



INDEPENDENT AUDITOR'S REPORT

To the Members of Lumax Ituran Telematics Private Limited

Report on the Standalone Ind AS Financial Statements

1. Opinion

We have audited the accompanying Standalone Ind AS financial statements of **Lumax Ituran Telematics Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2022 and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS financial statements give the information required by 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 31st March, 2022, and its Loss, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

2. Basis for Opinion

We conducted our audit in accordance with standards on auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in 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 Institute of Chartered Accountants of India together with ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3. Key Audit Matters

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





4. Other Information

The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Board's Report but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

5. Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS financial statements that gives a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Ind AS financial statements that gives a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are also responsible for overseeing the company's financial reporting process.





6. Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the Standalone Ind AS 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 Ind AS 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 miss-statement of the standalone financial statements, whether due to fraud or error, design and perform audit procedure 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 one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation or the override of internal controls.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedure that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management use of the going concern basis of accounting and based on the audit evidence obtain whether a material uncertainty exist related to events or condition that may cause significant doubt of the company's ability to continue as 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 standalone financial statements or if such disclosure 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 standalone financial statements including the disclosures and whether the standalone financial statements represent the underline 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 findings that we identify during our audit.

We also provide those charged with the governance with a statement that we are compiled 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 independent and where applicable related safeguards.





7. Report on Other Legal and Regulatory Requirements

I. 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 and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the Order.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The Balance Sheet, Statement of Profit and Loss (including other comprehensive income), Statement of Cash Flows and the statement of change in equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the aforesaid Ind AS financial statements.
- d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
- f) Since turnover of the company as per latest audited financial statement is less than Rs. Fifty Crores and the aggregate borrowings from Banks or Financial institutions or anybody corporate is less than Rs. Twenty-Five Crores during the year under report, reporting on the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls is not required vide notification dated 13th June 2017 issued by Ministry of Corporate affairs, Government of India.

B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 and as per provision of section 197(16) of the Companies Act, 2013, 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 in its Ind AS 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;
- iv. According to the information and explanations given by the management, we report that there was no managerial remuneration paid during the year under report; and
- v.
 - a) According to the representation given by the management, to the best of its knowledge & belief other than those disclosed in the notes to accounts, no funds have been advanced or loaned or invested by the company to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding that the intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of ultimate beneficiaries;
 - b) According to the representation given by the management, to the best of its knowledge & belief other than those disclosed in the notes to accounts, no funds have been received by the company from any person(s) or entities, including foreign entities ("Funding parties"), with the understanding that company shall whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of Funding Parties (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of ultimate beneficiaries; and
 - c) Based on the audit procedures that were considered reasonable & appropriate in the circumstances, we report that nothing has come to our notice that has caused us to believe that the above representations given by the management contains any material mis-statement; and
- vi. There were no dividends declared or paid during the year.

For R JAIN & SANJAY ASSOCIATES,
FIRM REGISTRATION NO.012377N
CHARTERED ACCOUNTANTS



UDIN No: 22506932AIRLZQ1671

Place: Gurugram

Dated: 09.05.2022



ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

Annexure A referred to in paragraph 7(I) under 'Report on other legal and regulatory requirements' of our report of even date to the members of the company on the Ind AS financial statements for the year ended 31st March, 2022

RE: Lumax Ituran Telematics Private Limited ("the Company"),

- (i) (a) i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
- ii) The Company has maintained proper records showing full particulars of intangible assets.
- (b) Property, Plant & Equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) The company did not own any immovable property and therefore provisions of clause 3 (i) (c) of the Companies (Auditor's Report) Order, 2020 with regard to title deeds of immovable properties in favour of the company are not applicable to the Company.
- (d) The company has not revalued its property, plant and equipment or intangible assets or both during the year.
- (e) According to information and explanations given by the management, no proceedings have been initiated or are pending against the company for holding any "Benami transaction (prohibition) Act, 1988 and rules made thereunder.
- (ii) (a) The Management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on physical verification.
- (b) According to information and explanations given by the management, during any point of time of the year, the Company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, from banks or financial institutions on the basis of security of current assets.
- (iii) According to the information and explanations give to us, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of The Companies Act, 2013. Accordingly, the provisions of clauses 3 (iii) (a), (b), (c), (d), (e) and (f) of the Order are not applicable to the Company.





- (iv) As informed, the company has neither given any loans, guarantees and security nor has made any investments and therefore provisions of sections 185 and 186 of the Companies Act, 2013 are not applicable.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Govt. has not prescribed the maintenance of cost records U/s 148(1) of The Companies Act, 2013 for any of the products dealt by the company.
- (vii) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, GST, cess and others material statutory dues applicable to it. There are no undisputed amounts payable in respect of aforesaid dues outstanding as at 31st March, 2022 for a period of more than six months from the date they became payable.
- (b) According to the records of the Company, the dues outstanding of income-tax, GST and cess on account of any dispute, are Nil.
- (viii) The Company has no transactions which are not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (ix) (a) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of dues to a financial institution or bank or Govt. or any debenture holders during the year.
- (b) According to the information & explanations given to us and audit procedures performed by us, the company is not declared wilful defaulter by any bank or financial institution or other lender.
- (c) According to the information & explanations given to us and audit procedures performed by us, term loans were applied for the purpose for which the loans were obtained.
- (d) According to the information & explanations given to us and audit procedures performed by us, no funds raised on short term basis have been utilized for long term purposes.
- (e) According to the information & explanations given to us and audit procedures performed by us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) According to the information & explanations given to us and audit procedures performed by us, the Company doesn't have any subsidiaries, joint ventures or associate companies.





- (x) (a) The company has not raised any moneys by way of initial public offer or further public offer (including debts instruments) and term loans.
- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. However, the company has made allotment of 20,00,000 Equity Shares of Rs. 10/- each on right basis to the existing shareholders of the company. The Company has complied the requirements of Section 62 of the Companies Act, 2013.
- (xi) (a) Based upon the audit procedures performed for the purpose of reporting a true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud by the company or material fraud on the company by its officers or employees has been noticed or reported during the year.
- (b) We (Auditor's) did not give any report under sub-section (12) of section 143 of the Companies act has been filed in the Form ADT-4 prescribed under Rule 13 of companies (Audit and Auditors) Rules 2014 with the central Government.
- (c) We (Auditor's) of the company had not received any whistle-blower complaints.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, the provision of clauses 3 (xii) (a), (b) and (c) of the order are not applicable to the company.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance Sheet, the size and nature of company business is not commensurate with internal audit system, accordingly clause 3 (xiv) (b) of the order is not applicable to the company.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connect with them as referred to in section 192 of the Companies Act, 2013.
- (xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company. Accordingly, the provision of clauses 3 (xvi) (b), (c) and (d) of the order are not applicable to the company.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance Sheet, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- (xviii) In our opinion and according to the information and explanations given to us, there has been no resignation of the statutory auditors during the year.





- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, the auditor is of the opinion that no material uncertainty exists as on the date of the audit report that company is 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.
- (xx) According to the information and explanations given to us and on an overall examination of the balance Sheet, section 135 of companies Act 2013 is not applicable on company.
- (xxi) No other Companies Financial statements have been consolidated in these financial statements. Accordingly, the provision of clause 3 (xxi) of the order are not applicable to the company.

For R JAIN & SANJAY ASSOCIATES,
FIRM REGISTRATION NO.012377N
CHARTERED ACCOUNTANTS



Place: Gurugram
Dated: 09.05.2022

Lumax Ituran Telematics Private Limited
Standalone Balance Sheet as at March 31, 2022

All amounts are presented in INR Lakhs, unless otherwise stated

	Notes	As at March 31, 2022	As at March 31, 2021
ASSETS			
I. Non-current assets			
Property, plant and equipment	3 (a)	49.81	12.92
Capital work in progress	3 (b)	-	9.30
Intangible assets	4	230.15	-
Income tax assets (net)	5	1.32	0.12
Deferred tax assets (net)	16	-	0.51
Other non-current assets	7	3.92	-
Total non current assets	(A)	285.20	22.85
II. Current assets			
Inventories	8	17.64	16.00
Financial assets			
- Trade receivables	9	64.21	8.40
- Cash and cash equivalents	10	267.75	39.80
- Other bank balances	11	150.00	-
- Other financial assets	6	3.74	-
Other current assets	7	71.79	11.30
Total current assets	(B)	575.13	75.50
Total Assets	(A+B)	860.33	98.35
EQUITY AND LIABILITIES			
I. Equity			
Equity share capital	12	459.20	259.20
Other equity	13	(319.61)	(206.92)
Total equity	(A)	139.59	52.28
Liabilities			
II. Non-current liabilities			
Financial liabilities			
- Borrowings	14	503.30	2.21
Total Non Current Liabilities	(B)	503.30	2.21
Financial liabilities			
- Borrowings	14	58.13	4.13
- Trade payables	18	-	-
- total outstanding dues of micro and small enterprises		-	-
- total outstanding dues of creditors other than micro and small enterprises		69.53	28.23
- Other financial liabilities	19	67.38	8.84
Employee benefit Liabilities	15	2.62	-
Other current liabilities	17	19.78	2.66
Total Current Liabilities	(C)	217.44	43.86
Total Liabilities	(B+C)	720.74	46.07
Total Equity and Liabilities	(A+B+C)	860.33	98.35

The accompanying notes form an integral part of these standalone financial statements

As per our report of even date
R Jain & Sanjay Associates
Chartered Accountants
ICAI Firm Registration No. : 012377N

CA Kanchan Jain
Partner
Membership No. 506932
Place : Gurugram
Date : May 09, 2022



For and on behalf of the Board of Directors of
Lumax Ituran Telematics Private Limited

Deepak Jain
Chairman
DIN: 00004972

Anmol Jain
Director
DIN: 00004993

Lumax Ituran Telematics Private Limited
Standalone Statement of Profit and loss for the year ended March 31, 2022

All amounts are presented in INR Lakhs, unless otherwise stated

	Notes	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Continuing Operations			
I	Revenue from contracts with customers	179.34	113.76
II	Other income	3.33	0.70
III	Total income	182.67	114.46
Expenses			
	Cost of raw material and components consumed	156.88	96.68
	Employee benefits expense	86.69	60.09
	Finance costs	4.18	0.73
	Depreciation and amortisation expense	22.24	4.30
	Other expenses	24.86	20.88
IV	Total expenses	294.85	182.68
V	Profit before exceptional items and tax (III-IV)	(112.18)	(68.22)
VI	Exceptional Item	-	-
VII	Profit before tax (V-VI)	(112.18)	(68.22)
	Tax expense:		
	Deferred tax	0.51	(0.58)
VIII	Total tax expense	0.51	(0.58)
IX	Profit for the year (VII-VIII)	(112.69)	(67.64)
Other comprehensive income			
Other comprehensive income not to be reclassified to statement of profit or loss in subsequent year			
	Re-measurement gains/ (losses) on defined benefit plans	-	-
	Income tax effect	-	-
	(Loss)/Gain on FVTOCI equity securities	-	-
	Income tax effect	-	-
X	Other comprehensive income/(loss) for the year, net of tax	-	-
XI	Total comprehensive income for the year (Comprising net profit for the year and other comprehensive income/(loss)) (IX+X)	(112.69)	(67.64)
XII	Earnings per share (per share of face value Rs 10 each) :		
	1) Basic	(2.75)	(3.21)
	2) Diluted	(2.75)	(3.21)

The accompanying notes form an integral part of these standalone financial statements

As per our report of even date
R Jain & Sanjay Associates
Chartered Accountants
ICAI Firm Registration No.: 012377N

CA Kanchan Jain
Partner
Membership No. 506992
Place : Gurugram
Date : May 09, 2022



For and on behalf of the Board of Directors of
Lumax Ituran Telematics Private Limited

