



**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF LUMAX MANAGEMENT SERVICES PRIVATE LIMITED**

**Report on the Standalone Ind AS Financial Statements**

**1. Opinion**

We have audited the accompanying Standalone Ind AS financial statements of **LUMAX MANAGEMENT SERVICES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> 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 31<sup>st</sup> March, 2022, and its Profit, 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 judgement, 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 is 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 Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS financial statements that give 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 give 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 misstatement 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 issued by the Central Government of India in terms of section 143(11) of the Act ("the order") 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 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;
- d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of the written representations received from the directors as on 31st March, 2022, and 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; and
- iv. According to the information and explanations given by the management, we report that the managerial remuneration has been paid / provided in accordance with the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- 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



(CA KANCHAN JAIN)  
PARTNER  
MEMBERSHIP NO. 506932

UDIN No: 22506932AITDXU3475  
Place: Gurugram  
Dated: 10/05/2022



**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 31<sup>st</sup> March, 2022**

**RE: LUMAX MANAGEMENT SERVICES PRIVATE LIMITED ('THE COMPANY')**

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, plant and equipment.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) Property, plant and equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) According to information and explanations given by the management, the title deeds of immovable properties, are held in the name of 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) The company is a service company and the requirements of item (ii) (a) & (b) of the Order with regard to verification of inventory are not applicable to the company.
- (iii) According to the information and explanations give to us, the Company has not made investment in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnerships or other parties, 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 services 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, service 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 31<sup>st</sup> 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, service tax 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.
- (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) (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 any 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 clauses 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: 10.05.2022



Lumax Management Services 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
<b>ASSETS</b>			
<b>I. Non-current assets</b>			
Property, plant and equipment	3 (a)	6,311.23	6,181.39
Capital work in progress	3 (b)	1.80	28.94
Intangible assets	4	0.05	0.15
Income tax assets(net)	5	25.43	44.97
Financial assets			
- Loans	6	-	1.85
- Other financial assets	7	-	0.08
Deferred tax assets (net)	15	-	8.54
Other non- current assets	8	0.25	51.00
<b>Total non current assets</b>	<b>(A)</b>	<b>6,338.76</b>	<b>6,316.92</b>
<b>II. Current assets</b>			
Financial assets			
- Loans	6	1.83	11.92
- Trade receivables	9	793.53	617.03
- Cash and cash equivalents	10	138.11	353.51
- Other financial assets	7	28.09	4.32
Other current assets	8	24.35	23.17
<b>Total current assets</b>	<b>(B)</b>	<b>985.91</b>	<b>1,009.95</b>
<b>Total Assets</b>	<b>(A+B)</b>	<b>7,324.67</b>	<b>7,326.87</b>
<b>EQUITY AND LIABILITIES</b>			
<b>I. Equity</b>			
Equity share capital	11	112.50	112.50
Other equity	12	6,159.22	5,679.32
<b>Total equity</b>	<b>(A)</b>	<b>6,271.72</b>	<b>5,791.82</b>
<b>Liabilities</b>			
<b>II. Non- current liabilities</b>			
Financial liabilities			
-Borrowings	13	20.20	201.63
Employee benefit Liabilities	14	433.76	415.88
Deferred tax liabilities (net)	15	60.47	-
<b>Total Non Current Liabilities</b>	<b>(B)</b>	<b>514.43</b>	<b>617.51</b>
Financial liabilities			
- Borrowings	13	212.48	262.92
- Trade payables	17	-	-
- total outstanding dues of micro and small enterprises		-	-
- total outstanding dues of creditors other than micro and small enterprises		29.57	222.96
- Other financial liabilities	18	38.60	131.88
Employee benefit Liabilities	14	61.59	119.80
Other current liabilities	16	196.28	179.98
<b>Total Current Liabilities</b>	<b>(C)</b>	<b>538.52</b>	<b>917.54</b>
<b>Total Liabilities</b>	<b>(B+C)</b>	<b>1,052.95</b>	<b>1,535.05</b>
<b>Total Equity and Liabilities</b>	<b>(A+B+C)</b>	<b>7,324.67</b>	<b>7,326.87</b>

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



For and on behalf of the Board of Directors of  
Lumax Management Services Private Limited

*Naval Khanna*

Naval Khanna  
Chairman  
DIN: 00110584

*Sanjay Mehta*

Sanjay Mehta  
Director  
DIN: 06434661

*Rajesh Gupta*

Rajesh Kumar Gupta  
Company Secretary  
Membership No.: A8709

Place : Gurugram  
Date : 10/05/2022

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
<b>Continuing Operations</b>			
I	Revenue from contracts with customers	2,959.23	2,313.89
II	Other income	19.61	15.22
III	<b>Total income</b>	<b>2,978.84</b>	<b>2,329.11</b>
<b>Expenses</b>			
	Employee benefits expense	1,713.62	1,507.27
	Finance costs	21.74	50.92
	Depreciation and amortisation expense	189.69	199.15
	Other expenses	451.35	350.38
IV	<b>Total expenses</b>	<b>2,376.40</b>	<b>2,107.72</b>
V	<b>Profit before exceptional items and tax (III-IV)</b>	<b>602.44</b>	<b>221.39</b>
VI	Exceptional Item	-	63.00
VII	<b>Profit before tax (V-VI)</b>	<b>602.44</b>	<b>158.39</b>
<b>Tax expense:</b>			
	Current tax	81.93	-
	Adjustment of tax relating to earlier years	0.01	0.51
	Deferred tax	61.86	21.81
VIII	<b>Total tax expense</b>	<b>143.80</b>	<b>22.32</b>
IX	<b>Profit for the year (VII-VIII)</b>	<b>458.64</b>	<b>136.07</b>
<b>Other comprehensive income</b>			
	Re-measurement gains/ (losses) on defined benefit plans	28.41	14.90
	Income tax effect	(7.15)	(4.55)
X	<b>Other comprehensive income/(loss) for the year, net of tax</b>	<b>21.26</b>	<b>10.35</b>
XI	<b>Total comprehensive income for the year (Comprising net profit for the year and other comprehensive income/(loss)) (IX+X)</b>	<b>479.90</b>	<b>146.42</b>
XII	<b>Earnings per share (per share of face value Rs 10 each) :</b>		
	Earnings per share:		
	-Basic and diluted	40.77	12.10

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 : 10/05/2022

For and on behalf of the Board of Directors of  
Lumax Management Services Private Limited

