



Swarnkar & Co

Chartered Accountants

**Independent Auditor's Report
Prepared for Consolidation Purposes**

From: Swarnkar & Co.

Subject: Component Audit of Gravita Mozambique Lda for the year ended 31st March, 2023

To: R Sogani & Associates, Jaipur, India

We have audited, for the purpose of your audit of the consolidated financial statements of **Gravita Global PTE Limited**, the accompanying Balance Sheet of **Gravita Mozambique Lda** as at 31st March 2023, and Profit & Loss A/c and other reconciliations and information (all collectively referred to as the Fit For Consolidation (FFC) Accounts)

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and presentation of the FFC Accounts in accordance with accounting policies generally accepted in India. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the FFC Accounts that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances. The FFC Accounts has been prepared solely to enable Gravita India Limited to prepare its consolidated financial statements.

Auditor's Responsibility

Our responsibility is to express an opinion on the FFC Accounts based on our audit. we conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards on Auditing require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the FFC Accounts are free from material misstatement.



Swarnkar & Co

Chartered Accountants

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the FFC Accounts. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the FFC Accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the FFC Accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, made by management, as well as evaluating the overall presentation of the FFC Accounts.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the accompanying FFC Accounts for **Gravita Mozambique Lda** as of **31st March, 2023** and for the year then ended has been prepared, in all material respects, in accordance with accounting principles generally accepted in India.

Restriction on Use and Distribution

These FFC Accounts have been prepared for purposes of providing information to **Gravita Globle Pte Ltd.** to enable it to prepare the consolidated financial statements of the Group. As a result, these FFC Accounts are not a complete set of financial statements of Gravita Global Pte Ltd. in accordance with the accounting principles generally accepted in India and is not intended to give a true and fair view of the financial position of **Gravita Mozambique Lda** as of *31st March 2023*, and of its financial performance, in accordance with the accounting principles generally accepted in India. The financial information may, therefore, not be suitable for another purpose.

For Swarnkar & Co.

Chartered Accountants

Firm Reg. No.:- 025928C



Deepak Kumar Swarnkar

(Proprietor)

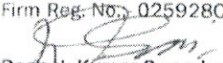
M. No:-424940

UDIN: 23424940BGTPHW2860

Date: 27-04-2023


Gravita Mozambique LDA
Balance sheet As at Mar 31, 2023
(All amounts in Rs. Lacs, unless otherwise stated)

Particulars	Note	As at	
		Mar 31, 2023	Mar 31, 2022
I. ASSETS			
Non - current assets			
Property, Plant and Equipment	2	771.06	518.44
Capital work-in-progress	3	131.98	65.96
Right of Use Assets		13.17	12.15
Financial Assets			
Loans	4	945.53	875.64
(iii) Others	8	7.74	27.17
Other non current assets	9	33.59	-
		1,903.07	1,499.37
Current assets			
Inventories	5	1,123.23	2,389.80
Financial Assets			
Trade receivables	6	4,065.57	1,921.03
Cash and cash equivalents	7	97.53	222.72
Others	8	41.07	16.64
Other current assets	9 (b)	149.66	51.87
		5,477.07	4,719.78
Total Assets		7,380.14	6,219.15
II. EQUITY AND LIABILITIES			
Equity			
Equity share capital	10	260.67	260.67
Other equity	11	4,844.25	3,705.35
Equity attributable to owners of the Company		5,104.92	3,966.02
Liabilities			
Non - current liabilities			
Financial Liabilities			
Lease liabilities		41.25	38.07
Provisions	12	6.56	-
		47.82	38.07
Current liabilities			
Financial Liabilities			
Borrowings	13	1,406.50	1,172.94
Trade payables	14	384.96	194.74
Other financial liabilities	15	56.50	825.07
Other current liabilities	16	220.51	(1.31)
Current tax Liabilities (net)	17	158.91	23.60
		2,227.38	2,215.06
		2,275.20	2,253.13
Total Equity and Liabilities		7,380.14	6,219.14

For Swarnkar & Co
Chartered Accountants
Firm Reg. No.: 025928C

Deepak Kumar Swarnkar
Proprietor
M.No. 424940
Date: 27-04-2023
Place: Jaipur



For and on behalf of the Board of Directors


Rajat Sharma
(Director)

Gravita Mozambique LDA
Statement of profit and loss For the period ended Mar 31, 2023
(All amounts in Rs. Lacs, unless otherwise stated)

