

LUNKAR FINANCE PRIVATE LIMITED

No. 42, Third Floor, Kodambakkam High Road, Nungambakkam, Chennai - 600034.

Balance Sheet as at 31st March 2024

CIN : U65929TN1999PTC041812

(All Amounts are rounded off into Rupees in Hundreds, unless otherwise specifically stated)

Particulars	Notes	As on 31st March 2024	As on 31st March 2023
Assets			
Non-current assets			
Other Non-Current Assets		-	-
Current assets			
Capital Advances for Land Purchase	1	16,00,000	16,00,000
Inventories		-	13,000
Financial assets			
Cash and Cash equivalents	2	15,964	15,964
Short Term Loans & Advances		-	-
Other Current Assets		-	-
		16,15,964	16,28,964
Total assets		16,15,964	16,28,964
Equity			
Equity Share Capital	3	42,143	42,143
Other Equity	4	15,73,637	15,86,821
Total equity		16,15,780	16,28,964
Liabilities			
Current liabilities			
Financial Liabilities			
Borrowings		-	-
Trade payables	5	-	-
(a) total outstanding dues of micro enterprises & small enterprises		-	-
(b) total outstanding dues of creditors other than micro enterprises & small enterprises		-	-
Other current financial liabilities		-	-
Other Current Liabilities	6	184	-
		184	-
Total equity and liabilities		16,15,964	16,28,964

Summary of significant Information

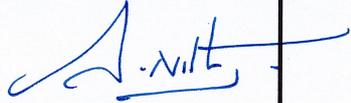
The accompanying notes are an integral part of the financial statements.

For KRS Associates
Chartered Accountants
Firm Regn. No: 007506S

CA Sujatha T S
Partner
Membership No. 233150

Place: Chennai
Date: 29-05-2024

For and on behalf of the Board


P MURALIDASAN A.NITHYA
DIRECTOR DIRECTOR
DIN 01771215 DIN: 00125357

LUNKAR FINANCE PRIVATE LIMITED

No. 42, Third Floor, Kodambakkam High Road, Nungambakkam, Chennai - 600034.

Statement of Profit and loss account for the year ended 31st March 2024

CIN : U65929TN1999PTC041812

(All Amounts are rounded off into Rupees in Hundreds, unless otherwise specifically stated)

Particulars	Notes	Year ended 31 March 2024	Year ended 31 March 2023
Income			
Revenue from operations		-	-
Other income		-	-
Total income		-	-
Expenses			
Other expenses	7	184	233
Tax asset written off		-	3,421
Provision for Impairment on Inventories		-	-
Total expense		184	3,654
Profit/(loss) before Exceptional items and Tax		-184	-3,654
Exceptional Item		-	-
Profit / (Loss) Before tax		-184	-3,654
Tax expense			
Current Tax		-	-
Deferred tax		-	-
Profit/(loss) for the year		-184	-3,654
Other Comprehensive Income for the period / year, net of tax		-	-
Total Comprehensive Income for the period / year (Comprising Profit and Other Comprehensive Income for the period / year)		-184	-3,654
Earnings per share			
Basic Rs.	8	-0.04	-0.08
Diluted Rs.		-0.04	-0.08
Nominal value of Equity shares (Rs.)		10	10

The accompanying notes are an integral part of the financial statements.

For KRSG Associates
Chartered Accountants
Firm Regn. No: 007506SCA Sujatha T S
Partner
Membership No. 233150Place: Chennai
Date:29-05-2024

For and on behalf of the Board

P MURALIDASAN
DIRECTOR
DIN 01771215
A.NITHYA
DIRECTOR
DIN: 00125357

LUNKAR FINANCE PRIVATE LIMITED

No. 42, Third Floor, Kodambakkam High Road, Nungambakkam, Chennai - 600034.

Cash Flow Statement for the year ended 31st March 2024

CIN : U65929TN1999PTC041812

(All Amounts are rounded off into Rupees in Hundreds, unless otherwise specifically stated)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Cash Flows From Operating Activities		
Profit Before Tax	-184	-3,654
Adjustment towards Impairment of Inventories	-13,000	
Operating Profit Before Working Capital Changes	-13,184	-3,654
(Increase) /Decrease in Current Assets	184	21,784
(Increase) /Decrease in Inventories	13,000	-
Increase / (Decrease) in Current Liability	-	-3,291
Operating Profit After Working Capital Changes	13,184	18,494
Net Cash Flow From Operating Activities	-	14,840
Net Cash Flow From Investing Activities	-	-
Net Cash Flow From Financing Activities	-	-
Net Increase/(Decrease) in Cash And Cash Equivalent	-	14,840
Cash and Cash Equivalent at beginning of the period	15,964	1,125
Cash and Cash Equivalents at ending of the period	15,964	15,964
Net change in cash & cash equivalents	-	14,840
Notes :		
Cash Flow Statement has been prepared under the indirect method as set out in the Indian Accounting Standard (IndAS) 7 "Cash Flow Statements" as specified in the Companies (Accounting Standard) Rule, 2006.		