Naval Khanna  
Chairman  
DIN: 00110584

Sanjay Mehta  
Director  
DIN: 06434661

Rajesh Kumar Gupta  
Company Secretary  
Membership No.: A8709

Lumax Management Services 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	Capital Reserve	Securities Premium	General Reserve	FVTOCI Reserve			
As at April 01, 2020	112.50	1,159.78	-	4,369.96	-	-	5,529.73	-	5,642.23
Add: Profit for the year	-	136.07	-	-	-	-	136.07	-	136.07
Add: Other comprehensive income/(loss)	-	10.35	-	-	-	-	10.35	-	10.35
Add: Acquisition/Adjustments	-	3.17	-	-	-	-	3.17	-	3.17
As at March 31, 2021	112.50	1,309.37	-	4,369.96	-	-	5,679.32	-	5,791.82
Add: Profit for the year	-	458.64	-	-	-	-	458.64	-	458.64
Add: Other comprehensive (loss)	-	21.26	-	-	-	-	21.26	-	21.26
	-	479.90	-	-	-	-	479.90	-	479.90
Less: Dividend Paid	-	-	-	-	-	-	-	-	-
Less: Dividend Distribution Tax	-	-	-	-	-	-	-	-	-
As at March 31, 2022	112.50	1,789.27	-	4,369.96	-	-	6,159.22	-	6,271.72

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 Kanishk Jain  
Partner  
Membership No. 506932



Place : Gurugram  
Date : 10/05/2022

For and on behalf of the Board of Directors of  
Lumax Management Services Private Limited

Naval Khanna  
Chairman  
DIN: 00110584

Sanjay Mehta  
Director  
DIN: 06434661

Rajesh Kumar Gupta  
Company Secretary  
Membership No.: A8709

	Year Ended March 31, 2022	Year Ended March 31, 2021
<b>Cash Flow from Operating Activities</b>		
Profit before tax	602.44	158.39
<b>Adjustment to reconcile profit before tax to net cash flows</b>		
Depreciation of property, plant and equipment	189.59	198.11
Amortisation of intangible assets	0.10	1.04
(Profit) on sale of Property, plant and equipment	(7.29)	(1.22)
Liabilities no longer required, written back	-	3.17
Interest income	(0.25)	(13.07)
Interest expenses	21.74	50.92
<b>Operating profit before working capital changes</b>	<b>806.33</b>	<b>397.34</b>
<b>Movements in working capital :</b>		
(Increase)/Decrease in trade receivables	(176.50)	(196.64)
(Increase) in financial assets	(11.75)	12.44
Decrease/ (Increase) in other assets	(1.18)	(53.92)
Increase/ (Decrease) in trade payable and other payable	(193.39)	15.69
Increase/(Decrease) in current liabilities, provisions and financial liability	(84.56)	(223.38)
<b>Cash generated from operations</b>	<b>338.95</b>	<b>(48.47)</b>
Direct taxes paid	(62.40)	168.61
<b>Net cash generated from operating activities (A)</b>	<b>276.55</b>	<b>120.14</b>
<b>Cash flows from investing activities</b>		
Purchase of fixed assets (including capital work in progress and capital advances)	(243.11)	(7.96)
Proceeds from sale of property plant and equipment	7.82	10.54
Interest received	0.25	13.07
<b>Net cash (used in) / generated from investing activities (B)</b>	<b>(235.04)</b>	<b>15.65</b>
<b>Cash flows from financing activities</b>		
(Repayment) of long term borrowings (net)	(431.87)	137.44
(Repayment) of / Proceeds from short term borrowings (net)	200.00	-
Interest paid	(25.04)	(52.10)
<b>Net cash (used in) financing activities (C)</b>	<b>(256.91)</b>	<b>85.34</b>
<b>Net (decrease)/ increase in cash and cash equivalents (A + B + C)</b>	<b>(215.40)</b>	<b>221.13</b>
Cash and cash equivalents at the beginning of the year	353.51	132.38
<b>Cash and cash equivalents at the end of the year</b>	<b>138.11</b>	<b>353.51</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	6.60	6.58
Balance with banks		
- On current accounts	131.51	346.93
<b>Total cash and cash equivalents (refer note 10)</b>	<b>138.11</b>	<b>353.51</b>

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 Management Services Private Limited

CA Kanchan Jain  
Partner  
Membership No. 506932



Naval Khanna  
Chairman  
DIN: 00110584

Sanjay Mehta  
Director  
DIN: 06434661

Place : Gurugram

Date : 10/05/2022

Raajesh Kumar Gupta  
Company Secretary  
Membership No.: A8709



## **1. Corporate information**

Lumax Management Services Pvt. Ltd. was incorporated on January 7<sup>th</sup>, 2015 with the main object of rendering management and professional services. The company is rendering management support services to “Lumax DK Group Entities”.

## **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:

<b>Assets</b>	<b>Useful Lives estimated by the management (in years)</b>
Computers	3
Office equipment's	5
Furniture and fixtures	10
Admin Building	60
Lift	21
Vehicles	5

The residual value of property, plant and equipment is considered at 2%.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at the end of each financial year and adjusted prospectively, if appropriate.

**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.



<b>Intangible Assets</b>	<b>Estimated Useful Life (Years)</b>
Computer Software	Over the estimated economic useful live i.e., 4 years
Technical Know-how	Over the period of Technical Assistance Agreement i.e., 8 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.

There is no foreign currency transaction during the year under report.

**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.

The specific recognition criteria described below must also be met before revenue is recognised.





**(a) 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.

**(b) 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. 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.

- i) The Company operates defined benefit plans for its employees, viz., gratuity. The costs of providing benefits under these plans are determined on the basis of actuarial valuation at each year-end. Separate actuarial valuation is carried out for each plan using the projected unit credit method. Actuarial gains and losses for both defined benefit plans are recognized in full in the period in which they occur in the statement of profit and loss.
- ii) Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.
- iii) The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purpose. Such long term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end.

The company presents the leave as a current liability in the balance sheet to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date. Where company has the unconditional legal and contractual right to defer the settlement for a period beyond 12 months, the same is presented as non-current liability.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- a) The date of the plan amendment or curtailment, and
- b) The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognizes the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- a) Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- b) Net interest expense or income



**i. Provisions**

**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.

**j. 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.



**k. 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.

**l. 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.

**m. 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.

**n. Contingent liabilities**

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.

