

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF SBC EXPORTS LIMITED

Report on the Audit of the Standalone Financial Statements Opinion

We have audited the accompanying standalone financial statements of **SBC Exports Limited ("the Company")**, which comprise the Balance Sheet as at **March 31, 2024** the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit and loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Attention is invited to Note No. 18 stating no provision has been made by the management on account of interest on overdue amount payable to MSME's. In the absence of reasonable estimate of interest amount and considering materiality thereof, our opinion is not modified with respect to this matter

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.



| Key audit matters | How our audit addressed the key audit matter |
|--|--|
| Recognition of Comprehensive Income arising out of valuation of Investment as per Ind-AS | |
| <p>Comprehensive Standards on Financial Instruments issued under the Companies (Indian Accounting Standards) Rules 2015, All equity Investment in the scope of Ind-AS are to be measured at fair value in the statement of financial Position, with value changes recognized in Profit & Loss, except for those investment for which the entity has irrevocably elected to present value changes in other comprehensive income .</p> | <p>Our audit approach was a combination of test of internal controls and substantive procedures which included the followings: Obtaining an understanding of Internal control designed by the management for investment accounting and tested the operating effectiveness of those controls.</p> <p>Audit involved substantive audit procedures like inspection and re calculation to identify encumbrances on those investments and verification of sufficiency and appropriateness of disclosures regarding the recognition of other comprehensive Income arising out of valuation of investment as per Ind-AS.</p> |
| Valuation of Trade Receivables | |
| <p>Trade Receivables comprises a significant portion of the liquid assets of the company Accordingly, the estimation of the allowance for trade receivable is a significant judgement area and is therefore considered a key audit matter.</p> | <p>Our audit approach was a combination of test of internal controls and substantive procedures which included the followings:</p> <ul style="list-style-type: none"> • Evaluate and test the controls for managing segment-wise trade receivable and subsequent recovery, • Assess the recoverability and provision of long outstanding / disputed receivable where considered doubtful for recovery, • Assess the appropriateness and completeness of the related disclosure. |
| Existence & valuation of inventory | |
| <p>Inventory Comprises a significant portion of the liquid assets of the company. Various procedures are involved in validating inventory quantities across locations.</p> | <p>Our audit approach was a combination of test of internal controls and substantive procedures which included the followings:</p> <ul style="list-style-type: none"> • Identify and assess segment-wise slow moving material for valuation and process of providing provision to capture obsolescence, • Overall inventory reconciliation including opening stock, purchases consumption and closing stock, • Review the policy of physical verification of inventory and its operational implementation, • Assess the appropriates and completeness of the related disclosure. |

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's



Information, 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.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 but to do so.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 procedures responsive to those risks, and obtain audit



evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore, the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit 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, the Statement of Profit and Loss including Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standard 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 March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - h) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations, if any, on its financial position in its standalone financial statements.
 - ii. The Company has made provision, as required under the applicable law or Indian Accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.



- iv. (a) The **management has represented** that other than those disclosed in the notes to accounts,
- I. No funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - II. No funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (I) and (II) above, contain any material misstatement.
- v. As per Management's representation received that to the best of its knowledge and belief, the company has not declared or paid dividend either final or interim in nature during the year.
- vi. Based on the MCA Notification dated 24.03.2021, read together with the MCA Notification dated 31.03.2022, it is mandatory to have an audit trail feature in accounting software effective from 01.04.2023 (beginning with FY 2023-24).

Upon examination, which included a test check, we found that the company has used accounting software with an audit trail (Edit Log) feature to maintain its books of accounts. This feature has been operational throughout the year for all relevant transactions recorded in the software. During our audit, we did not encounter any instances of tampering with the audit trail feature.

For STRG & Associates
Chartered Accountants
FRN: 014826N



CA Rakesh Gupta
M No. 094040
UDIN: - 24094040BKA0IG4793
Place: - New Delhi
Date: 15.05.20

15 MAY 2024

ANNEXURE – A
Reports under the Companies (Auditor's Report) Order, 2020 (CARO 2020)
for the year ended on 31st March 2024

To,

The Members of SBC EXPORTS LIMITED

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended **31 March 2024**.