Deepak Jain
Chairman
DIN: 00004972

Anmol Jain
Director
DIN: 00004993

	Year Ended March 31, 2022	Year Ended March 31, 2021
Cash Flow from Operating Activities		
Profit before tax from continuing operations	(112.18)	(68.22)
Non-cash adjustments:		
Adjustment to reconcile profit before tax to net cash flows		
Depreciation of property, plant and equipment	6.25	4.30
Amortisation of intangible assets	15.99	-
Interest income	(1.24)	(0.60)
Interest expenses	4.18	0.73
Operating profit before working capital changes	(87.00)	(63.79)
Movements in working capital :		
(Increase)/Decrease in trade receivables	(55.81)	(8.09)
(Increase) in financial assets	(3.58)	-
(Increase) in other assets	(60.49)	(4.45)
(Increase)/Decrease in inventories	(1.64)	0.05
Increase in trade payable and other payable	41.30	6.51
Increase in current liabilities, provisions and financial liability	18.12	7.23
Cash generated from operations	(149.10)	(62.54)
Direct taxes paid	(1.20)	0.12
Net cash generated from operating activities (A)	(150.30)	(62.42)
Cash flows from investing activities		
Purchase of fixed assets (including capital work in progress and capital advances)	(223.71)	(13.94)
Investment in bank deposits	(150.00)	-
Interest received	1.08	0.60
Net cash (used in) / generated from investing activities (B)	(372.63)	(13.34)
Cash flows from financing activities		
Proceeds from/(Repayment of) long term borrowings (net)	555.09	(3.77)
Interest paid	(4.21)	(0.75)
Issue of share capital	200.00	73.20
Net cash (used in) financing activities (C)	750.88	68.68
Net increase / (decrease) in cash and cash equivalents (A + B + C)	227.95	(7.07)
Cash and cash equivalents at the beginning of the year	39.80	46.87
Cash and cash equivalents at the end of the year	267.75	39.80
Components of cash and cash equivalents		
Cash on hand	-	0.01
Balance with banks		
- On current accounts	137.75	39.79
- Deposits with original maturity of less than three months	130.00	-
Total cash and cash equivalents (refer note 10)	267.75	39.80

The accompanying notes form an integral part of these standalone financial statements

As per our report of even date
R Jain & Sanjay Associates
Chartered Accountants
ICAI Firm Registration No.: 012377N

CA Kanchan Jain
Partner
Membership No. 506932
Place : Gurugram
Date : May 09, 2022



For and on behalf of the Board of Directors of
Lumax Ituran Telematics Private Limited

Deepak Jain
Chairman
DIN: 00004972

Anmol Jain
Director
DIN: 00004993

Lumax Ituran Telematics Private Limited

Standalone Statement of Changes in equity for the year ended March 31, 2022

All amounts are presented in INR Lakhs, unless otherwise stated

	Share Capital (1)	Other Equity			Total Reserves and Surplus (2)	Minority Interests	Total Equity (1+2)
		Retained Earnings	General Reserve	FVTOCI Reserve			
As at April 01, 2020	136.38	(139.30)	-	-	(139.30)	-	(2.92)
Add: Profit for the year	-	(67.64)	-	-	(67.64)	-	(67.64)
Add: Issue during the year	122.82	-	-	-	-	-	122.82
As at March 31, 2021	259.20	(206.92)	-	-	(206.92)	-	52.28
Add: Profit for the year	-	(112.69)	-	-	(112.69)	-	(112.69)
Add: Other comprehensive (loss)	-	-	-	-	-	-	-
Add: Issue during the year	200.00	-	-	-	-	-	200.00
As at March 31, 2022	459.20	(319.61)	-	-	(319.61)	-	139.59

The accompanying notes form an integral part of these standalone financial statements

As per our report of even date
R Jain & Sanjay Associates
 Chartered Accountants
 ICAI Firm Registration No.: 012377N

For and on behalf of the Board of Directors of
Lumax Ituran Telematics Private Limited


 CA Kanchan Jain
 Partner
 Membership No. 506932
 Place : Gurugram
 Date : May 09, 2022




 Deepak Jain
 Chairman
 DIN: 00004972


 Anmol Jain
 Director
 DIN: 00004993

1. Corporate information

The company was incorporated on 14th August, 2017 with the object to design, develop, import & export, assemble, market, sale, distribute & maintain hardware, software, websites, content management systems, web based information system, network management and other related programs to be used in Telematics/ Connected Vehicles, Fleet management, Fleet management systems interface (FMS), Real time locating system (RTLS), Banking, Insurance for automotive & automobile industry and other related fields. The registered office of the company is situated at 2nd Floor, Harbans Bhawan-II Commercial Complex, Nangal Raya, New Delhi 110046.

2 Significant accounting policies

This note provides a list of the significant 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 except where newly issued accounting standard is initially adopted.

2.1 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 from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the financial Statements.

The financial statements have been prepared on a historical cost basis, except for the financial assets and liabilities which have been measured at fair value or revalued amount.

The Financial Statements are presented in Indian Rupees (Rs.) and all values are rounded to the nearest lakhs, except wherever otherwise stated.

2.2 Summary of significant accounting policies

a. Current versus non-current classification

The Company presents assets and liabilities in the balance sheet are based on current/ non-current classification.

Assets

An asset is treated as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle
- b) Held primarily for the purpose of trading
- c) Expected to be realised within twelve months after the reporting period, or
- d) 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.



Liabilities

A liability is current when:

- (a) It is expected to be settled in normal operating cycle
- (b) It is held primarily for the purpose of trading
- (c) It is due to be settled within twelve months after the reporting period, or
- (d) There is 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.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

Operating cycle

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.

b. Property, plant and equipment

Property, plant and equipment and capital work in progress are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

Such cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct services, any other costs directly attributable to bringing the assets to its working condition for their intended use and cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met.

An item of property, plant and equipment and any significant part initially recognised is de-recognised upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss within other income.

Subsequent costs

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item of property, plant and equipment, if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably with the carrying amount of the replaced part getting derecognised. The cost for day-to-day servicing of property, plant and equipment are recognised in statement of profit and loss as and when incurred.



Capital work in progress

Capital work in progress comprises the cost of tangible assets that are not ready for their intended use at the reporting date.

Depreciation

Depreciation is calculated on a straight-line basis over the estimated useful lives as estimated by the management which is in line with Schedule II to the Companies Act, 2013. The Company has used the following useful lives to provide depreciation on its property, plant and equipment which is in line with schedule II:

Assets	Useful Lives estimated by the management (in years)
Lease Hold Improvement	6
Tracking Devices (GPS)	2 - 3
Electric Installation	10
Moulds & Dies	9
Furniture & Fixtures	10
Office Equipments	5
Vehicles	5
Computers	3

c. Intangible assets and Intangible assets under development

Recognition and measurement

Intangible assets that are acquired by the Company are measured initially at cost. Intangible assets with finite useful lives are measured at cost less accumulated amortisation.

Amortisation and useful lives

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Intangible Assets	Estimated Useful Life (Years)
Computer Software	Over the estimated economic useful live i.e., 4 years



Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

d. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

e. Foreign currencies

Functional and presentational currency

The Company's financial statements are presented in Indian Rupees (INR) which is also the Company's functional currency.