**o. Segment reporting**

***Identification of segments***

The Company is rendering management support services to "Lumax DK Group Entities". Since 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 is determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation. The mortality rate is based on publicly available mortality tables for the specific countries. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for the respective countries.

#### **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
Land	2,130.04	2,130.04
Buildings	3,543.10	3,350.36
Plant and Equipments	80.61	88.35
Furniture and Fixtures	380.59	432.14
Office Equipments	81.66	106.46
Vehicles	64.76	51.29
Computers	30.48	22.76
<b>Total</b>	<b>6,311.23</b>	<b>6,181.39</b>

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	1.80	28.94
<b>Total</b>	<b>1.80</b>	<b>28.94</b>

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	-	-	1.80	-	1.80
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	27.14	1.80	-	-	28.94
Projects temporarily suspended	-	-	-	-	-



Lumax Management Services Private Limited  
Notes to Standalone financial statements for the year ended March 31, 2022

All amounts are presented in INR Lakhs, unless otherwise stated

3.1 Property, plant and equipment

	Freehold land	Buildings (Non- Factory)	Plant and equipments	Furniture and fixtures	Office equipments	Vehicles	Computers	Total
<b>Cost or valuation</b>								
As at April 01, 2020	2,130.04	3,439.79	103.84	531.96	139.63	303.87	89.62	6,738.76
Additions	-	83.04	-	-	14.40	-	12.39	109.83
Disposals	-	(68.63)	-	-	-	(18.68)	(1.72)	(89.03)
<b>As at March 31, 2021</b>	<b>2,130.04</b>	<b>3,454.20</b>	<b>103.84</b>	<b>531.96</b>	<b>154.03</b>	<b>285.20</b>	<b>100.29</b>	<b>6,759.56</b>
Additions	-	248.48	-	0.62	5.74	41.50	23.62	319.96
Disposals	-	-	-	-	-	(24.24)	(0.64)	(24.88)
<b>As at March 31, 2022</b>	<b>2,130.04</b>	<b>3,702.69</b>	<b>103.84</b>	<b>532.58</b>	<b>159.77</b>	<b>302.46</b>	<b>123.27</b>	<b>7,054.64</b>
<b>Depreciation and Impairments</b>								
As at April 01, 2020	-	49.53	7.75	47.69	18.66	208.60	64.55	396.78
Depreciation Charge for the year	-	54.95	7.74	52.13	28.91	39.71	14.67	198.11
Disposal	-	(0.63)	-	-	-	(14.40)	(1.69)	(16.72)
<b>As at March 31, 2021</b>	<b>-</b>	<b>103.85</b>	<b>15.49</b>	<b>99.82</b>	<b>47.57</b>	<b>233.91</b>	<b>77.53</b>	<b>578.17</b>
Depreciation Charge for the year	-	55.74	7.74	52.17	30.54	27.51	15.89	189.59
Disposal	-	-	-	-	-	(23.72)	(0.63)	(24.35)
<b>As at March 31, 2022</b>	<b>-</b>	<b>159.59</b>	<b>23.23</b>	<b>151.99</b>	<b>78.11</b>	<b>237.70</b>	<b>92.79</b>	<b>743.41</b>
<b>Net Block</b>								
As at March 31, 2022	2,130.04	3,543.10	80.61	380.59	81.66	64.76	30.48	6,311.23
As at March 31, 2021	2,130.04	3,350.36	88.35	432.14	106.46	51.29	22.76	6,181.39





## 4 Intangible assets

## a) Details of intangible assets:

	As at March 31, 2022	As at March 31, 2021
<b>Intangible assets</b>		
- Computer software	0.05	0.15
<b>Total</b>	<b>0.05</b>	<b>0.15</b>

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

	Computer Software	Total
<b>Cost</b>		
At April 01, 2020	16.42	16.42
Add: Additions	-	-
Less: Disposals	-	-
<b>At March 31, 2021</b>	<b>16.42</b>	<b>16.42</b>
Add: Additions	-	-
Less: Disposals	-	-
<b>At March 31, 2022</b>	<b>16.42</b>	<b>16.42</b>
<b>Amortisation</b>		
At April 01, 2020	15.23	15.23
Add: Amortisation charge for the year	1.04	1.04
Less: Disposals	-	-
<b>At March 31, 2021</b>	<b>16.27</b>	<b>16.27</b>
Add: Amortisation charge for the year	0.10	0.10
Less: Disposals	-	-
<b>At March 31, 2022</b>	<b>16.37</b>	<b>16.37</b>
<b>Net book value</b>		
<b>At March 31, 2022</b>	<b>0.05</b>	<b>0.05</b>
At March 31, 2021	0.15	0.15



5 Current/Non Current Tax Assets/Liabilities - net

	As at March 31, 2022	As at March 31, 2021
Non Current tax asset	25.43	44.97
Current tax liabilities	-	-
Current tax liabilities (net)	-	-
Non Current tax assets (net)	25.43	44.97



6 Loans

	As at March 31, 2022	As at March 31, 2021
(Unsecured and considered good unless otherwise stated)		
Non Current		
Loans		
Loan to Employees	-	1.85
Total (A)	-	1.85
Current		
Loans		
Loan to Employees	1.83	11.92
Total (B)	1.83	11.92
Total (A+B)	1.83	13.77
Current	1.83	11.92
Non-current	-	1.85
	1.83	13.77

7 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	-	0.08
Total (A)	-	0.08
Current		
Security Deposits	0.07	0.22
Other recoverables	28.02	4.10
Total (B)	28.09	4.32
Total (A+B)	28.09	4.40
Current	28.09	4.32
Non-Current	-	0.08
	28.09	4.40



8 Other assets

The details of other assets:

	As at March 31, 2022	As at March 31, 2021
(Unsecured, considered good, unless otherwise stated)		
<b>Non- current</b>		
Advances for property, plant and equipment	0.25	51.00
<b>Total (A)</b>	<b>0.25</b>	<b>51.00</b>
<b>Current</b>		
Advance to suppliers	0.41	0.41
Prepaid expenses	23.94	22.76
<b>Total (B)</b>	<b>24.35</b>	<b>23.17</b>
<b>Total (A+B)</b>	<b>24.60</b>	<b>74.17</b>
<b>Current</b>	<b>24.35</b>	<b>23.17</b>
<b>Non -current</b>	<b>0.25</b>	<b>51.00</b>





9 Trade receivables

a) Details of trade receivables:

	As at March 31, 2022	As at March 31, 2021
Receivables from other related parties (refer note 31)	793.53	617.03
<b>Total Trade receivables</b>	<b>793.53</b>	<b>617.03</b>

b) Break-up for security details:

	As at March 31, 2022	As at March 31, 2021
<b>Trade receivables</b>		
Secured, considered good	-	-
Unsecured, considered good	793.53	617.03
Doubtful	-	-
Provision for doubtful receivables	-	-
<b>Total</b>	<b>793.53</b>	<b>617.03</b>

c) Trade receivables are non-interest bearing and are generally on terms of not more than 30-90 days.

