Payments to auditors (refer note below) | 0.55 | 0.35 |
| Bank charges | 0.05 | 0.02 |
| Unrealised loss on non-current investments measured at FVTPL | 182.28 | - |
| Provision for diminution in value of investment | - | 4,600.00 |
| Total | 203.63 | 4,626.83 |
| Note: | | |
| Payments to the auditors (excluding tax) | | |
| I To statutory auditors | | |
| a) Audit fees | 0.55 | 0.35 |
| | 0.55 | 0.35 |
| 17 Income taxes | | |
| 17.1 Income tax recognised in the statement of profit and loss | | |
| Current tax | | |
| In respect of the current year | 0.87 | 0.27 |
| In respect of the previous year | - | 17.42 |
| | 0.87 | 17.69 |
| Deferred tax | | |
| In respect of the current year | 19.62 | 10.61 |
| | 19.62 | 10.61 |
| Total income tax expense recognised in the current year | 20.49 | 28.30 |
| The Income tax expense for the year can be reconciled to the accounting profit as follows: | | |
| Profit before tax | 963.43 | (3,443.22) |
| Statutory income tax rate | 25.168% | 25.168% |
| Income tax expense at statutory income tax rate | 242.48 | (866.59) |
| Effect of Income that is exempt from taxation | (312.37) | (287.76) |
| Effect of expenses that are not deductible in determining taxable profit | 23.35 | 1,165.23 |
| Tax related to prior year | - | 17.42 |
| At an effective income tax rate of 2.82% (March 31, 2023: -0.82%) | (46.54) | 28.30 |



18 Contingent liabilities and commitments (to the extent not provided for)

(i) Contingent liabilities

The Company does not foresee any liability arising in future on account of any litigation/event not accounted for.

(ii) Commitments

The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.

19 Segment Reporting

A. Basis for segmentation

The operations of the Company are limited to one segment viz. Real estate business, which as per Ind AS - 108 "Operating Segments" is considered the only reportable segment.

B. Geographic Segment

The Company operates only in one country and does not have any separate identifiable geographic segment.

20 Financial guarantees

| Name of company/firm | Amount of Guarantee given | | Amount of loan outstanding against | | Purpose |
|----------------------|---------------------------|----------------------|------------------------------------|----------------------|--|
| | As at March 31, 2024 | As at March 31, 2023 | As at March 31, 2024 | As at March 31, 2023 | |
| Pharma Force Lab | 750.00 | - | - | - | Extending fund based and non fund based credit facilities for capital expenditure and working capital requirement. |

21 Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to safeguard the Company's ability to remain as a going concern and maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions, annual operating plans and long term and other strategic investment plans. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend paid to shareholders, return capital to shareholders or issue new shares. The current capital structure of the Company is equity based. The funding requirements are met through a mixture of equity and internal fund generation as per the Company's policy to meet anticipated funding requirements.

22 Financial Instruments

Financial risk management objective and policies

This section gives an overview of the significance of financial instruments for the Company and provides additional information on the balance sheet. Details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in Note 2 and Note 3.

Financial assets and liabilities:

The accounting classification of each category of financial instruments, and their carrying amounts, are set out below:

| As at March 31, 2024 | FTPL | FTOCI | Amortised Cost | Total carrying value | Total fair value |
|------------------------------|-----------------|----------|----------------|----------------------|------------------|
| Financial assets | | | | | |
| Investments | 3,894.71 | - | - | 3,894.71 | 3,894.71 |
| Cash and cash equivalents | - | - | 825.96 | 825.96 | 825.96 |
| Loans | - | - | 16.16 | 16.16 | 16.16 |
| Total | 3,894.71 | - | 842.12 | 4,736.83 | 4,736.83 |
| Financial liabilities | | | | | |
| Trade payables | - | - | 0.87 | 0.87 | 0.87 |
| Total | - | - | 0.87 | 0.87 | 0.87 |



Appian Properties Private Limited
Notes forming part of the financial statements for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

| As at March 31, 2023 | FVTPL | FVTOCI | Amortised Cost | Total carrying value | Total fair value |
|------------------------------|-----------------|----------|----------------|----------------------|------------------|
| Financial assets | | | | | |
| Investments | 3,791.70 | - | - | 3,791.70 | 3,791.70 |
| Cash and cash equivalents | - | - | 253.77 | 253.77 | 253.77 |
| Loans | - | - | 15.13 | 15.13 | 15.13 |
| Total | 3,791.70 | - | 268.90 | 4,060.60 | 4,060.60 |
| Financial liabilities | | | | | |
| Trade payables | - | - | 0.53 | 0.53 | 0.53 |
| Total | - | - | 0.53 | 0.53 | 0.53 |

Note:- Investments also includes investments in subsidiaries and associates which are carried at cost and hence not required to be disclosed as per Ind AS 107 "Financial Instrument Disclosure". Hence the same have been excluded from above table.