Transactions and balances

Transactions in foreign currencies are initially recorded by the Company at the functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Differences arising on settlement or translation of monetary items are recognised in statement of profit and loss.

Non-monetary assets and liabilities denominated in foreign currencies are not retranslated.

f. Revenue from contract with customer

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements, because it typically controls the goods before transferring them to customer.

However, Goods and services tax (GST) is not received by the Company on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue.

(a) Sale of Goods

Revenue from sale of goods is recognized at the point in time when control of the inventory is transferred to the customer, generally on delivery of the equipment. The normal credit term is 30 to 90 days upon delivery.



(b) Service Income

Revenues from services are recognized pro-rata over the period of the contract as and when services are rendered. The Company collects Goods & Service Tax ("GST") on behalf of the government and, therefore, it is not an economic benefit flowing to the Company. Hence, it is excluded from revenue.

(c) Interest Income

Interest income on bank deposits is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

g. Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-to-use assets representing the right to use the underlying assets.

i. Lease Liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

ii. Short-term leases and leases of Low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.



h. Inventories

Inventories which comprise raw materials, traded goods and stores and spares are valued at the lower of cost and net realisable value.

The basis of determining costs for various categories of inventories is as follows:

- **Raw materials, components, stores and spares:** Cost of inventories comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted moving average basis.
- **Traded goods:** Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on moving weighted average basis.

Stores and spares which do not meet the definition of Property, plant and equipment are accounted as inventories.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

Scraps are valued at net realisable value

i. Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service.

j. Provisions (other than employee benefits)

General

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, 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 discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. The unwinding of discount is recognised in the statement of profit and loss as a finance cost.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.



k. Financial instruments

A financial instrument is a contract that gives rise to a financial asset for one entity and a financial liability or equity instrument for another entity.

Financial Assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Financial Liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings etc.

l. Taxes

Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income (OCI) or in equity). Current tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax is provided using the liability 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 liabilities are recognised for all taxable temporary differences.



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, except when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

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 re-assessed 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 relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

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.

m. Impairment of financial assets

In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

Financial assets that are debt instruments, and are initially measured at fair value with subsequent measurement at amortised cost e.g., trade and other receivables, security deposits, loan to employees, etc.

The Company follows 'simplified approach' for recognition of impairment loss allowance for trade receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate.



As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historically observed default rates are updated and changes in the forward-looking estimates are analysed.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as an expense in the statement of profit and loss.

n. Impairment of non-financial assets

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

Impairment losses on non-financial asset, including impairment on inventories, are recognized in the statement of profit and loss.

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

o. Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.



p. Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the Profit/ Loss for the year attributable to the shareholders of the Company by the weighted average number of equity shares outstanding as at the end of reporting period.

Diluted EPS amounts are calculated by dividing the Profit/ Loss attributable to the shareholders of the Company by the weighted average number of equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

q. Contingent liabilities and assets

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

r. Segment reporting

Identification of segments

The company's business activity falls within a single business segment, there are no disclosures to be provided.

2.3 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

2.4 Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.



a) Defined benefit plans

The present value of the gratuity has not been determined.

b) Property, plant and equipment

Refer note 2.2 (b) for the estimated useful life of property, plant and equipment. The carrying value of property, plant and equipment has been disclosed in note 3.

c) Intangible assets

Refer note 2.2 (c) for the estimated useful life of intangible assets. The carrying value of intangible assets has been disclosed in note 4.



3. Property, plant and equipment and capital work in progress

3 (a) Property, plant and equipment (net)

The details of property, plant and equipment (net) :

	As at March 31, 2022	As at March 31, 2021
Lease Hold Improvement	6.41	-
Plant and Equipments	19.58	3.73
Furniture and Fixtures	10.10	-
Office Equipments	4.48	-
Vehicles	6.32	8.75
Computers	2.92	0.44
Total	49.81	12.92

3 (b) Capital work in progress

The details of capital work in progress:

	As at March 31, 2022	As at March 31, 2021
Capital work in progress	-	9.30
Total	-	9.30

Capital work in progress (CWIP) Ageing Schedule#
As at March 31, 2022

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

Capital work in progress (CWIP) Ageing Schedule
As at March 31, 2021

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	3.80	5.50	-	-	9.30
Projects temporarily suspended	-	-	-	-	-



3.1 Property, plant and equipment

	Lease Hold Improvement	Plant and equipments	Furniture and fixtures	Office equipments	Vehicles	Computers	Total
Cost or valuation							
As at April 01, 2020	-	-	-	-	12.41	2.91	15.32
Additions	-	4.65	-	-	-	-	4.65
Disposals	-	-	-	-	-	-	-
As at March 31, 2021	-	4.65	-	-	12.41	2.91	19.96
Additions	6.42	18.75	10.15	4.52	-	3.30	43.14
Disposals	-	-	-	-	-	-	-
As at March 31, 2022	6.42	23.40	10.15	4.52	12.41	6.21	63.10
Depreciation and Impairments							
As at April 01, 2020	-	-	-	-	1.22	1.52	2.74
Depreciation Charge for the year	-	0.92	-	-	2.43	0.95	4.30
Disposal	-	-	-	-	-	-	-
Fixed asset held for sale	-	-	-	-	-	-	-
As at March 31, 2021	-	0.92	-	-	3.66	2.47	7.04
Depreciation Charge for the year	0.01	2.91	0.05	0.04	2.43	0.82	6.26
Disposal	-	-	-	-	-	-	-
As at March 31, 2022	0.01	3.83	0.05	0.04	6.09	3.29	13.30
Net Block							
As at March 31, 2022	6.41	19.58	10.10	4.48	6.32	2.92	49.81
As at March 31, 2021	-	3.73	-	-	8.75	0.44	12.92



4 Intangible assets

a) Details of intangible assets:

	As at March 31, 2022	As at March 31, 2021
Intangible assets		
- Computer software	230.15	-
Total	230.15	-

b) Disclosures regarding gross block of intangible assets, accumulated amortisation and net block:

	Computer Software	Technical Know How	Total
Cost			
At April 01, 2020	-	-	-
Add: Additions	-	-	-
Less: Disposals	-	-	-
At March 31, 2021	-	-	-
Add: Additions	246.14	-	246.14
Less: Disposals	-	-	-
At March 31, 2022	246.14	-	246.14
Amortisation			
At April 01, 2020	-	-	-
Add: Amortisation charge for the year	-	-	-
Less: Disposals	-	-	-
At March 31, 2021	-	-	-
Add: Amortisation charge for the year	15.99	-	15.99
Less: Disposals	-	-	-
At March 31, 2022	15.99	-	15.99
Net book value			
At March 31, 2022	230.15	-	230.15
At March 31, 2021	-	-	-