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	-	793.53	-	-	-	-	793.53
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	-	<b>793.53</b>	-	-	-	-	<b>793.53</b>

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	-	617.03	-	-	-	-	617.03
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	-	<b>617.03</b>	-	-	-	-	<b>617.03</b>



10 Cash and cash equivalents

	As at March 31, 2022	As at March 31, 2021
Balances with banks:		
- On current accounts	131.51	346.93
Cash on hand	6.60	6.58
<b>Total</b>	<b>138.11</b>	<b>353.51</b>



11 Share Capital

a) Details of share capital:

	As at March 31, 2022	As at March 31, 2021
<b>Authorised share capital</b>		
15.00 lakhs (As at March 31, 2021 15.00 lakhs) equity shares of Rs. 10 each	150.00	150.00
	<b>150.00</b>	<b>150.00</b>
<b>Issued, subscribed and fully paid up capital</b>		
11.25 lakhs (As at March 31, 2021 11.25 lakhs) equity shares of Rs. 10 each	112.50	112.50
	<b>112.50</b>	<b>112.50</b>

b) Reconciliation of authorised share capital

	Equity Shares	
	No. of shares (in lakhs)	Amount
As at April 01, 2020	15.00	150.00
Increase/(Decrease) during the year	-	-
As at March 31, 2021	15.00	150.00
Increase/(Decrease) during the year	-	-
<b>As at March 31, 2022</b>	<b>15.00</b>	<b>150.00</b>

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

	Equity Shares	
	No. of shares (in lakhs)	Amount
<b>Equity shares of Rs. 10 each issued, subscribed and fully paid</b>		
As at April 01, 2020	11.25	112.50
Issued during the year	-	-
As at March 31, 2021	11.25	112.50
Issued during the year	-	-
<b>As at March 31, 2022</b>	<b>11.25</b>	<b>112.50</b>



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	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. (Holding Company)	11.25	100.00%	11.25	100.00%

12 Other equity

Reconciliation of Other Equity

	Retained Earnings	Capital Reserve	Securities Premium	General Reserve	FVTOCI Reserve	Total
<b>As at April 01, 2020</b>	1,159.78	-	4,369.96	-	-	5,529.74
Profit for the year	136.07	-	-	-	-	136.07
Other comprehensive Income/ (Loss) for the year (net of tax)	10.35	-	-	-	-	10.35
<b>As at March 31, 2021</b>	<b>1,309.37</b>	<b>-</b>	<b>4,369.96</b>	<b>-</b>	<b>-</b>	<b>5,679.32</b>
Profit for the year	458.64	-	-	-	-	458.64
Other comprehensive income/(loss) for the year (net of tax)	21.26	-	-	-	-	21.26
<b>Total comprehensive income</b>	<b>479.90</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>479.90</b>
Less: Dividend Paid	-	-	-	-	-	-
Less: Dividend Distribution Tax Paid	-	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>1,789.27</b>	<b>-</b>	<b>4,369.96</b>	<b>-</b>	<b>-</b>	<b>6,159.22</b>





13 Borrowings

a) Details of long term borrowings:

	As at March 31, 2022	As at March 31, 2021
<b>Term Loans</b>		
Term Loan from banks (secured)*	-	449.94
<b>Long term maturities of finance lease obligation</b>		
Vehicle loan from banks (secured)*	32.68	14.61
Less: current maturity		
- term loan	-	(250.00)
- vehicle loan	(12.48)	(12.92)
<b>Total borrowings</b>	<b>20.20</b>	<b>201.63</b>
<b>Total current</b>	<b>12.48</b>	<b>262.92</b>
<b>Total non-current</b>	<b>20.20</b>	<b>201.63</b>
Aggregate secured loans	32.68	14.61
Aggregate unsecured loans	-	-

\* Vehicle loan amounting Rs. 32.68 lakhs (Previous year Rs. 14.61 lakhs) from banks at interest @ 8%-10% 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.

b) Details of short term borrowings:

	As at March 31, 2022	As at March 31, 2021
<b>Current Maturities of Long term borrowing</b>		
Current maturity of vehicle loan	12.48	12.92
Current maturity of long term loan	-	250.00
<b>Loan repayable On Demand</b>		
Working capital loan repayable on demand*	200.00	-
<b>Total</b>	<b>212.48</b>	<b>262.92</b>

\* Working capital demand loan Rs 200 lakhs (March 31, 2021: NIL) from Bank is repayable in 180 days from respective drawdown and carries interest @ 5.75% per annum.

14 Employee benefit Liabilities

	As at March 31, 2022	As at March 31, 2021
<b>Non Current</b>		
<b>Provision for employee benefits</b>		
Provision for compensated absences	433.76	415.88
<b>Total (A)</b>	<b>433.76</b>	<b>415.88</b>
<b>Current</b>		
<b>Provision for employee benefits</b>		
Provision for gratuity (refer note 29)	42.39	55.53
Provision for leave encashment	19.20	64.27
<b>Total (B)</b>	<b>61.59</b>	<b>119.80</b>
<b>Total (A+B)</b>	<b>495.35</b>	<b>535.68</b>
<b>Current</b>	<b>61.59</b>	<b>119.80</b>
<b>Non- Current</b>	<b>433.76</b>	<b>415.88</b>



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
<b>Current income tax:</b>		
Current income tax charge on Continuing operations	81.93	-
Adjustments in respect of current income tax of previous year	0.01	0.51
<b>Deferred tax :</b>		
Relating to origination and reversal of temporary differences	61.86	21.81
<b>Income tax expense reported in the statement of profit or loss</b>	<b>143.80</b>	<b>22.32</b>