Fair value hierarchy

The table shown below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined below:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices)
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs)

| Financial assets and financial liabilities | Fair value as at | | Fair value hierarchy | Valuation techniques and key inputs |
|--|----------------------|----------------------|----------------------|-------------------------------------|
| | As at March 31, 2024 | As at March 31, 2023 | | |
| Investments (refer note i below) | 3,894.71 | 3,791.70 | Levels 1 | See note i below |

Note:

i. Investment in mutual funds traded in active markets are determined by reference to quotes from the financial institutions; for example: Net asset value (NAV) for investments in mutual funds declared by mutual fund house.



Risk management objectives

Risk management framework

The Company has exposure to the following risks arising from financial instruments:

- Liquidity risk, and
- Credit risk

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed periodically to reflect changes in market conditions and the Company's activities.

a) Liquidity risk

The Company remains committed to maintaining a healthy liquidity, gearing ratio, deleveraging and strengthening our balance sheet. The maturity profile of the Company's financial liabilities based on the remaining period from the date of balance sheet to the contractual maturity date is given in the table below. The figures reflect the contractual undiscounted cash obligation of the Company.

| Financial liabilities | As at March 31, 2024 | | | | | Total |
|-----------------------|----------------------|-----------|-----------|-----------|----------|-------------|
| | <1 year | 1-2 Years | 2-5 Years | > 5 Years | | |
| Trade payables | 0.87 | - | - | - | - | 0.87 |
| Total | 0.87 | - | - | - | - | 0.87 |

| Financial liabilities | As at March 31, 2023 | | | | | Total |
|-----------------------|----------------------|-----------|-----------|-----------|----------|-------------|
| | <1 year | 1-2 Years | 2-5 Years | > 5 Years | | |
| Trade payables | 0.53 | - | - | - | - | 0.53 |
| Total | 0.53 | - | - | - | - | 0.53 |

b) Interest rate risk

The exposure of the Company's financial assets to interest rate risk is as follows:

| | As at | Total | Floating rate financial asset | Fixed rate financial asset | Non-interest bearing financial asset |
|-------------------|----------------|----------|-------------------------------|----------------------------|--------------------------------------|
| Financials assets | March 31, 2024 | 4,736.83 | 1,193.77 | 16.16 | 3,526.90 |
| Financials assets | March 31, 2023 | 4,060.60 | 908.48 | 15.13 | 3,136.99 |

The exposure of the Company's financial liabilities to interest rate risk is as follows:

| | As at | Total | Floating rate financial liabilities | Fixed rate financial liabilities | Non-interest bearing financial liabilities |
|-----------------------|----------------|-------|-------------------------------------|----------------------------------|--|
| Financial liabilities | March 31, 2024 | 0.87 | - | - | 0.87 |
| Financial liabilities | March 31, 2023 | 0.53 | - | - | 0.53 |

c) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults

| Possible credit risk | Credit risk management |
|--------------------------------------|---|
| Credit risk related to loan | The Company is exposed to credit risk in relation to loans given to his subsidiary company. The loan advanced by the company carries an interest and granted after evaluating the purpose and credit worthiness of the counter party. |
| Credit risk related to bank balances | Company holds bank balances with reputed and creditworthy banking institution within the approved exposures limit of each bank. None of the Company's cash equivalents, including time deposits with banks, are past due or impaired. |
| Credit risk related to investments | Company has made investments in highly liquid SEBI regulated public sector mutual funds to meet their short term liquidity objectives. The Company analyses the credit worthiness of the party before investing their funds. The Company limits its exposure to credit risk by generally investing in liquid securities and only with counter parties that have a good credit rating. The Company does not expect any losses from non-performance by these counter-parties, and does not have any significant concentration of exposures to specific industry sectors or specific country risks. |

The carrying value of the financial assets other than cash represents the maximum credit exposure. The Company's maximum exposure to credit risk is INR 4,736.83 lacs and INR 4,060.59 lacs as at March 31, 2024 and March 31, 2023 respectively.