Particulars	Note	For the period ended Mar 31, 2023	For the year ended Mar 31, 2022
I Revenue from operations	18	11,934.41	7,487.34
II Other income	19	65.04	72.24
III Total income (I + II)		11,999.45	7,559.57
IV Expenses:			
(a) Cost of materials consumed	20	6,537.00	5,826.26
(b) Purchases of Stock-in-trade	21	1,585.98	952.71
(c) Changes in inventories of finished goods, Stock-in-trade and work-in-progress	22	1,001.76	(1,049.86)
(d) Employee benefits expense	23	391.29	373.22
(e) Finance costs	24	86.33	110.39
(f) Depreciation and amortisation expense	2	156.61	109.24
(g) Other expenses	26	1,104.88	1,078.92
Total expenses (IV)		10,863.85	7,400.87
V Profit before tax (III - IV + V)		1,135.60	158.71
VI Tax expense:			
(a) Current tax	27	255.29	19.97
Excess provision for tax relating to earlier years written back			
		255.29	19.97
VII Profit for the year (VI - VII)		880.32	138.75
VIII Other comprehensive income (OCI)			
(a) Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit liabilities	33 (c)		
Income tax relating to items that will not be reclassified to profit or loss			
(a) Items that may be reclassified to profit or loss			
Exchange differences in translating the financial statements of foreign operations	33 (c)	258.59	499.55
Income tax relating to items that may be reclassified to profit or loss			
Other comprehensive income		258.59	499.55
IX Total comprehensive income for the year (VIII + IX)		1,138.91	638.30

For Swarnkar & Co
Chartered Accountants
Firm Reg. No.: 025928C
Deepak Kumar Swarnkar
Proprietor
M.No. 424940
Date: 27-04-2023
Place: Jaipur



For and on behalf of the Board of Directors

Rajat Sharma
Rajat Sharma
(Director)

Gravita Mozambique LDA

Notes forming part of the financial statements

(All amounts in Rs. Lacs, unless otherwise stated)

Note 2 - Property, Plant and Equipment
As at Mar 31, 2022 and March 31, 2023

Particulars	Buildings	Plant and equipments	Office Equipment	Computer and accessories	Furniture and fixtures	Vehicles	Total
Cost							
As at April 1, 2021	1.03	168.15	4.10	2.04	3.15	54.53	233.00
Additions during the year	0.25	428.36	6.46	-	0.40	18.52	453.99
Disposals/ Adjustments	-	-	-	-	-	-	-
Translation difference	0.12	46.80	0.46	0.23	0.35	6.11	54.07
As at March 31, 2022	1.39	643.31	11.02	2.27	3.90	79.16	741.06
Additions during the year	4.75	234.69	1.63	1.69	1.74	117.03	361.53
Disposals/ Adjustments	-	(13.94)	(0.25)	-	-	-	(14.19)
Translation difference	1.68	55.47	0.96	0.23	0.37	9.35	68.05
Transfer	62.59	(62.59)	-	-	-	-	-
Text to enter-2	-	-	-	-	-	-	-
Text to enter-3	-	-	-	-	-	-	-
As at Mar 31, 2023	70.42	856.94	13.36	4.19	6.01	205.54	1,156.46
Depreciation							
As at April 1, 2021	0.57	124.33	1.90	1.60	1.12	37.90	167.39
Charge for the year	0.06	24.23	1.28	0.26	0.35	10.34	36.51
Deletions	-	-	-	-	-	-	-
Translation difference	0.06	13.89	0.19	0.20	0.12	4.24	18.70
As at March 31, 2022	0.69	162.45	3.37	2.05	1.59	52.47	222.62
Charge for the year	3.36	136.39	2.68	0.33	0.42	13.61	156.79
Deletions	-	(13.67)	(0.16)	-	-	-	(13.82)
Translation difference	0.14	14.30	0.34	0.18	0.14	4.71	19.81
As at Mar 31, 2023	4.19	299.47	6.23	2.56	2.15	70.80	385.40
Net block							
As at Mar 31, 2023	66.23	557.47	7.13	1.62	3.86	134.74	771.06
As at March 31, 2022	0.70	480.90	7.67	0.22	2.31	26.76	518.44



Gravita Mozambique LDA
Notes forming part of the financial statements
(All amounts in Rs. Lacs, unless otherwise stated)