(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	(7.15)	(4.55)
Tax effect on (gain)/loss on financial assets	-	-
<b>Income tax charged to Other Comprehensive Income</b>	<b>(7.15)</b>	<b>(4.55)</b>

(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
<b>Accounting profit before income tax for continuing operations</b>	<b>602.44</b>	<b>158.39</b>
Tax at the Indian Tax Rate	151.62	39.86
<b>Non-deductible expenses for tax purposes:</b>		
Effect of 43B which was paid before IT return AY 2021-22	5.93	5.51
C/f Losses not considered for Deferred Tax	-	(22.67)
Disallowance of CSR expenses less 80 G benefit	-	2.22
Disallowance of late payment of ESI and PF employee share	0.10	1.44
Disallowance of payment of Fine & Penalty	0.02	-
Change in Unabsorbed Depreciation	(7.75)	-
<b>Additional deduction</b>		
Tax relating to earlier year	0.01	0.51
Income Tax Interest 234B & 234C	1.02	-
<b>At the effective income tax rate of 25.168% (March 31, 2021: 25.168%)</b>	<b>150.95</b>	<b>26.87</b>
<b>Income tax expense reported in the statement of profit and loss for continuing operations</b>	<b>150.95</b>	<b>26.87</b>

(d) Deferred tax:

	Balance sheet		Statement of profit and loss and OCI	
	As at March 31, 2022	As at March 31, 2021	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
<b>Deferred tax assets relates to the following :</b>				
Impact of expenditures charged to statement of profit and loss but allowed for tax purposes on payment basis	124.40	138.43	(14.03)	(12.36)
Brought Forward Losses	-	0.70	(0.70)	(0.70)
	<b>124.40</b>	<b>139.13</b>	<b>(14.73)</b>	<b>(13.06)</b>
<b>Deferred tax liability relates to the following :</b>				
Accelerated depreciation for tax purposes	184.87	130.59	54.28	(39.42)
	<b>184.87</b>	<b>130.59</b>	<b>54.28</b>	<b>(39.42)</b>
<b>Deferred tax expense/(income) charged to OCI and Profit and loss</b>			<b>69.01</b>	<b>(26.36)</b>
<b>Total deferred tax liability (Net)</b>	<b>60.47</b>	<b>(8.54)</b>		



16 Other liabilities  
Details of other liabilities

	As at March 31, 2022	As at March 31, 2021
<b>Current</b>		
Statutory dues	196.28	179.99
Other liabilities (net)	-	(0.01)
<b>Total</b>	<b>196.28</b>	<b>179.98</b>
<b>Current</b>	<b>196.28</b>	<b>179.98</b>
<b>Non-current</b>	-	-
	<b>196.28</b>	<b>179.98</b>

17 Trade payables

	As at March 31, 2022	As at March 31, 2021
<b>A. Trade payables</b>		
- 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	22.34	202.62
	<b>22.34</b>	<b>202.62</b>
- Trade payables	22.34	202.30
- Trade payables to related parties (refer note 31 )	-	0.32
	<b>22.34</b>	<b>202.62</b>
<b>B. Other payables</b>		
- Other payables	7.23	20.34
<b>Total</b>	<b>29.57</b>	<b>222.96</b>
<b>Payables to Micro and Small Enterprises</b>		
<b>Payables to Others than Micro and Small Enterprises</b>	<b>29.57</b>	<b>222.96</b>

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 32.

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	2.00	16.04	1.41	2.89	-	22.34
<b>Total</b>	<b>2.00</b>	<b>16.04</b>	<b>1.41</b>	<b>2.89</b>	<b>-</b>	<b>22.34</b>

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	3.12	196.27	3.23	-	-	202.62
<b>Total</b>	<b>3.12</b>	<b>196.27</b>	<b>3.23</b>	<b>-</b>	<b>-</b>	<b>202.62</b>

18 Other financial liabilities

	As at March 31, 2022	As at March 31, 2021
<b>Other financial liabilities at amortised cost</b>		
<b>Current</b>		
Amount payable for property, plant and equipment	15.59	16.63
Accrued salaries*	23.01	111.94
Interest accrued but not due	-	3.31
<b>Total</b>	<b>38.60</b>	<b>131.88</b>
<b>Non-current</b>		
	-	-

\* Accrued Salaries includes payable to directors of Rs. 8.75 lakhs (March 31, 2020: Rs. 13.61 lakhs) (Also refer note 31)

Breakup of financial liabilities at amortised cost:

	As at March 31, 2022	As at March 31, 2021
Borrowings non current	20.20	201.63
Borrowings current	212.48	262.92
Trade payables	29.57	222.96
Accrued Salaries	23.01	111.94
Amount payable for property, plant and equipment	15.59	16.63
Interest accrued but not due	-	3.31
<b>Total financial liabilities carried at amortised cost</b>	<b>300.85</b>	<b>819.39</b>



## 19 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
<b>Sale of services:</b>		
Sale of service	3,234.76	2,724.15
Less : Sale netted off with expenses *	275.53	410.26
<b>Revenue from operations</b>	<b>2,959.23</b>	<b>2,313.89</b>

\*Reimbursement of expenses incurred on behalf of the Group Companies (including subsidiaries and associates) to whom Company provides exclusive Consultancy Services.

## 19.1 Contract Balances

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Trade Receivables	793.53	617.03

## 20 Other income

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
<b>Other non-operating income</b>		
Interest income		
- On fixed deposits	-	0.46
- Others	0.25	12.61
Gain on sale of fixed assets	7.29	1.22
Miscellaneous income	12.07	0.93
<b>Total</b>	<b>19.61</b>	<b>15.22</b>





**Lumax Management Services Private Limited****Notes to Standalone financial statements for the year ended March 31, 2022***All amounts are presented in INR Lakhs, unless otherwise stated***21 Employee benefits expense**

	<b>For the Year Ended March 31, 2022</b>	<b>For the Year Ended March 31, 2021</b>
Salaries, wages and bonus	1,531.09	1,307.61
Contributions to provident and other funds	103.88	95.41
Compensated absences	14.31	56.14
Gratuity expense (refer note 29)	29.47	32.97
Staff welfare expense	34.87	15.14
<b>Total</b>	<b>1,713.62</b>	<b>1,507.27</b>

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.