23 Related Party Disclosures

In accordance with the requirements of Indian Accounting Standard Ind (AS) – 24 'Related Party Disclosures' the names of the related party where control exists/able to exercise significant influence along with the aggregate transactions / year end balances with them.

A. List of related parties (with whom the company had transactions during the year)

| | | |
|--|--|---|
| Holding | Mankind Pharma Limited | |
| Fellow Subsidiaries | Apply Infotech LLP | |
| Subsidiaries | Pharma Force Lab Pharma Force Excipients Private Limited | |
| Associates | A.S. Packers J.K. Printpacks N.S. Industries | |
| Key Management Personnel (KMP) | Arjun Juneja Sheetal Arora Ashish Jain Sanjeev Kumar Saini Akash Arora | Director Director Company Secretary Chief Financial Officer Chief Executive Officer |
| Enterprises in which KMP/relatives of KMP are interested | Khanal Foods Private Limited Mankind Biosys Private Limited Alankrit Handicrafts Private Limited | |

B. Transactions during the year

| Particulars | Holding | | Fellow Subsidiaries | | Subsidiaries / Associates | | Enterprises in which KMP/relatives of KMP are interested | | Total | |
|--|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|--|---------------------------|---------------------------|---------------------------|
| | Year ended March 31, 2024 | Year ended March 31, 2023 | Year ended March 31, 2024 | Year ended March 31, 2023 | Year ended March 31, 2024 | Year ended March 31, 2023 | Year ended March 31, 2024 | Year ended March 31, 2023 | Year ended March 31, 2024 | Year ended March 31, 2023 |
| | a. Interest Income | | | | | | | | | |
| Pharma Force Excipients Private Limited | - | - | - | - | 1.14 | 1.06 | - | - | 1.14 | 1.06 |
| | - | - | - | - | 1.14 | 1.06 | - | - | 1.14 | 1.06 |
| b. Withdrawal from partnership firms | | | | | | | | | | |
| Pharma Force Lab | - | - | - | - | 681.08 | 441.00 | - | - | 681.08 | 441.00 |
| J.K. Printpacks | - | - | - | - | 132.00 | 99.00 | - | - | 132.00 | 99.00 |
| N.S. Industries | - | - | - | - | - | 200.00 | - | - | - | 200.00 |
| | - | - | - | - | 813.08 | 740.00 | - | - | 813.08 | 740.00 |
| c. Share of Profit/(Loss) in Partnership firm | | | | | | | | | | |
| Pharma Force Lab | - | - | - | - | 363.82 | 399.36 | - | - | 363.82 | 399.36 |
| A.S. Packers | - | - | - | - | 259.49 | 230.30 | - | - | 259.49 | 230.30 |
| J.K. Printpacks | - | - | - | - | 158.65 | 69.06 | - | - | 158.65 | 69.06 |
| N.S. Industries | - | - | - | - | - | 300.85 | - | - | - | 300.85 |
| Apply Infotech LLP | - | - | - | (0.02) | - | - | - | - | - | (0.02) |
| | - | - | - | (0.02) | 1,082.81 | 960.14 | - | - | 1,082.81 | 960.12 |
| d. Payment made on behalf of company by | | | | | | | | | | |
| Mankind Pharma Limited | - | 17.88 | - | - | - | - | - | - | - | 17.88 |
| Mankind Biosys Private Limited | - | - | - | - | - | - | - | 3.75 | - | 3.75 |
| | - | 17.88 | - | - | - | - | - | 3.75 | - | 21.63 |
| e. Rent paid | | | | | | | | | | |
| Alankrit Handicrafts Private Limited | - | - | - | - | - | - | 0.26 | - | 0.26 | - |
| | - | - | - | - | - | - | 0.26 | - | 0.26 | - |
| f. Financial guarantees given | | | | | | | | | | |
| Pharma Force Lab | - | - | - | - | 750.00 | - | - | - | 750.00 | - |
| | - | - | - | - | 750.00 | - | - | - | 750.00 | - |



Appian Properties Private Limited
Notes forming part of the financial statements for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