The accompanying notes are an integral part of the financial statements.

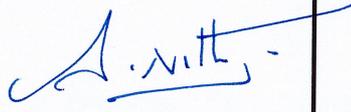
For KRSG Associates
Chartered Accountants
Firm Regn. No: 007506S

CA Sujatha T S
Partner
Membership No. 233150

Place: Chennai
Date:29-05-2024

For and on behalf of the Board

P MURALIDASAN
DIRECTOR
DIN 01771215


A.NITHYA
DIRECTOR
DIN: 00125357

LUNKAR FINANCE PRIVATE LIMITED

No. 42, Third Floor, Kodambakkam High Road, Nungambakkam, Chennai - 600034.

Statement of Changes in Equity for the year ended 31st March 2024

CIN : U65929TN1999PTC041812

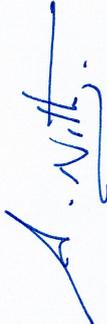
(All Amounts are rounded off into Rupees in Hundreds, unless otherwise specifically stated)

(a) Equity Share Capital	Statutory Reserve	General Reserve	Securities Premium	Retained earnings	Total
Equity shares of Rs. 10/- each issued, subscribed and fully paid	3,869	5,050	15,87,960	-10,058	15,86,821
At 01st April 2022	-	-	-	-184	-184
Issue of share capital	42,143	-	-	-	-
At 31st March 2023	-	-	-	-13,000	-
Issue of share capital	42,143	-	-	-	-
At 31st March 2024	42,143	-	-	-	-
(b) Other equity	-	-	-	-	-
For the year ended 31 March 2024	3,869	5,050	15,87,960	-13,184	15,73,637
As at 1 April 2023	-	-	-	-	-
Profit / (Loss) for the period	-	-	-	-23,243	-
Adjustment towards Impairment of Inventories	-	-	-	-	-
Other comprehensive income	-	-	-	-	-
Total Comprehensive Income for the period	3,869	5,050	15,87,960	-13,184	15,73,637
At 31 March 2024	-	-	-	-	-
For the year ended 31 March 2023	-	-	-	-	-
As at 1 April 2022	3,869	5,050	15,87,960	-6,404	15,90,476
Profit / (Loss) for the year	-	-	-	-3,654	-3,654
Other comprehensive income	-	-	-	-	-
Total Comprehensive Income for the period	-	-	-	-3,654	-3,654
At 31 March 2023	3,869	5,050	15,87,960	-10,058	15,86,821

The accompanying notes are integral part of the financial statements

For KRSG Associates
Chartered Accountants
Firm Regn. No: 007506SCA Sujatha T S
Partner
Membership No. 233150Place: Chennai
Date: 29-05-2024

For and on behalf of the Board

P MURALIDASAN
DIRECTOR
DIN 01771215
A.NITHYA
DIRECTOR
DIN: 00125357

LUNKAR FINANCE PRIVATE LIMITED

No. 42, Third Floor, Kodambakkam High Road, Nungambakkam, Chennai - 600034.

Notes to Financial Statements

CIN : U65929TN1999PTC041812

(All Amounts are rounded off into Rupees in Hundreds, unless otherwise specifically stated)

Note 1: Captital Advances for Land Purchase	As at Mar 31, 2024	As at Mar 31, 2023
Captital Advances for Land Purchase	16,00,000	16,00,000
	16,00,000	16,00,000

Note 2: Inventories	As at Mar 31, 2024	As at Mar 31, 2023
Stock in Trade (Stock of Shares & Securities held for Trading)	-	13,000
	-	13,000

Note 3: Cash and cash equivalent	As at Mar 31, 2024	As at Mar 31, 2023
Balances with banks	15,964	15,964
Cash on hand	-	-
	15,964	15,964

Note 4 - Share Capital	Equity Shares	
	As at Mar 31, 2024	As at Mar 31, 2023
Authorised Share Capital (4,30,000 Equity Shares of Rs.10 each)	43,00,000	43,00,000
Issued, Subscribed and Paid up (4,21,430 Equity Shares of Rs.10 each)	42,14,300	42,14,300