**22 Finance costs**

	<b>For the Year Ended March 31, 2022</b>	<b>For the Year Ended March 31, 2021</b>
Interest on term loans	9.38	46.51
Interest on working capital	10.50	-
Interest paid to others	1.86	4.41
<b>Total</b>	<b>21.74</b>	<b>50.92</b>

**23 Depreciation and amortisation expense**

	<b>For the Year Ended March 31, 2022</b>	<b>For the Year Ended March 31, 2021</b>
Depreciation of tangible assets (refer note 3)	189.59	198.11
Amortisation of intangible assets (refer note 4)	0.10	1.04
<b>Total</b>	<b>189.69</b>	<b>199.15</b>



## 24 Other expenses

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Power and fuel	31.38	18.95
Travelling and conveyance	102.86	83.09
Rent	6.74	4.32
Legal and professional fees	79.79	63.03
<b>Repairs and maintenance</b>		
- Plant and machinery	79.44	62.19
- Others	74.65	40.09
Communication cost	17.29	19.61
Bank Charges	0.01	0.15
Rates and taxes	0.10	3.35
Payment to auditors (refer details below)*	2.01	3.03
Insurance	23.12	19.10
CSR expenditure (refer details below)**	-	8.81
Printing and stationery	6.52	5.78
Advertisement and sales promotion	0.25	0.17
Rounding off difference	-	(0.02)
Miscellaneous expenses	27.19	18.73
<b>Total</b>	<b>451.35</b>	<b>350.38</b>

## \*Payment to Auditor (excluding applicable taxes)

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
<b>As Auditor:</b>		
Audit Fee	2.00	3.00
<b>In other Capacity:</b>		
Certification fees	0.01	0.03
<b>Total</b>	<b>2.01</b>	<b>3.03</b>

## \*\*Details of CSR expenditure:

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
(a) Gross amount required to be spent by the Company during the year	-	8.81
(b) Amount approved by the Board to be spent during the year	-	8.81
(c) Amount spent during the year ending on March 31, 2022:		
	<b>In Cash</b>	<b>Yet to be paid in Cash</b>
i) Construction/acquisition of any asset	-	-
ii) On purposes other than (i) above in cash	-	-
(d) Amount spent during the year ending on March 31, 2021:		
	<b>In Cash</b>	<b>Yet to be paid in Cash</b>
i) Construction/acquisition of any asset	-	-
ii) On purposes other than (i) above in cash	8.81	-
(e) Details related to spent / unspent obligations:		
	<b>For the Year Ended March 31, 2022</b>	<b>For the Year Ended March 31, 2021</b>
i) Contribution to Public Trust	-	-
ii) Contribution to Charitable Trust	-	8.81

## 25 Exceptional item

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Scrap of Building	-	63.00
<b>Total</b>	<b>-</b>	<b>63.00</b>



## 26 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	28.41	14.90
Deferred tax thereon	(7.15)	(4.55)
	<b>21.26</b>	<b>10.35</b>

## 27 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
<b>Profit attributable to the equity holders of the Company</b>		
Continuing Operations	458.64	136.07
Discontinued Operations	-	-
<b>Profit attributable to the equity holders of the Company</b>	<b>458.64</b>	<b>136.07</b>
Weighted average number of equity shares for basic and diluted EPS (in lakhs)	11.25	11.25
Basic and diluted earnings per share (face value Rs. 10 per share, PY Rs. 10 per share) for Continuing Operations (Rs.)	40.77	12.10

- 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.

## 28 Operating leases

### A. Leases as lessee

The Company has taken 2 office premises on operating lease, with an option of renewal at the end of the lease term.

Lease expense charged during the year to the Statement of Profit and Loss aggregate to Rs. 6.74 lakhs (previous year Rs. 4.32 lakhs).

Future minimum lease payments under non-cancellable operating lease are as under:

	For the Year Ended March 31, 2022	For the Year Ended March 31, 2021
Payable in less than one year	11.6	4.32
Payable between one and five years	-	-
Payable after more than five years	-	-
	<b>11.6</b>	<b>4.32</b>



29 Gratuity and other post-employment benefit plans

The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. The scheme is funded with an insurance company in the form of qualifying insurance policy.

- a) During the year, the Company has recognized the following amounts in the statement of profit and loss :

Defined contribution plans

	March 31, 2022	March 31, 2021
Employer's contribution to provident fund	103.88	95.41
Employer's contribution to employee state insurance	0.20	0.34

b) Defined Benefit Obligation

The following tables summarise the components of net benefit expense recognised in the Statement of profit or loss and the funded status and amounts recognised in the balance sheet for the respective plans:

	March 31, 2022	March 31, 2021
	Gratuity	Gratuity
<b>Cost for the year included under employee benefit</b>		
Current service cost	26.20	30.02
Past service cost	-	-
Interest cost	3.27	2.95
<b>Net benefit expense</b>	<b>29.47</b>	<b>32.97</b>

c) Amounts recognised in statement of other comprehensive income (OCI)

	March 31, 2022	March 31, 2021
	Gratuity	Gratuity
Opening amount recognised in OCI outside statement of profit and loss	(7.72)	7.18
Remeasurement for the year - Obligation (Gain) / Loss	(27.55)	(14.21)
Remeasurement for the year - Plan Assets (Gain) / Loss	(0.86)	(0.69)
Total remeasurement Cost / (Credit) for the year recognised in OCI	(28.41)	(14.90)
Closing amount recognised in OCI outside statement of profit and loss	(36.13)	(7.72)

d) Mortality table

	March 31, 2022	March 31, 2021
	Gratuity	Gratuity
<b>Mortality table</b>	IALM(2012-14) ult	IALM(2012-14) ult
<b>Economic assumptions</b>		
1 Discount rate	7.22%	6.75%
2 Rate of increase in compensation levels - for the first two years	10.00%	10.00%
- Thereafter	10.00%	10.00%
3 Rate of return on plan assets	6.75%	6.75%
<b>Demographic assumptions</b>		
1 Expected average remaining working lives of employees (years)	15.59	15.40
2 Retirement Age (years)	58 years	58 years
3 Mortality Rate	Indian Assured Lives Mortality (2012-14) ultimate	
<b>Withdrawal Rate</b>		
1 upto 30 years	8.00%	5.00%
2 Ages from 31-40	8.00%	5.00%
3 Ages from 41-50	8.00%	5.00%
4 Above 50 years	8.00%	5.00%

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.





e) **Net (assets) / liabilities recognized in the Balance Sheet and experience adjustments on actuarial gain / (loss) for benefit obligation and plan assets.**