5 Current/Non Current Tax Assets/Liabilities - net

	As at March 31, 2022	As at March 31, 2021
Non Current tax asset	1.32	0.12
Current tax liabilities	-	-
Current tax liabilities (net)	-	-
Non Current tax assets (net)	1.32	0.12



6 Other financial assets

	As at March 31, 2022	As at March 31, 2021
(Unsecured and considered good unless otherwise stated)		
Other financial assets		
Non- current		
Security Deposits		
- Considered good	-	-
Total (A)	-	-
Current		
Security Deposits	3.58	-
Interest accrued but not due	0.16	-
Total (B)	3.74	-
Total (A+B)	3.74	-
Current	3.74	-
Non- Current	-	-
	3.74	-



7 Other assets

The details of other assets:

	As at March 31, 2022	As at March 31, 2021
(Unsecured, considered good, unless otherwise stated)		
Non- current		
Advances for property, plant and equipment	3.92	-
Total (A)	3.92	-
Current		
Balance with statutory / government authorities	60.15	10.64
Advance to suppliers	11.55	-
Prepaid expenses	0.09	0.66
Total (B)	71.79	11.30
Total (A+B)	75.71	11.30
Current	71.79	11.30
Non -current	3.92	-



8 Inventories

Details of inventories:

	As at March 31, 2022	As at March 31, 2021
Raw materials (at cost) (includes material in transit Rs. 0 lakhs (As at March 31, 2021 Rs. 0 lakhs)	3.24	-
Finished goods (at lower of cost and net realisable value) (includes sales in transit Rs. 0 lakhs (As at March 31, 2021 Rs. 0 lakhs)	14.39	16.00
Stores and spares	0.01	-
Total inventories, at the lower of cost and net realisable value	17.64	16.00

9 Trade receivables

a) Details of trade receivables:

	As at March 31, 2022	As at March 31, 2021
Trade receivables	64.21	8.40
Total Trade receivables	64.21	8.40

b) Break-up for security details:

	As at March 31, 2022	As at March 31, 2021
Trade receivables	-	-
Secured, considered good	64.21	8.40
Unsecured, considered good	-	-
Doubtful	-	-
Total	64.21	8.40
Impairment allowance for trade receivables - credit impaired	-	-
Total	64.21	8.40

Trade receivables Ageing Schedule#
As at March 31, 2022

Particulars	Not Due	Outstanding for following periods from due date of payment#					Total
		Less Than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	25.62	36.72	1.67	0.21	-	-	64.21
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-	-
Total	25.62	36.72	1.67	0.21	-	-	64.21

Trade receivables Ageing Schedule#
As at March 31, 2021

Particulars	Not Due	Outstanding for following periods from due date of payment#					Total
		Less Than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	1.39	6.82	0.18	-	-	-	8.40
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-	-
Total	1.39	6.82	0.18	-	-	-	8.40



10 Cash and cash equivalents

	As at March 31, 2022	As at March 31, 2021
Balances with banks:		
- On current accounts	137.75	39.79
- Deposits with original maturity of less than 3 months	130.00	-
Cash on hand	-	0.01
Total	267.75	39.80

Cash at banks earns interest at floating rates based on daily bank deposit rates.

11 Other bank balances

	As at March 31, 2022	As at March 31, 2021
Other bank balances		
- Deposits with remaining maturity of more than 3 months but less than 12 months	150.00	-
Total	150.00	-



12 Share Capital

a) Details of share capital:

	As at March 31, 2022	As at March 31, 2021
Authorised share capital 45.938 lakhs (As at March 31, 2021 33.638 lakhs) equity shares of Rs. 10 each	459.38	336.38
	459.38	336.38
Issued, subscribed and fully paid up capital 45.92 lakhs (As at March 31, 2021 25.92 lakhs) equity shares of Rs. 10 each	459.20	259.20
	459.20	259.20

b) Reconciliation of authorised share capital

	Equity Shares	
	No. of shares (in lakhs)	Amount
As at April 01, 2020	23.64	236.38
Increase/(Decrease) during the year	10.00	100.00
As at March 31, 2021	33.64	336.38
Increase/(Decrease) during the year	12.30	123.00
As at March 31, 2022	45.94	459.38

c) Reconciliation of issued, subscribed and paid up share capital

	Equity Shares	
	No. of shares (in lakhs)	Amount
Equity shares of Rs. 10 each issued, subscribed and fully paid		
As at April 01, 2020	13.64	136.40
Issued during the year	12.28	122.80
As at March 31, 2021	25.92	259.20
Issued during the year	20.00	200.00
As at March 31, 2022	45.92	459.20



d) 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 is entitled to one vote per share.

The Company declares and pays dividends in Indian rupees. The dividend, if proposed by the Board of Directors, is subject to the approval of the shareholders in the Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of any preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

e) Details of shareholders holding more than 5% and Promoters shares in the Company

Name of the shareholder/Promoters	As at March 31, 2022		As at March 31, 2021	
	No. of shares (in lakhs)	% holding in the equity shares	No. of shares (in lakhs)	% holding in the equity shares
Equity shares of Rs. 10 (March 31, 2021 Rs. 10) each fully paid				
Lumax Auto Technologies Ltd.	22.96	50.00%	12.96	50.00%
Ituran Location & Controls Limited	22.96	50.00%	12.96	50.00%

13 Other equity

Reconciliation of Other Equity

	Retained Earnings	Capital Reserve	Securities Premium	General Reserve	FVTOCI Reserve	Total
As at April 01, 2020	(139.30)	-	-	-	-	(139.30)
Profit for the year	(67.64)	-	-	-	-	(67.64)
As at March 31, 2021	(206.92)	-	-	-	-	(206.92)
Profit for the year	(112.69)	-	-	-	-	(112.69)
As at March 31, 2022	(319.61)	-	-	-	-	(319.61)



14 Borrowings

a) Details of long term borrowings:

	As at March 31, 2022	As at March 31, 2021
Term Loans		
Foreign currency loan from JV Partner Company**	284.22	-
Long term maturities of finance lease obligation		
Vehicle loan from banks (secured)*	2.21	6.34
Other loans		
Loan taken from Parent Company***	275.00	-
Less: current maturity disclosed under other financial liabilities		
- term loan	(27.50)	-
- vehicle loan	(2.21)	(4.13)
- Foreign currency loan	(28.42)	-
Total borrowings	503.30	2.21
Total current	58.13	4.13
Total non-current	503.30	2.21
Aggregate secured loans	2.21	6.34
Aggregate unsecured loans	-	-

* Vehicle loan amounting Rs. 2.21 lakhs (Previous year Rs. 6.34 lakhs) from banks at interest @ 9% are secured by way of hypothecation of the respective vehicles acquired out of proceeds thereof. These loans are repayable over a period of three years from the date of availment.