Particulars	Mar 31, 2024		As at Mar 31, 2023	
	No. Of Shares	Amount	No. Of Shares	Amount
Reconciliation of No. of shares				
Outstanding at the beginning of the year	4,21,430	42,143	4,21,430	42,143
Add: Shares issued during the year	-	-	-	-
Outstanding at the end of the year	4,21,430	42,143	4,21,430	42,143

Terms / rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend, if any, proposed by the Board of Directors, is subject to the approval of the shareholders in the ensuing Annual General Meeting of the Company. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the No. of Equity Shares held by the shareholders.

LUNKAR FINANCE PRIVATE LIMITED

No. 42, Third Floor, Kodambakkam High Road, Nungambakkam, Chennai - 600034.

Notes to Financial Statements

CIN : U65929TN1999PTC041812

(All Amounts are rounded off into Rupees in Hundreds, unless otherwise specifically stated)

Shareholders holding more than 5% of equity shares as at the end of the year

Name of Shareholder	As at Mar 31, 2024		As at Mar 31, 2023	
	No of shares	%	No of shares	%
Greatful Mercantile Pvt Ltd.	2,11,500	50.19%	2,11,500	50.19%
Sanskar Dealcom Pvt Ltd.	2,09,930	49.81%	2,09,930	49.81%

Details of shares held by ultimate holding company / holding and / or their subsidiaries / associates

Name of Shareholder	As at Mar 31, 2024		As at Mar 31, 2023	
	No of shares	%	No of shares	%
Greatful Mercantile Pvt Ltd.	2,11,500	50.19%	2,11,500	50.19%
Sanskar Dealcom Pvt Ltd.	2,09,930	49.81%	2,09,930	49.81%

Shares held by promoters at the end of the year

Promoter name	No. of Shares	% of total shares	% Change during the year
Greatful Mercantile Pvt Ltd.	2,11,500	50.19%	-
Sanskar Dealcom Pvt Ltd.	2,09,930	49.81%	-

Note 5 : Other Equity	As at Mar 31, 2024	As at Mar 31, 2023
Securities Premium	15,87,960	15,87,960
General Reserve	5,050	5,050
Statutory Reserve	3,869	3,869
Retained Earnings	-23,243	-10,058
	15,73,637	15,86,821

Refer "Statement of Changes in Equity" for additions/deletions in each of these items

A. Securities Premium represents premium received on equity shares issued, which can be utilised only in accordance with the provisions of the Companies Act 2013 for specified purposes.

B. General reserve is created from time to time by transferring profits from retained earnings and can be utilised for purposes such as dividend pay-out, bonus issue, etc.

Note 6: Other Liabilities	As at Mar 31, 2024	As at Mar 31, 2023
Expenses Payable	184	-
	184	-

Note 7: Other Expenses	As at Mar 31, 2024	As at Mar 31, 2023
Audit Fees	118	177
Professional & Consultancy Charges	-	-
Other Expenses/Filing fees	66	56
	184	233

LUNKAR FINANCE PRIVATE LIMITED

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Notes to Financial Statements

CIN : U65929TN1999PTC041812

(All Amounts are rounded off into Rupees in Hundreds, unless otherwise specifically stated)

Note 8: Earnings per share	As at 31st March 2024	As at 31 March 2023
Earnings per Share		
Profit / (Loss) attributable to equity share holders	-184	-3,654
No. Of equity shares (Existing)	4,21,430	4,21,430
Basic/Diluted EPS (in Rs.)	-0.04	-0.87
Nominal Value of equity shares	10.00	10.00

Note 9: Related party transactions

Name of the Related Party and Nature of Relationship:

Name of the Related Party	Nature of Relationship
RPP Infra Projects Ltd	Holding Company
A. Nithya	Director
P. Arun Sundram	Key Management Personnel
ARVE Impex (P) Ltd.,	Associate Company

Transaction and Balance with Related Parties

Transactions

Particulars	Related Party	Amount Rs
Other payables	RPP Infra Projects Limited	-

Balances

Particulars	As at	
	31 March 2024	31 March 2023
Capital Advance for Land Purchase to A.Nithya	2,00,000	2,00,000

Note 10: Taxes on Income

The company does not have taxable income. Hence, disclosure relating to Ind AS 12 Income taxes is not applicable.

Note 11: Employee Benefit expenses

The company does not have any employees. Hence, disclosure relating to Ind AS 19 employee benefits is not applicable.