**Gratuity**

	March 31, 2022	March 31, 2021
Benefit obligation as at the beginning of the year	365.03	359.52
Transfer in/(out)	-	-
Current service cost	26.20	30.02
Interest cost	22.94	23.24
Benefit paid	(50.48)	(30.37)
Actuarial loss/(gain)	(27.55)	(17.38)
<b>Gross Liability</b>	<b>336.13</b>	<b>365.03</b>

f) **Table showing changes in the fair value of plan assets :**

	March 31, 2022	March 31, 2021
Opening fair value of plan assets	309.50	312.82
Transfer in/(out)	-	-
Expected return on plan assets	19.67	20.30
Contribution made during the year	14.20	6.06
Benefits paid	(50.49)	(30.38)
Mortality charges	-	-
Actuarial gain on plan assets	0.86	0.69
<b>Closing fair Value of Plan asset</b>	<b>293.74</b>	<b>309.50</b>

g) **Benefit (asset) / liability :**

	March 31, 2022	March 31, 2021
Present value of defined benefit obligation	336.13	365.03
Fair value of plan assets	293.74	309.50
<b>Net (assets) / liability</b>	<b>42.39</b>	<b>55.53</b>

h) **Major category of plan assets (As a % of total plan assets)**

	March 31, 2022	March 31, 2021
Investment with the insurer	100%	100%

i) **A quantitative sensitivity analysis for significant assumption as at March 31, 2021 and March 31, 2020 is as shown below:**

	March 31, 2022 Gratuity	March 31, 2021 Gratuity
<b>A. Discount rate</b>		
Effect on DBO due to 1% increase in Discount Rate	320.46	345.71
Effect on DBO due to 1% decrease in Discount Rate	353.22	386.46
<b>B. Salary escalation rate</b>		
Effect on DBO due to 1% increase in Salary Escalation Rate	348.26	381.30
Effect on DBO due to 1% decrease in Salary Escalation Rate	324.20	349.54
<b>C. Withdrawal rate</b>		
Effect on DBO due to 1% increase in Withdrawal rate	335.22	363.01
Effect on DBO due to 1% decrease in Withdrawal rate	337.14	367.30

j) **The expected benefit payments in future years is as follows:**

	March 31, 2022	March 31, 2021
March 31, 2022	-	59.20
March 31, 2023	32.44	20.92
March 31, 2024	14.24	13.52
March 31, 2025	60.57	54.61
March 31, 2026	91.54	88.18
March 31, 2027	40.53	-
March 31, 2028 to March 31, 2032 (PY March 31, 2027 to March 31, 2031)	180.19	173.40





30 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. 8.85 Lakhs (March 31, 2021 Rs.96.05 lakhs), net of advances.

(2) Undrawn committed borrowing facility

The Company has availed fund based working capital limit amounting to Rs. 500.00 lakhs (March 31, 2021: Nil) from a financial institution. An amount of Rs. 300.00 Lakhs remain undrawn as at March 31, 2022 (March 31, 2021: NIL).

b) Contingent liabilities

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



## 31 Related party disclosures

## Names of related parties and related party relationship

S. No.	Relationship	Name of Related Parties
1	KEY MANAGEMENT PERSON	Mr. Naval Khanna
		Mr. Sanjay Mehta
		Mr. Raajesh Kumar Gupta
2	HOLDING COMPANY	Lumax Auto Technologies Limited
3	ENTERPRISES OWNED OR SIGNIFICANTLY INFLUENCED BY KMP	Lumax Industries Limited
		Lumax Finance Private Limited
		Lumax Ancilliary Limited
		Mahavir Udyog
		Bharat Enterprises
		Lumax Tours & Travels Limited
		D. K. Jain & Sons (HUF)
		D. K. Jain and Family Trust
		Lumax Charitable Foundation
		Lumax Ituran Telematics Private Limited
		Lumax Mannoh Allied Auto Technologies Private Limited.
		Lumax Integrated Venture Private Limited
		Lumax Cornaglia Auto Technologies Private Limited
		Lumax Metallics Private Limited (Formerly known as Lumax Gill-Austem Auto Technologies Private Limited )
		Lumax FAE Technologies Private Limited
		Lumax JOPP Allied Technologies Private Limited
		Lumax Yokowo Technologies Private Limited (Wef 7th Feb 2020)
Lumax Alps Alpine India Private Limited ("LAAIPL") (W.E.F. September 21, 2021)		
Lumax Energy Solutions Private limited		
Velomax Mobility private limited		
Sipal Engineering Private Limited		