Note 3 - Capital work-in-progress

Particulars	As at Mar 31, 2023	As at March 31, 2022
Opening balance of CWIP	65.96	379.63
Add: additions made during the year	114.85	113.10
Less: Capitalised during the year	(69.85)	(455.22)
Add/(Less): Translation difference	21.02	28.44
Closing balance as on reporting date	131.98	65.96
Capital work-in-progress	131.98	65.96
Total	131.98	65.96

Note 4 - Loans

Particulars	As at Mar 31, 2023	As at March 31, 2022
Non current, Unsecured, considered good		
Loan to related parties* (refer note 48)	-	875.64
Less : Allowance for bad and doubtful loans	945.53	-
Total	945.53	875.64

Note 5 - Inventories

Particulars	As at Mar 31, 2023	As at March 31, 2022
(a) Raw materials and bought out components	178.22	757.02
(b) Goods-in-transit	53.14	49.99
(c) Work-in-progress	174.23	385.96
(d) Finished goods (other than those acquired for trading)	21.58	7.32
Goods-in-transit	193.54	911.58
(e) Stock-in-trade (in respect of goods acquired for trading)	9.78	96.01
(f) Stores and spares	387.24	136.03
(g) Consumables	105.52	45.88
	1,123.23	2,389.80
Total	1,123.23	2,389.80

Note 6 - Trade receivables

Particulars	As at Mar 31, 2023	As at March 31, 2022
Secured (Considered good)	-	-
Unsecured, considered good	4,065.57	1,921.03
Total	4,065.57	1,921.03
Current	4,065.57	1,921.03
Non-current	-	-



Gravita Mozambique LDA

Notes forming part of the financial statements

(All amounts in Rs. Lacs, unless otherwise stated)

Note 7 - Cash and cash equivalents

Particulars	As at Mar 31, 2023	As at March 31, 2022
Balances with banks		
-on current accounts	86.78	93.06
Cash on hand	10.76	3.08
Cheques on hand	-	126.58
Total	97.53	222.72

Note 8 - Financial assets - Others

Particulars	As at Mar 31, 2023	As at March 31, 2022
(a) Non Current		
Security Deposits	7.74	27.17
Total (a)	7.74	27.17
Current		
Other Contractual receivables from related parties	20.21	-
Total	41.07	16.64

Note 9 - Other assets

Particulars	As at Mar 31, 2023	As at March 31, 2022
Unsecured, considered good		
(a) Non Current		
Capital advances	33.59	-
	33.59	-
(b) Current		
Advances to vendors	147.01	48.96
Prepaid expenses	2.65	2.91
Total	149.66	51.87

Note 10 - Equity share capital

Particulars	As at Mar 31, 2023	As at March 31, 2022
Authorised		
19,905,000 Equity Shares(Previous year 7905000 shares) of 1 MZN Each fully	199.05 MZN	79.05 MZN
Total	199.05 MZN	79.05 MZN
Issued, subscribed and fully paid up		
7905000 Equity Shares of 1 MZN Each fully paid up	260.67	260.67
Total	260.67	260.67

Note 12 - Provisions

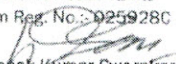
Particulars	As at Mar 31, 2023	As at March 31, 2022
Long - term		
Provision for compensated absences	6.56	-
Total	6.56	-



Gravita Mozambique LDA
Statement of changes in equity for the period ended Mar 31, 2023
(All amounts in Rs. Lacs, unless otherwise stated)

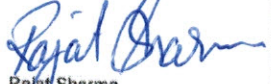
Note 11 :- Other equity

Particulars	Other equity				Total
	Reserves and surplus		Items of OCI	Attributable to owners of the parent	
	Surplus In Statement of Profit and Loss	Legal Reserve	Foreign currency translation reserve		
Balance as at April 1, 2021	4,628.82	62.82	(90.47)	4,601.18	4,601.18
Profit for the year	138.75	-	-	138.75	138.75
Other comprehensive income for the year, net of income tax	-	-	499.55	499.55	499.55
Total comprehensive income for the year	138.75	-	499.55	638.30	638.30
12 Interim dividend on equity shares	(1,533.98)	-	-	(1,533.98)	(1,533.98)
3 Others	(0.15)	-	-	(0.15)	(0.15)
Balance as at March 31, 2022	3,233.44	62.82	409.09	3,705.35	3,705.35
Profit for the year	880.31	-	-	880.31	880.31
Other comprehensive income for the year, net of income tax	-	-	258.59	258.59	258.59
Total comprehensive income for the year	880.31	-	258.59	1,138.90	1,138.90
Balance as at Mar 31, 2023	4,113.75	62.82	667.67	4,844.25	4,844.25