Note 12: Capital commitments and Contingent liabilities

The company does not have any capital commitments as on 31.03.2024. The company does not have any contingent liabilities as on 31.03.2024.

Note 13: Segment Reporting

The company has only one reporting segments. Hence disclosure under Ind AS 108 segment reporting is not applicable.

Note 14 : Details of dues to Micro and Small Enterprises as defined under MSMED Act, 2006

There are no overdue amounts payable to Micro, Small and Medium Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 based on information available with the Company. Further, the Company has not paid any interest to any Micro and Small Enterprises during the year ended March 31, 2024.

Note 15: Effect of foreign currency transactions

The company does not have any transaction in foreign currency. Hence, disclosure under Ind AS 21 effects of foreign currency transactions is not applicable.

Note 16 : Corporate Social Responsibility

The company is not required incur expenditure towards corporate social responsibility

Note 17 : Financial Instruments Disclosure

17.1 Capital management

The Company's objective when managing capital is to:

- (i) Safeguard its ability to continue as going concern so that the Company is able to provide maximum return to stakeholders and benefits for other stakeholders; and
- (ii) Maintain an optimal capital structure to reduce the cost of capital.
- (iii) The company maintains its financial framework to support the pursuit of value growth for shareholders, while ensuring a secure financial base. In order to maintain or adjust the capital structure, the Company may return capital to shareholders, issue new shares or sell assets to reduce debt. The capital structure of the Company comprises of equity share capital, retained earnings and other equity attributable to equity holders.. The Company is not subject to any externally imposed capital requirements.

17.2 Gearing ratio

The company does not have any debts as on 31.03.2024

17.3 Categories of Financial Instruments

Particulars	As at 31 Mar 2024	As at 31 Mar 2023
Financial Assets		
Measured at fair value through profit or loss (FVTPL) (mandatorily measured)		
(a) Investment		
Measured at Amortised cost		
(b) Cash and Cash equivalents	15,964	15,964
Financial Liabilities		
Measured at amortised cost		
(a) Trade payables		

17.4 Financial Risk Management Objectives

In course of its business, the Company is exposed to certain financial risks that could have significant influence on the Company's business and operational / financial performance. These include market risk (including currency risk and interest rate risk), credit risk and liquidity risk.

The Management reviews and approves risk Management framework and policies for managing these risks and monitor suitable mitigating actions taken by the management to minimise potential adverse effects and achieve greater predictability to earnings.

In line with the overall risk management framework and policies, the treasury function provides services to the business, monitors and manages through an analysis of the exposures by degree and magnitude of risks

17.4.1 Market Risk

Market risk is the risk or uncertainty arising from possible market price movements and their impact on the future performance of a business. The major components of market risk are foreign currency exchange risk and interest rate risk.

44.4.1.1 Foreign Currency Risk Management

The company has overseas subsidiaries which are however are not material subsidiaries. Net amount payable / receivable are not hedge and company is hopeful of recovering the same in ensuing financial year. There are no other foreign currency risk exposure to the Company.

44.4.1.2. Interest rate risk.

The Company is not exposed to interest rate risk because of borrowal of funds at fixed interest rates. The company's exposure to interest rate on borrowings are detailed in note 19.

17.4.2 Credit Risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables. The customer profile consists of around 70-80% from Govt. Sectors

The company's exposure to credit risk for trade and other receivables by type of counterparty are as follows

Particulars	Percentage to Total Trade receivables	
	As at 31 Mar 2024	As at 31 Mar 2023
Govt companies	0.00%	0.00%
Others	0.00%	0.00%

17.4.3 Liquidity Risk

The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The Company manages liquidity risk by maintaining sufficient cash and cash equivalents including bank deposits and availability of funding through an adequate amount of committed credit facilities to meet the obligations when due. Management monitors rolling forecasts of liquidity position and cash and cash equivalents on the basis of expected cash flows. In addition, liquidity management also involves projecting cash flows considering level of liquid assets necessary to meet obligations by matching the maturity profiles of financial assets & liabilities and monitoring balance sheet liquidity ratios.