S. No.	Account Head	Key Management Personnel		Ultimate Holding Company		Enterprises owned or significantly influenced by Key Management Personnel and/ or their relatives		Total	
		MAR 31, 2022	March 31, 2021	MAR 31, 2022	March 31, 2021	MAR 31, 2022	March 31, 2021	MAR 31, 2022	March 31, 2021
<b>A)</b>	<b>TRANSACTIONS</b>								
i)	Rendering of Services								
	Lumax Industries Limited	-	-	-	-	1,902.77	1,280.46	1,902.77	1,280.46
	Lumax Auto Technologies Limited	-	-	1,576.04	1,438.13	-	-	1,576.04	1,438.13
	Velomax Mobility Private Limited	-	-	-	-	0.12	-	0.12	-
	Lumax Alps Alpine India Private Limited	-	-	-	-	7.38	-	7.38	-
	Sipal Engineering Pvt Ltd	-	-	-	-	2.95	11.80	2.95	11.80
	<b>Total (i)</b>	-	-	<b>1,576.04</b>	<b>1,438.13</b>	<b>1,913.22</b>	<b>1,292.26</b>	<b>3,489.26</b>	<b>2,730.39</b>
ii)	Re-imbursment of Expenses								
	Lumax Industries Limited	-	-	-	-	135.72	220.99	135.72	220.99
	Lumax Auto Technologies Limited	-	-	142.69	222.11	-	-	142.69	222.11
	Lumax Tours & Travels Limited	-	-	-	-	-	1.13	-	1.13
	Lumax Ancillary Limited	-	-	-	-	15.55	18.71	15.55	18.71
	Lumax Mannoh Allied Technologies Limited	-	-	-	-	9.13	14.61	9.13	14.61
	Lumax Cornaglia Auto Technologies Private Limited	-	-	-	-	0.59	4.06	0.59	4.06
	Lumax Metallice Private Limited	-	-	-	-	-	0.98	-	0.98
	Lumax Ituran Telematics Pvt. Ltd.	-	-	-	-	-	0.58	-	0.58
	Lumax Jopp Allied Technologies Pvt.Ltd.	-	-	-	-	-	0.23	-	0.23
	Lumax Alps Alpine India Private Limited	-	-	-	-	21.44	-	21.44	-
	Lumax Finance Private Limited	-	-	-	-	-	0.17	-	0.17
	Lumax FAE Technologies Private Limited	-	-	-	-	-	0.22	-	0.22
	Lumax Charitable Foundation	-	-	-	-	-	0.09	-	0.09
	Mahavir Udyog	-	-	-	-	-	0.21	-	0.21
	<b>Total (ii)</b>	-	-	<b>142.69</b>	<b>222.11</b>	<b>182.43</b>	<b>261.98</b>	<b>325.12</b>	<b>484.10</b>
iii)	Availing of Services								
	Lumax Industries Limited	-	-	-	-	-	0.41	-	0.41
	Lumax Tours & Travels Limited	-	-	-	-	31.17	0.65	31.17	0.65
	Lumax Auto Technologies Limited	-	-	0.80	-	-	-	0.80	-
	<b>Total (iii)</b>	-	-	<b>0.80</b>	-	<b>31.17</b>	<b>1.06</b>	<b>31.97</b>	<b>1.05</b>
iv)	Employee Benefit Expenses (Transfer to)								
	Lumax Auto Technologies Limited	-	-	-	0.66	-	-	-	0.66
	Lumax Cornaglia Auto Technologies Private Limited	-	-	-	-	-	-	-	-
	Lumax Industries Limited	-	-	-	-	-	0.69	-	0.69
	<b>Total (iv)</b>	-	-	-	<b>0.66</b>	-	<b>0.69</b>	-	<b>1.35</b>
v)	Lease Rent (Expenses)								
	Lumax Industries Limited	-	-	-	-	5.10	5.10	5.10	5.10
	Lumax Auto Technologies Limited	-	-	2.86	-	-	-	2.86	-
	<b>Total (v)</b>	-	-	<b>2.86</b>	-	<b>5.10</b>	<b>5.10</b>	<b>7.96</b>	<b>5.10</b>
vi)	Managerial Remuneration paid *								
	Mr.Naval Khanna	91.43	69.74	-	-	-	-	91.43	69.74
	Mr.Sanjay Mehta	151.02	115.52	-	-	-	-	151.02	115.52
	Mr.Raajesh Kumar Gupta	55.19	8.05	-	-	-	-	55.19	8.05
	<b>Total (vi)</b>	<b>297.64</b>	<b>193.31</b>	-	-	-	-	<b>297.64</b>	<b>193.31</b>
vii)	Charity & Donation (CSR Expenses)								
	Lumax Charitable Foundation	-	-	-	-	-	8.81	-	8.81
	<b>Total (vii)</b>	-	-	-	-	-	<b>8.81</b>	-	<b>8.81</b>

S. No.	Account Head	Key Management Personnel		Ultimate Holding Company		Enterprises owned or significantly influenced by Key Management Personnel and/ or their relatives		Total	
		MAR 31, 2022	March 31, 2021	MAR 31, 2022	March 31, 2021	MAR 31, 2022	March 31, 2021	MAR 31, 2022	March 31, 2021
<b>B)</b>	<b>Balances at the year end</b>								
i)	Payables								
	Lumax Tours & Travels Limited	-	-	-	-	-	0.32	-	0.32
	Mr.Naval Khanna	8.49	4.12	-	-	-	-	8.49	4.12
	Mr.Sanjay Mehta	0.26	6.03	-	-	-	-	0.26	6.03
	Mr.Raajesh Kumar Gupta	-	3.46	-	-	-	-	-	3.46
	<b>Total (i)</b>	<b>8.75</b>	<b>13.61</b>	-	-	-	<b>0.32</b>	<b>8.75</b>	<b>13.92</b>
ii)	Receivables								
	Lumax Industries Limited	-	-	-	-	508.89	298.34	508.89	298.34
	Lumax Auto Technologies Limited	-	-	299.06	317.73	-	-	299.06	317.73
	Lumax Ancillary Limited	-	-	-	-	-	0.87	-	0.87
	Lumax Cornaglia Auto Technologies Private Limited	-	-	-	-	0.22	0.09	0.22	0.09
	Mr.Sanjay Mehta	-	3.50	-	-	-	-	-	3.50
	<b>Total (ii)</b>	-	<b>3.50</b>	<b>299.06</b>	<b>317.73</b>	<b>509.11</b>	<b>299.30</b>	<b>808.17</b>	<b>620.53</b>

\* The Persons are covered under the Company's Group Gratuity Scheme along with other employees of the Company. The gratuity and leave liability is determined for all the employees on an overall basis, based on the actuarial valuation done by an independent actuary. The specific amount of gratuity and leave liability can not be ascertained separately, except for the amount actually paid.



**32 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 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.

As at March 31, 2022	On Demand	Less than 1 Year	1 to 5 years	> 5 years	Total
Borrowings	200.00	12.48	20.20	-	232.68
Trade and other payables	-	29.57	-	-	29.57
Other financial liabilities	-	38.60	-	-	38.60
<b>Total</b>	<b>200.00</b>	<b>80.65</b>	<b>20.20</b>	<b>-</b>	<b>300.85</b>

  

As at March 31, 2021	On demand	Less than 1 Year	1 to 5 years	> 5 years	Total
Borrowings	-	262.92	201.63	-	464.55
Trade and other payables	-	222.96	-	-	222.96
Other financial liabilities	-	131.88	-	-	131.88
<b>Total</b>	<b>-</b>	<b>617.76</b>	<b>201.63</b>	<b>-</b>	<b>819.39</b>

**33 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.

The accompanying notes form an integral part of these financial statements

As per our report of even date

**R Jain & Sanjay Associates**

Chartered Accountants

Firm Registration No.: 012377N

CA Kanchan Jain  
Partner  
Membership No: 506932



Place : Gurugram

Date : 10/05/2022

For and on behalf of the Board of Directors of  
**Lumax Management Services Private Limited**

Naval Khanna  
Chairman  
DIN: 00110584

Sanjay Mehta  
Director  
DIN: 06434661

Rajesh Kumar Gupta  
Company Secretary  
Membership No.: A8709