For Swarnkar & Co
Chartered Accountants
Firm Reg. No.: 025928C

Deepak Kumar Swarnkar
Proprietor
M.No. 424940
Date: 27-04-2023
Place: Jaipur



For and on behalf of the Board of Directors


Rajat Sharma
(Director)

Date: 27-04-2023

Gravita Mozambique LDA

Notes forming part of the financial statements

(All amounts in Rs. Lacs, unless otherwise stated)

Note 13 - Current financial liabilities - Borrowings (at amortised cost)

Particulars	As at Mar 31, 2023	As at March 31, 2022
Secured		
Loans repayable on demand		
From banks		
Cash credit / overdraft	1,406.50	1,172.94
Total	1,406.50	1,172.94

Note 14 - Trade payables

Particulars	As at Mar 31, 2023	As at March 31, 2022
Outstanding dues to parties other than Micro and Small enterprises	384.96	194.74
Sundry creditors	17.48	20.35
Sundry creditors Related Party	343.78	40.36
Expenses payable	21.32	118.95
Employee & Workers related payables (including flexi, Bonus, LTA etc.)	2.39	-
Total	384.96	194.74

Note 15 - Other financial liabilities

Particulars	As at Mar 31, 2023	As at March 31, 2022
Current		
Provision for Dividend	-	758.05
Other Contractual payable to related parties-current	24.59	48.40
- Payable for purchase of fixed assets	0.23	0.19
Expenses- Employee & Workers payable	31.68	18.44
	56.50	825.07

Note 16 - Other Liabilities

Particulars	As at March 31, 2021	As at March 31, 2022
Current		
Advance received from customers	220.51	-
Statutory remittances	-	(1.31)
	220.51	(1.31)

Note 17 - Tax Liabilities (Net)

Particulars	As at Mar 31, 2023	As at March 31, 2022
Provision for taxation	159.21	23.60
Total	159.21	23.60

Note 18 - Revenue from operations

Particulars	For the period ended Mar 31, 2023	For the year ended March 31, 2022
Sale of products (including excise duty)		
Manufactured goods	11,934.41	7,487.34
Revenue from operations	11,934.41	7,487.34



Gravita Mozambique LDA
Notes forming part of the financial statements
(All amounts in Rs. Lacs, unless otherwise stated)


Note 26 - Other expenses

Particulars	For the period ended Mar 31, 2023	For the year ended March 31, 2022
Power and fuel	65.74	56.24
Rates and taxes	6.53	2.11
Legal and professional	37.51	7.77
Repairs and maintenance		
-Plant & machinery	126.64	93.76
-Buildings	4.68	8.61
-Others	24.53	15.83
Freight and forwarding	444.83	354.67
Travelling and conveyance	81.22	70.59
Insurance	3.59	1.86
Rent	117.83	10.39
Advertising and sales promotion	18.41	4.11
Communication	4.41	4.09
Training and recruitment	0.89	1.17
Printing and stationery	4.90	2.00
Donations and contributions	0.02	0.08
Payment to auditors	6.04	5.39
Written off/provision for doubtful trade receivables, loans and advances	(0.01)	7.86
Net loss on foreign currency transactions and translation	52.85	380.62
Loss on property plant and equipment discarded/scrap/written off	0.21	-
Bank charges	24.51	22.89
Vehicle hire expenses	0.09	3.61
Vehicle running expenses	14.28	6.29
Miscellaneous expenses	44.28	18.98
Consumption of stores and spare parts	20.89	-
Total	1,104.88	1,078.92

Note 27 - Tax expense


Particulars	For the period ended Mar 31, 2023	For the year ended March 31, 2022
Current Tax		
Current tax expense	255.29	19.97
Total	255.29	19.97

For Swarnkar & Co
Chartered Accountants
Firm Reg. No.:- 025928C


Deepak Kumar Swarnkar
Proprietor
M.No. 424940
Date: 27-04-2023
Place: Jaipur



For and on behalf of the Board of Directors


Rajat Sharma
(Director)