Contractual maturity of financial liabilities:

(Crore)

As at March 31, 2024	Due - within 1 year		Due - More than 1 year	Total
Trade Payables		0.00	0.00	0.00
Total		0.00	0.00	0.00
As at March 31, 2023				
	Due - within 1 year		Due - More than 1 year	Total
Trade Payables		0.00	0.00	0.00
Total		0.00	0.00	0.00

NOTE 18 - RATIOS

Ratio	Numerator	Denominator	Current Period	Previous Period	% variance	Reason for variance (+/- >25%)
Current Ratio	Current Assets	Current Liabilities	8760.04	NA	100.00%	Due to other liabilities
Debt-equity Ratio	Total Debt	Shareholder's Equity	NA	NA	NA	-
Debt Service Coverage Ratio	Earnings available for debt service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.	Debt Service = Interest & Lease Payments + Principal Repayments ¹	NA	NA	NA	-
Return On Equity (%)	Net Profits after taxes - Preference Dividend (if any)	Average Shareholder's Equity	NA	NA	NA	-
Inventory Turnover Ratio	Cost of goods sold OR Sales	Average Inventory = (Opening + Closing balance/2)	NA	NA	NA	-
Trade Receivables Turnover Ratio	Net Credit Sales = Gross credit sales - Sales return	Average Accounts Receivable = (Opening + Closing balance/2)	NA	NA	NA	-
Trade Payables Turnover Ratio	Net Credit Purchases = Gross credit purchases - Purchase return	Average Trade Payables	NA	NA	NA	-
Net Capital Turnover Ratio	Net Sales = Total sales - Sales returns	Working Capital = Current assets - Current liabilities	NA	NA	NA	-
Net Profit Ratio	Net Profit = Net profit shall be after tax	Net Sales = Total sales - Sales returns	NA	NA	NA	-

LUNKAR FINANCE PRIVATE LIMITED

No. 42, Third Floor, Kodambakkam High Road, Nungambakkam, Chennai - 600034.

Notes to Financial Statements

CIN : U65929TN1999PTC041812

Return On Capital Employed	Earnings before interest & taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	NA	NA	NA
Return On Investment ^d	<p>{MV(T1)-MV(T0)-Sum[C(t)]} where, T1 = End of time period T0 = Beginning of time period t = Specific date falling between T1 and T0 MV(T1) = Market Value at T1 MV(T0) = Market Value at T0 C(t) = Cash inflow, cash outflow on specific date W(t) = Weight of the net cash flow (i.e. either net inflow or net outflow) on day 't', calculated as [T1 - t] / T1</p>	<p>{MV(T0)+Sum[W(t)*C(t)]} where, T1 = End of time period T0 = Beginning of time period t = Specific date falling between T1 and T0 MV(T1) = Market Value at T1 MV(T0) = Market Value at T0 C(t) = Cash inflow, cash outflow on specific date W(t) = Weight of the net cash flow (i.e. either net inflow or net outflow) on day 't', calculated as [T1 - t] / T1</p>	NA	NA	NA

1. Interest expense + Principal repayments made during the period for Long term borrowings
2. Irrelevant to nature of business of the company, as the company falls under service sector.
3. Here, total debt consists of Long Term Borrowings alone.
4. Return received on Investment is immaterial as majority of investments are made in Subsidiaries and the rest are made in unquoted shares, from which we haven't received material return either in the form of dividend or appreciation in value.

NOTE 19

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 person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

NOTE 20 : ADDITIONAL DISCLOSURES UNDER SCHEDULE III DIVISION II

- a) No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- b) The Company has not been declared as a wilful defaulter by any bank or financial institution or government or any government authority
- c) As per the information available with the Company, the Company has no transactions with the companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956
- d) There has been no charges or satisfaction yet to be registered with ROC beyond the statutory period.
- e) Company has not traded or invested in Crypto currency or Virtual Currency during the financial year ended March 31, 2024.

21. Net Debt Reconciliation

As company has no debts, no such reconciliation has been provided

22. Other Notes

During the year, the company's financial assets is less than 50 per cent of its total assets (netted off by intangible assets) and Financial Income from financial assets is less than 50 per cent of the gross income. The company's Principal Business does not constitute NBFI business as defined in Press Release 1998-99/1269 dated April 8, 1999 issued by the Reserve Bank of India. Hence, the company need not hold certificate of registration of NBFC issued by Reserve Bank of India. The Board of Directors of company, in their meeting held on 04.01.2023 passed a resolution to discontinue NBFI business w.e.f 01.01.2023 and surrender the Certificate of Registration to Reserve Bank of India. The Company has filed the application for voluntary surrender of Certificate of Registration with the Reserve Bank of India on 06.01.2023. The Company proposed to undertake real estate activities post approval of voluntary surrender application of CoR for NBFI, by Reserve Bank of India.

RBI has approved the cancellation and issued cancellation of certificate of registration on 24th November 2023.