C. Balances outstanding as at year ended

| Particulars | Holding | | Fellow Subsidiaries | | Subsidiaries/Associates | | Enterprises in which KMP/relatives of KMP are interested | | Total | |
|---|----------------------|----------------------------------|----------------------|----------------------------------|-------------------------|----------------------------------|--|----------------------------------|----------------------|----------------------------------|
| | As at March 31, 2024 | As at March 31, 2023 (Restated)* | As at March 31, 2024 | As at March 31, 2023 (Restated)* | As at March 31, 2024 | As at March 31, 2023 (Restated)* | As at March 31, 2024 | As at March 31, 2023 (Restated)* | As at March 31, 2024 | As at March 31, 2023 (Restated)* |
| a. Loans | | | | | | | | | | |
| Pharma Force Excipients Private Limited | - | - | - | - | 16.16 | 15.13 | - | - | 16.16 | 15.13 |
| | - | - | - | - | 16.16 | 15.13 | - | - | 16.16 | 15.13 |
| b. Financial guarantees given | | | | | | | | | | |
| Pharma Force Lab | - | - | - | - | 750.00 | - | - | - | 750.00 | - |
| | - | - | - | - | 750.00 | - | - | - | 750.00 | - |
| c. Investments | | | | | | | | | | |
| Pharma Force Lab | - | - | - | - | 8,475.25 | 12,892.51 | - | - | 8,475.25 | 12,892.51 |
| Pharma Force Excipients Private Limited | - | - | - | - | 567.00 | 567.00 | - | - | 567.00 | 567.00 |
| A.S. Packers | - | - | - | - | 3,185.36 | 2,925.87 | - | - | 3,185.36 | 2,925.87 |
| J.K. Printpacks | - | - | - | - | 783.75 | 757.10 | - | - | 783.75 | 757.10 |
| N.S. Industries | - | - | - | - | 3,767.83 | 3,466.97 | - | - | 3,767.83 | 3,466.97 |
| Appify Infotech LLP | - | - | 0.02 | 0.03 | - | - | - | - | 0.02 | 0.03 |
| Khanal Foods Private Limited | - | - | - | - | - | - | 2,700.94 | 2,883.22 | 2,700.94 | 2,883.22 |
| | - | - | 0.02 | 0.03 | 16,779.19 | 20,609.45 | 2,700.94 | 2,883.22 | 19,480.15 | 23,492.70 |

D. Disclosure required under Section 186 (4) of the Companies Act, 2013

| Particulars | March 31, 2024 | | | March 31, 2023 | | |
|---|--------------------------|---------------------|----------------------------|--------------------------|---------------------|----------------------------|
| | Movement during the year | Outstanding Balance | Maximum amount outstanding | Movement during the year | Outstanding Balance | Maximum amount outstanding |
| a. Loans | | | | | | |
| Pharma Force Excipients Private Limited | 1.03 | 16.16 | 16.16 | 0.96 | 15.13 | 15.13 |
| b. Investments | | | | | | |
| Pharma Force Lab | (4,417.26) | 8,475.25 | 12,934.15 | (41.64) | 12,892.51 | 12,934.15 |
| Pharma Force Excipients Private Limited | - | 567.00 | 567.00 | - | 567.00 | 567.00 |
| A.S. Packers | 259.49 | 3,185.36 | 3,185.36 | 230.30 | 2,925.87 | 2,925.87 |
| J.K. Printpacks | 26.65 | 783.75 | 783.75 | (529.94) | 757.10 | 1,287.04 |
| N.S. Industries | 300.86 | 3,767.83 | 3,767.83 | 61.42 | 3,466.97 | 3,466.97 |
| c. Financial guarantees given | | | | | | |
| Pharma Force Lab | 750.00 | 750.00 | 750.00 | - | - | - |



24 Interest in Other Entities

a. Subsidiaries

The Company has following subsidiaries held directly by the Company. Following are details of shareholdings in the subsidiaries.

| S. No. | Name of Firm/Company | Principal activities | Immediate holding company | Ultimate holding company | Country of incorporation | % of ownership interest | |
|--------|--|---|-----------------------------------|--------------------------|--------------------------|-------------------------|----------------------|
| | | | | | | As at March 31, 2024 | As at March 31, 2023 |
| 1. | Pharma Force Lab | Manufacturing of pharmaceutical Products | Appian Properties Private Limited | Mankind Pharma Limited | India | 63% | 63% |
| 2. | Pharmaforce Excipients Private Limited | Manufacturing of inactive/coating ingredients for pharma products | Appian Properties Private Limited | Mankind Pharma Limited | India | 63% | 63% |

b. Associates

The company has following associates held directly by the company. Following are details of shareholdings in the associates.