**ECB loan from Foreign Joint venture partner amounting Rs. 284.22 lakhs (March 31, 2021 NIL) from banks at interest @ 2.89%. This loans is repayable over a period of Five Years and Six Months from the date of availment.

***Indian Rupees loan from holding company amounting Rs. 275 lakhs (March 31, 2021 NIL) from holding company at interest ranging from @ 8.50% per annum. This loan is repayable over a period of Five Years and Six Months from the date of availment.

b) Details of short term borrowings:

	As at March 31, 2022	As at March 31, 2021
Current Maturities of Long term borrowing		
Current maturity of vehicle loan	2.21	4.13
Current maturity of long term loan	27.50	-
Current maturity of foreign currency loan	28.42	-
Total	58.13	4.13

15 Employee benefit Liabilities

	As at March 31, 2022	As at March 31, 2021
Non Current		
Provision for employee benefits		
Provision for gratuity	-	-
Total (A)	-	-
Current		
Provision for employee benefits		
Provision for leave encashment	2.62	-
-Provision for leave encashment	2.62	-
-Provision for compensated absences	-	-
Total (B)	2.62	-
Total (A+B)	2.62	-
Current	2.62	-
Non- Current	-	-



15 Income tax

(a) The major components of income tax expense for the years ended are:

Statement of profit and loss:

	As at March 31, 2022	As at March 31, 2021
Current income tax:		
Current income tax charge on Continuing operations	-	-
Adjustments in respect of current income tax of previous year	-	-
Deferred tax :		
Relating to origination and reversal of temporary differences	0.51	(0.58)
Income tax expense reported in the statement of profit or loss	0.51	(0.58)

(b) OCI section

Deferred tax related to items recognised in Other Comprehensive Income during the year:

	As at March 31, 2022	As at March 31, 2021
Tax effect on loss on remeasurements of defined benefit plans	-	-
Tax effect on (gain)/loss on financial assets	-	-
Income tax charged to Other Comprehensive Income	-	-

(c) Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for March 31, 2022 and March 31, 2021

	As at March 31, 2022	As at March 31, 2021
Accounting profit before income tax	(112.18)	(68.22)
Tax at the Indian Tax Rate	(29.17)	(17.74)
Non-deductible expenses for tax purposes:		
Dissallowance of Roc Fees paid for increase of Share Capital	-	0.24
Dissallowance of Late Payment of PF Employee share	-	0.08
Bonus Allowed in Final Computation last year	-	0.14
Carried Forward Losses	-	16.69
Deferred tax reversed related to earlier years	0.51	-
Deferred tax not considered due to Losses	29.17	-
At the effective income tax rate of 26% (March 31, 2021: 26%)	0.51	(0.59)
Income tax expense reported in the statement of profit and loss	0.51	(0.58)

(d) Deferred tax:	Balance sheet			Statement of profit and loss and OCI	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2020	For the year ended March 31, 2022	For the year ended March 31, 2021
Deferred tax assets relates to the following :					
Impact of expenditures charged to statement of profit and loss but allowed for tax purposes on payment basis	-	0.27	0.14	0.27	(0.13)
Others	-	-	-	-	-
	-	0.27	0.14	0.27	(0.13)
Deferred tax liability relates to the following :					
Accelerated depreciation for tax purposes	-	(0.24)	0.21	(0.24)	0.45
	-	(0.24)	0.21	(0.24)	0.45
Deferred tax expense/(income) charged to statement of profit and loss	-	-	-	(0.51)	0.58
Deferred tax expense/(income) charged to OCI and Profit and loss				(0.51)	0.58
Total deferred tax liability (Net)	-	(0.51)	0.07		



17 Other liabilities
Details of other liabilities

	As at March 31, 2022	As at March 31, 2021
Current		
Statutory dues	13.17	2.66
Advance from customers	6.58	(0.00)
Other liabilities (net)	0.03	0.00
Total (B)	19.78	2.66
Total (A+B)	19.78	2.66
Current	19.78	2.66
Non-current	-	-
	19.78	2.66

18 Trade payables

	As at March 31, 2022	As at March 31, 2021
A. Trade payables		
- Total outstanding dues of micro enterprises and small enterprises (refer note below for details of due to micro and small enterprises)	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	45.25	24.78
	45.25	24.78
- Trade payables	42.26	22.24
- Trade payables to related parties	2.99	2.54
	45.25	24.78
B. Other payables		
- Other payables	24.28	3.45
Other payables	24.28	3.45
Provision for warranties	-	-
Total	69.53	28.23
Payables to Micro and Small Enterprises	-	-
Payables to Others than Micro and Small Enterprises	69.53	28.23

Terms and conditions of the above financial liabilities:

- Trade payables are non-interest bearing and are normally settled on 30 to 90 day terms
- Other payables are non-interest bearing and have an average term of 1 year

For explanations on the Company's credit risk management processes, refer note 46.

Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) for the year ended March 31, 2022 is given below. This information has been determined to the extent such parties have been identified on the basis of information available with the Company.