LUNKAR FINANCE PRIVATE LIMITED

No. 42, Third Floor, Kodambakkam High Road, Nungambakkam, Chennai - 600034.

Notes to Financial Statements

CIN : U65929TN1999PTC041812

Note 23 - Summary of Material Information

A Corporate Information

Lunkar Finance Private Limited is a private limited company domiciled and incorporated in India having its registered office at No. 42, Third Floor, Kodambakkam High Road, Nungambakkam, Chennai - 600034. The Company was earlier engaged in the business of Non Banking Financial Service. W.e.f. 01.01.2023, the Company is engaged in real estate activities.

B Material Accounting Policies

1 Statement of Compliance with Ind AS

The Financial Statements comprising Balance Sheet, Statement of Profit and Loss, Statement of Changes in Equity, Statement of Cash Flow together with notes for the year ended March 31, 2024, have been prepared in accordance with applicable Indian Accounting Standards (Ind AS) prescribed under section 133 of Companies Act, 2013 read with Companies (Indian Accounting Standard) Rules as amended from time to time.

2 Basis of Preparation

The Financial Statements comprising Balance Sheet, Statement of Profit and Loss, Statement of Changes in Equity, Statement of Cash Flow together with notes for the year ended March 31, 2024, have been prepared in accordance with applicable Indian Accounting Standards (Ind AS) prescribed under section 133 of Companies Act, 2013 read with Companies (Indian Accounting Standard) Rules as amended from time to time.

The Financial Statements have been prepared on the historical cost convention on accrual basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

As the operating cycle cannot be identified in normal course due to the special nature of industry, the same has been assumed to have duration of 12 months. Accordingly, all assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in Divion II of Schedule III to the Companies Act, 2013.

An asset is classified as current if:

- it is expected to be realised or sold or consumed in the Company's normal operating cycle;
- it is held primarily for the purpose of trading;
- it is expected to be realised within twelve months after the reporting period; or
- it is cash or cash equivalent unless it is 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 classified as current if:

- it is expected to be settled in normal operating cycle;
- it is held primarily for the purpose of trading;
- it is expected to be settled within twelve months after the reporting period;
- it has no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

3 Functional and Presentation Currency

Items included in financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"). Indian rupee is the functional currency of the Company.

The Financial Statements are presented in Indian Rupees which is company's presentation currency. All financial information presented in Indian Rupees has been rounded to two decimals except where otherwise indicated.

4 Financial instruments

Financial assets at amortized cost

Financial assets are subsequently measured at amortized cost using the effective interest method if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income on initial recognition.

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Impairment of financial assets

The Company assesses at each balance sheet date whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognizes lifetime expected losses for trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to 12 month expected credit losses or at an amount equal to lifetime expected losses, if the credit risk on the financial asset has increased significantly since initial recognition.

Financial liabilities

Financial liabilities are measured at amortized cost using the effective interest method.

5 Use of Estimates

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, the disclosures of contingent assets and contingent liabilities at the date of financial statements, income and expenses during the period. Contingencies are recorded, when it is probable that a liability will be incurred and the amount can be reasonably estimated. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in future periods which are affected.

6 Provisions, Contingent assets & Contingent liabilities

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

Contingent assets are disclosed in the Financial Statements by way of notes to accounts when an inflow of economic benefits is probable.

Contingent liabilities are disclosed in the Financial Statements by way of notes to accounts, unless possibility of an outflow of resources embodying economic benefit is remote.

7 Revenue Recognition

The Company is in the business financial intermediation other than those conducted by monetary institutions. Revenue from the said business is recognized on accrual basis.

8 Income taxes

Income tax expense represents the sum of the tax currently payable and deferred tax. Current and deferred tax are recognised in Profit or 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.

Current 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 Company's current tax is calculated using tax rates and laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which, those deductible temporary differences can be utilized.

Deferred tax asset is recognised for the carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and adjusted to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

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

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities

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9 Earnings per share

Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

10 Cash Flow Statement

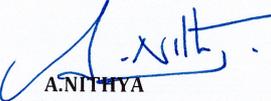
Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows.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

For KRSG Associates
Chartered Accountants
Firm Regn. No: 007506S

For and on behalf of the Board For and on behalf of the Board

CA Sujatha T S
Partner
Membership No. 233150

P MURALIDASAN
DIRECTOR
DIN 02186774


A.NITHYA
DIRECTOR
DIN: 00125357

Place: Chennai
Date:29-05-2024