| S. No. | Name of Firm/Company | Principal activities | Country of incorporation | % of ownership interest | |
|--------|----------------------|----------------------|--------------------------|-------------------------|----------------------|
| | | | | As at March 31, 2024 | As at March 31, 2023 |
| 1. | A.S. Packers | Packaging | India | 50.00% | 50.00% |
| 2. | J.K. Printpacks | Pharma & Printing | India | 33.00% | 33.00% |
| 3. | N.S. Industries | Packaging | India | 48.00% | 48.00% |



Appian Properties Private Limited
Notes forming part of the financial statements for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

25 Earnings per equity shares

Basic earnings per equity share has been computed by dividing net profit after tax by the weighted average number of equity shares outstanding for the year. Diluted earnings per equity share has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

| | Year ended March 31, 2024 | Year ended March 31, 2023 (Restated)* |
|---|------------------------------|---|
| Face value per equity share | 10.00 | 10.00 |
| Net profit after tax as per statement of profit and loss attributable to equity shareholders | 942.94 | (3,471.52) |
| Weighted average number of equity shares used as denominator for calculating basic EPS | 1,00,00,000 | 1,00,00,000 |
| Basic earning per share (in INR) | 9.43 | (34.72) |
| Net profit after tax as per statement of profit and loss attributable to equity, potential equity shares | 942.94 | (3,442.12) |
| Weighted average number of equity and potential equity shares used as denominator of calculating diluted EPS | 21,77,40,700 | 21,77,40,700 |
| Diluted earning per share (in INR) | 0.43 | (1.58) |
| Reconciliation of Net Profit After Tax | | |
| Net profit after tax as per statement of Profit & Loss | 942.94 | (3,471.52) |
| Add: Savings on dividend on optionally converted preference shares (Net of taxes) | - | 29.40 |
| Net profit after tax attributable to equity and potential equity shareholders | 942.94 | (3,442.12) |
| Reconciliation of weighted average number of shares | | |
| Weighted average number of equity shares used as denominator for calculating basic EPS | 1,00,00,000 | 1,00,00,000 |
| Total weighted average potential equity shares | 20,77,40,700 | 20,77,40,700 |
| Weighted average number of equity and potential equity shares used as denominator for calculating diluted EPS | 21,77,40,700 | 21,77,40,700 |

*Please refer note no. 27 regarding disclosure pursuant to IND AS 8

26 Expenditure on corporate social responsibility

As per provisions of section 135 of the Companies Act, 2013, the Company has to incur at least 2% of average net profits of the preceding three financial years towards the Corporate Social Responsibility ("CSR"). Accordingly, a CSR committee has been formed for carrying out CSR activities as per the Schedule VII of the Companies Act, 2013. Details are as under:

| Particulars | Year ended March 31, 2024 | Year ended March 31, 2023 |
|---|------------------------------|------------------------------|
| Details of CSR Expenditure: | | |
| Amount required to be spent as per section 135 of the Act (including CSR expenditure relating to previous years unspent amount) | 19.74 | 25.23 |
| Amount approved by the Board to be spent during the year | 19.74 | 25.23 |
| Amount spent during the year on : | | |
| (i) Construction/ acquisition of assets | - | - |
| (ii) On purpose other than above | 25.00 | 15.00 |
| Details related to spent / unspent obligations: | | |
| i) Contribution to Public Trust | - | - |
| (i) Contribution to Charitable Trust | 25.00 | 15.00 |
| (ii) Unspent amount in relation to: | | |
| - Ongoing project | - | - |
| - Other than ongoing project | - | 10.23 |
| Total amount spent | 25.00 | 15.00 |
| Less: Excess spent during the year to be carry forward | (5.26) | |
| Total amount recognised in the statement of profit and loss | 19.74 | 25.23 |