	As at March 31, 2022	As at March 31, 2021
Principal amount due to micro and small enterprises	-	-
Interest due on above	-	-
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006	-	-



Trade Payable Ageing Schedule#

As at March 31, 2022

Particulars	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	
(i) MSME	-	-	-	-	-	-
(ii) Others	0.58	9.67	34.25	0.74	-	45.25
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	0.58	9.67	34.25	0.74	-	45.25

Trade Payable Ageing Schedule#

As at March 31, 2021

Particulars	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	
(i) MSME	-	-	-	-	-	-
(ii) Others	15.47	9.11	-	-	0.20	24.78
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	15.47	9.11	-	-	0.20	24.78

19 Other financial liabilities

	As at March 31, 2022	As at March 31, 2021
Other financial liabilities at amortised cost		
Non-current		
Amount payable for property, plant and equipment	-	-
Total		
Current		
Amount payable for property, plant and equipment	66.47	6.28
Accrued salaries*	0.90	1.05
Unsecured deposits from customers	-	1.47
Interest accrued but not due	0.01	0.04
Total	67.38	8.84
Current	67.38	8.84
Non-current	-	-

Breakup of financial liabilities at amortised cost:

	As at March 31, 2022	As at March 31, 2021
Borrowings non current (refer note 14)	503.30	2.21
Borrowings current (refer note 14)	58.13	4.13
Trade payables (refer note 18)	69.53	28.23
Accrued Salaries (refer note 19)	0.90	1.05
Unsecured deposits from customers (refer note 19)	-	1.47
Interest accrued but not due (refer note 19)	0.01	-
Amount payable for property, plant and equipment (Refer Note 19)	66.47	6.28
Total financial liabilities carried at amortised cost	698.34	43.37



20 Revenue from Contracts with Customers

The details of revenue from operations is as follows:

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Sale of products		
Finished goods	156.33	107.43
Total sale of products (A)	156.33	107.43
Sale of services:		
Sale of service	23.01	6.33
Total Sale of services (B)	23.01	6.33
Revenue from operations (A+B)	179.34	113.76

21 Other income

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Other non-operating income		
Interest income		
- On fixed deposits	1.23	0.59
- Others	0.01	0.01
Net gain on foreign currency transaction and translation	1.22	0.10
Miscellaneous income	0.87	-
Total	3.33	0.70



22 Cost of raw materials and components consumed

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Inventory at the beginning of the year	16.00	16.05
Add: Purchases	144.12	96.63
Less: Inventory at the end of the year	(3.24)	(16.00)
Cost of raw materials and components consumed	156.88	96.68



23 Employee benefits expense

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Salaries, wages and bonus	76.11	55.44
Contributions to provident and other funds	4.57	3.81
Compensated absences	4.12	-
Staff welfare expense	1.89	0.84
Total	86.69	60.09

The Code on Social Security 2020 (Code), which received the Presidential Assent on September 28, 2020, subsumes nine laws relating to social security, retirement and employee benefits, including the Employees Provident Fund and Miscellaneous Provisions Act, 1952 and the Payment of Gratuity Act, 1972. The effective date of the Code is yet to be notified and related rules are yet to be framed. The impact of the change, if any, will be assessed and recognized post notification of the relevant provisions.

24 Finance costs

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Interest on term loans	4.18	0.73
Total	4.18	0.73

25 Depreciation and amortisation expense

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Depreciation of tangible assets (refer note 3)	6.25	4.30
Amortisation of intangible assets (refer note 4)	15.99	-
Total	22.24	4.30



26 Other expenses

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Freight and forwarding charges	(0.24)	(0.34)
Job work charges	0.06	0.09
Power and fuel	0.72	0.11
Consumables	-	0.02
Travelling and conveyance	4.33	5.63
Rent	11.21	4.20
Legal and professional fees	1.16	1.71
Repairs and maintenance		
- Plant and machinery	0.04	0.02
- Others	1.87	0.16
Communication cost	1.78	2.29
Bank Charges	0.27	0.41
Rates and taxes	0.01	0.09
Payment to auditors (refer details below)*	0.25	0.25
Insurance	0.23	0.17
Printing and stationery	0.27	0.04
Advertisement and sales promotion	0.10	0.38
Rounding off difference	0.01	-
Miscellaneous expenses	2.79	5.65
Total	24.86	20.88

*Payment to Auditor (excluding applicable taxes)

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
As Auditor:		
Audit Fee	0.25	0.25
Total	0.25	0.25



27 Components of Other Comprehensive Income (OCI)

The disaggregation of changes to OCI by each type of reserve in equity:

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Re-measurement gains/ (losses) on defined benefit plans	-	-
Deferred tax thereon	-	-
Gain on FVTOCI equity securities	-	-
Deferred tax thereon	-	-
	-	-

28 Earnings per share (EPS)

- a) Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year.
- b) Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the Company (after adjusting for interest on the convertible preference shares) by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.
- c) The following reflects the income and share data used in the basic and diluted EPS computations:

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Profit attributable to the equity holders of the Company	(112.69)	(67.64)
Weighted average number of equity shares for basic and diluted EPS (in lakhs)	41.04	21.07
Basic and diluted earnings per share (face value Rs. 10 per share)	(2.75)	(3.21)

- d) There has not been any transactions involving equity shares or potential equity shares between the reporting date and the date of authorisation of these financial statements.



29 Commitments and contingencies

a) Capital and other commitments

- (1) Estimated amount of contracts remaining to be executed on capital account and not provided for:
Capital commitments are Rs. 8.11 lakhs (March 31, 2021: NIL), net of advances.

(b) Contingent liabilities

	March 31, 2022	March 31, 2021
Claims against the Company not acknowledged as debts	NIL	NIL



30 Related party disclosures

Names of related parties and related party relationship

S. No.	Relationship	Name of Related Parties
1	KEY MANAGEMENT PERSON	MR. DEEPAK JAIN
		MR. ANMOL JAIN
2	ULTIMATE HOLDING COMPANY	LUMAX AUTO TECHNOLOGIES LTD.
		ITURAN LOCATION & CONTROLS LIMITED
3	ENTERPRISES OWNED OR SIGNIFICANTLY INFLUENCED BY KMP	LUMAX FAE TECHNOLOGIES PRIVATE LIMITED
		LUMAX MANNOH ALLIED TECHNOLOGIES LIMITED
		LUMAX GILL-AUSTEM AUTO TECHNOLOGIES PVT LTD
		LUMAX ENERGY SOLUTIONS PVT. LTD.
		LUMAX FINANCE PRIVATE LIMITED
		LUMAX INDUSTRIES LIMITED
		LUMAX INTEGRATED VENTURES PRIVATE LIMITED
		LUMAX MANAGEMENT SERVICES PRIVATE LIMITED
		LUMAX CORNAGLIA AUTO TECHNOLOGIES PRIVATE LIMITED
		SIPAL ENGINEERING PRIVATE LIMITED
		LUMAX ENERGY SOLUTIONS PRIVATE LIMITED
		VELOMAX MOBILITY PRIVATE LIMITED
		LUMAX JOPP ALLIED TECHNOLOGIES PRIVATE LIMITED
		LUMAX YOKOWO TECHNOLOGIES PRIVATE LIMITED
		LUMAX INDUSTRIES LIMITED
		LUMAX ANCILLARY LIMITED
		LUMAX TOURS & TRAVELS LIMITED
		LUMAX ALPS ALPINE INDIA PRIVATE LIMITED ("LAAIPL") (W.e.f. September 21, 2021)