27 Disclosures pursuant to Ind AS-8 "Accounting policies, changes in accounting estimates and errors" (specified under section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2015) are given below:
Following are the restatements made in the current year financial statements in previous year:

| Particulars | March 31, 2023 (Reported) | March 31, 2023 (Restated) | April 01, 2022 (Reported) | April 01, 2022 (Restated) | Nature |
|---|------------------------------|------------------------------|------------------------------|------------------------------|------------------------|
| Liabilities | | | | | |
| Equity Share Capital | 1,000.00 | 21,774.07 | 1,000.00 | 21,774.07 | Reclassification items |
| Retained Earnings | 2,834.94 | (1,228.52) | 2,235.85 | 2,243.00 | Reclassification items |
| Equity Component of Optional Convertible Preference Shares | 20,536.21 | - | 20,536.21 | - | Reclassification items |
| Liability Component of Optional Convertible Preference Shares | 274.40 | - | 245.00 | - | Reclassification items |
| Assets | | | | | |
| Investment | 23,492.70 | 19,392.70 | - | - | |
| Expenses | | | | | |
| Interest expense on borrowings | 29.40 | - | 7.14 | - | |
| Provision for diminution in value of investment | 500.00 | 4,600.00 | - | - | |
| Profit/(Loss) before taxes | 627.38 | (3,443.22) | | | |
| Profit/(Loss) after taxes | 599.08 | (3,471.52) | | | |
| Total comprehensive income/loss for the year | 599.08 | (3,471.52) | | | |
| Earnings per Share - Basic | 5.99 | (34.72) | | | |
| Earnings per Share - Diluted | 0.29 | (1.58) | | | |

The above restatements in previous year have been made wherever necessary to reflect the mirror accounting adopted by the holding company in respect of optionally convertible preference shares in accordance with the provisions of IND AS-32 "Financial Instruments : Presentation". These restatements does not have any material impact.



28 There were no amounts which were required to be transferred to the investor education and protection fund by the Company.

29 Ratio analysis and its elements

| Ratio | Numerator | Denominator | Year ended March 31, 2024 | Year ended March 31, 2023 | % Change | Remarks |
|----------------------------|---|---|---------------------------|---------------------------|-----------|-----------------|
| Current ratio | Current assets | Current liabilities | 2,218.64 | 109.42 | 1,927.60% | Refer comment 1 |
| Return on equity ratio | Net profits after taxes – preference dividend | Average shareholder's equity | 4.49% | (15.67%) | (128.64%) | Refer comment 2 |
| Return on capital employed | Earnings before interest and taxes | Capital employed = Tangible net worth + total debt + deferred tax liabilities | 4.48% | (16.74%) | (126.73%) | Refer comment 3 |
| Return on investment | Interest (finance income) | Investment | 5.24% | 4.73% | 10.75% | |

Reason for change more than 25% :

- The movement in current period is on account of disproportionate increase in current asset.
- The movement in current period is on account of disproportionate increase in net profit and shareholder's equity.
- The movement in current period is on account of disproportionate increase in net profit.

30 The Income Tax Department ("the Department") had conducted a Search under Section 132 of the Income Tax Act ("the Search") on the Holding Company ("Mankind Pharma Limited") in May 2023. Pursuant to the search conducted on the Holding Company, Appian Properties Private Limited ("the Company") has received notices under Section 148 of the Income Tax Act 1961 in October 2023 requiring the Company to submit income tax returns for AY 2020-21, 2021-22 and 2022-23. The Company has revised its income tax returns for the above-mentioned Assessment Years. However, based on the assessment made by the Management and its legal advisor, the Company is of the view that no material adjustments are required to these financial results.

31 The Company is in the process of migrating to upgraded version of accounting software for maintaining its books of account that has a feature of recording audit trail (edit log) facility from legacy accounting software. The audit trail feature in respect of the legacy accounting software is not enabled for direct changes to data for the financial year ended March 31, 2024.

32 Other Information

- The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The Company have 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:
 - 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 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:
 - 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
- 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 does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- The Company has not been declared as wilful defaulter by any bank or financial institution or government or any government authority.
- The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
Firm Registration Number: 007895N


per Mohit Gupta
Partner
Membership Number: 528337




Place: New Delhi
Date: May 15, 2024

For and on behalf of the Board of Directors of
Appian Properties Private Limited


Arjun Juneja
Director
DIN - 00704349


Sheetal Arora
Director
DIN - 00704292


Ashish Jain
Company Secretary
Membership No. A17569


Sanjeev Kumar Saini
Chief Financial Officer


Akash Arora
Chief Executive Officer

Place: New Delhi
Date: May 15, 2024