Sr. No.	Account Head	HOLDING COMPANY		Enterprises owned or significantly influenced by Key Management Personnel and/ or their relatives		Total	
		March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
A)	TRANSACTIONS						
i)	Availing of services						
	LUMAX MANAGEMENT SERVICES PVT. LTD.	-	-	-	0.58	-	0.58
	LUMAX ANCILLARY LIMITED	-	-	-	0.01	-	0.01
	LUMAX TOURS AND TRAVELS LTD	-	-	3.61	0.93	3.61	0.93
	LUMAX FAE TECHNOLOGIES PVT LTD	-	-	-	6.35	-	6.35
	ITURAN LOCATION & CONTROLS LIMITED	6.04	0.93	-	-	6.04	0.93
	LUMAX AUTO TECHNOLOGIES LTD.	-	1.10	-	-	-	1.10
	Total	6.04	2.03	3.61	7.87	9.65	9.90
ii)	Purchase of Goods						
	LUMAX AUTO TECHNOLOGIES LTD	1.07	-	-	-	1.07	-
	LUMAX INDUSTRIES LTD	-	-	3.16	-	3.16	-
	Total	1.07	-	3.16	-	4.23	-
iii)	Interest on Term Loan						
	ITURAN LOCATION & CONTROLS LIMITED	0.28	-	-	-	0.28	-
	LUMAX AUTO TECHNOLOGIES LTD.	3.52	-	-	-	3.52	-
	Total	3.80	-	-	-	3.80	-
iv)	Reimbursement of Expenses						
	LUMAX AUTO TECHNOLOGIES LTD.	3.14	-	-	-	3.14	-
	LUMAX FAE TECHNOLOGIES PVT LTD	-	-	7.15	-	7.15	-
	Total	3.14	-	7.15	-	10.29	-
v)	Rent Paid						
	LUMAX INDUSTRIES LIMITED	-	-	0.08	-	0.08	-
	LUMAX FAE TECHNOLOGIES PVT LTD	-	-	13.15	-	13.15	-
	Total	-	-	13.23	-	13.23	-
vi)	Loan Taken						
	ITURAN LOCATION & CONTROLS LIMITED	285.64	-	-	-	285.64	-
	LUMAX AUTO TECHNOLOGIES LTD.	275.00	-	-	-	275.00	-
	Total	560.64	-	-	-	560.64	-
vii)	Equity Contribution Received						
	LUMAX AUTO TECHNOLOGIES LTD.	100.00	36.60	-	-	100.00	36.60
	ITURAN LOCATION & CONTROLS LIMITED	100.00	36.60	-	-	100.00	36.60
	Total	200.00	73.20	-	-	200.00	73.20
viii)	Security Given						
	LUMAX FAE TECHNOLOGIES PVT LTD	-	-	3.58	-	3.58	-
	Total	-	-	3.58	-	3.58	-

Amount in INR Lakhs, unless otherwise stated

Sr. No.	Account Head	HOLDING COMPANY		Enterprises owned or significantly influenced by Key Management Personnel and/ or their relatives		Total	
		March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
B)	Balances at the year end						
i)	Receivables						
	Security Deposit						
	LUMAX FAE TECHNOLOGIES PVT LTD	-	-	3.58	-	3.58	-
	Total	-	-	3.58	-	3.58	-
ii)	Payables						
	LUMAX INDUSTRIES LTD	-	-	3.16	-	3.16	-
	LUMAX AUTO TECHNOLOGIES LTD	0.02	-	-	-	0.02	-
	ITURAN LOCATION & CONTROLS LIMITED	5.48	2.54	-	-	5.48	2.54
	Total	5.50	2.54	3.16	-	8.66	2.54
iii)	Loans						
	ITURAN LOCATION & CONTROLS LIMITED	284.22	-	-	-	284.22	-
	LUMAX AUTO TECHNOLOGIES LTD.	275.00	-	-	-	275.00	-
	Total	559.22	-	-	-	559.22	-



31 Financial risk management objectives and policies

The Company's principal financial liabilities comprise of trade and other payables, borrowings, security deposits and payables for property, plant and equipment. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade and other receivables, cash, fixed deposits and security deposits that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management is supported by Finance department that advises on financial risks and the appropriate financial risk governance framework for the Company. The Finance department provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

A. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk.

The sensitivity analyses in the following sections relate to the position as at March 31, 2022 and March 31, 2021.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions; and the non-financial assets and liabilities.

i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's interest bearing financial liabilities includes borrowings with fixed interest rates.

The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

B. Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

i) Trade receivables

Customer credit risk is managed by each Company subject to the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating. Outstanding customer receivables are regularly monitored.

An impairment analysis is performed at each reporting date on an individual basis for all clients. The Company evaluates the concentration of risk with respect to trade receivables as low.

C. Liquidity risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including loans from banks at an optimised cost.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

Amount in INR Lacs, unless otherwise stated

As at March 31, 2022	On Demand	Less than 1 year	1 to 5 years	> 5 years	Total
Borrowings	-	58.13	447.38	55.92	561.43
Trade and other payables	-	69.53	-	-	69.53
Other financial liabilities	-	67.38	-	-	67.38
Total	-	195.04	447.38	55.92	698.34

As at March 31, 2021	On Demand	Less than 1 year	1 to 5 years	> 5 years	Total
Borrowings	-	4.13	2.21	-	6.34
Trade and other payables	-	28.23	-	-	28.23
Other financial liabilities	-	8.84	-	-	8.84
Total	-	41.20	2.21	-	43.41

32 Effect due to Corona Virus (Covid-19)

In the opinion of the management, there is no significant impact on Entity due to Covid-19. Hence, the impact in this regard has not been considered while preparing these financial statements.

As per our report of even date
For R Jain & Sanjay Associates
 Firm Registration No.: 012377N
 Chartered Accountants

CA Kanchan Jain
 Partner
 Membership No. 506932
 Place : Gurugram
 Date : May 09, 2022



For and on behalf of the Board of Directors
LUMAX ITURAN TELEMATICS PRIVATE LIMITED


 Deepak Jain
 Chairman
 DIN: 00004972


 Anmol Jain
 Director
 DIN: 00004993