On the basis of such checks as we considered appropriate and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

1. a) (A) As per information and Explanations given to us, the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;

 (B) As per information and explanations given to us, the company is maintaining proper records showing full particulars, including quantitative details and situation of intangible assets.

b) As explained to us, all the Property, Plant and Equipment have been physically verified by the management at reasonable intervals, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.

c) As per information and explanations given to us, the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in financial statement are held in the name of the company.

d) As per information and explanations given to us, the Company has not revalued its Property, Plant and Equipment or intangible assets or both during the year. Accordingly, the provision of clause 3(i)(d) of order is not applicable.

e) As per information and explanations given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the benami Transaction (prohibition Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, the provision of clause 3(i)(e) of the order is not applicable.
2. (a) As per information and explanations given to us, Physical verification of inventory has been conducted by the management at reasonable intervals during the year, which in our opinion is reasonable. No material discrepancies were noticed on such verification,

 (b) As per information and explanations given to us, the company has been sanctioned working capital limit in excess of five crore rupee, in aggregate from banks or financial institution on the basis of security of current



assets. The quarterly returns or statements filed by the company with such banks or financial institution are in agreement with book of account of the company. No material discrepancies were noticed.

3. As per information and explanations given to us, the Company has not granted loan or advance in the nature of loans, secured or unsecured, provided any guarantee or given security but made investment to companies, firms, limited liability partnerships or other parties.
 - (a) As per information and explanations given to us, Company has not provided loans or advances in nature of loans or stood guarantee, or provided security to any other entity during the year.
 - (b) As per information and explanations given to us, the company has not provided Loans & advances, guarantees, given security but made investment during the year.
 - (c) As per information and explanations given to us, the company has not provided loans & advances in nature of loans, Accordingly the provision of clause 3(iii)(c) of order is not applicable,
 - (d) As per information and explanations given to us, there is no Overdue Amount for more than ninety days during the reporting period, Accordingly, the provision of clause 3 (iii)(d) of order is not applicable.
 - (e) As per information and explanations given to us, the company has not granted loans & advances in nature of loan which has fallen due during the year Accordingly, the provision of clause 3 (iii)(e) of order is not applicable.
 - (f) As per information and explanations given to us, the company has not granted loans or advances in nature of loans either repayable on demand or without specifying any terms or period of repayment. Accordingly, the provision of clause 3(iii)(f) of order is not applicable.
4. As per information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the companies Act, wherever applicable, in respect of loans, investments, guarantees and security given by the company during the year.
5. According to the information and explanations given to us, the company has not accepted any deposits or amounts which are deemed to be deposits in terms of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under. Accordingly, the provision of clause 3 (v) of the order is not applicable.
6. To the best of our knowledge and belief, the Central Government has specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. As per information & explanation given to us, the cost records are being maintained by company. However, the same are not produced before us.
7. (a) As per information and explanations given to us, the company is generally regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees 'state insurance, income-tax,



sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. There are no outstanding statutory dues as at the last day of the financial year under audit for a period of more than six months from the date they became payable except to total of Rs. 12,37,865/- on account of TDS demand.

b) We According to information and explanations given to us, there are no statutory dues referred to in sub clause(a) which have not been deposited on account of any dispute except to total of Rs. 19,53,45,144/- on account of income tax for various years.

8. As per information and explanations given to us, there is no transaction which is not recorded in the books of accounts and have been Surrendered or disclosed as income during the year in tax assessments under income tax Act 1961 (43 of 1961). Accordingly, the provisions of clause 3 (viii) of the Order is not applicable.

9. (a) In our opinion, and as per information and explanations given to us, the Company has not defaulted in repayment of Loans or other borrowings or interest thereon to any lender during the year. Accordingly, the provision of clause 3(ix)(a) of the order is not applicable

(b) As per information and explanations given to us the company is not a declared willful defaulter by any Bank or financial institution or other lender. Accordingly, the provision of clause 3(ix)(b) of the order is not applicable.

(c) As per information and explanations given to us, the company has applied the term loans for the purposes for which they were obtained.

(d) As per information and explanations given to us the company has not utilized funds, raised on short term basis for long term purpose. Accordingly, the provision of clause 3(ix)(d) of order is not applicable.

(e) As per information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet obligation of its subsidiaries, associate companies or joint ventures. Accordingly, the provision of clause 3(ix)(e) of the order is not applicable.

(f) As per information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Accordingly, the provision of clause 3(ix)(f) of the order is not applicable.

10. (a) As per information and explanations given to us, the company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provision of clause 3 (x)(a) of the Order is not applicable.

(b) As per information and explanations given to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or fully or partially or optionally convertible debentures during the year under review. Accordingly, the provisions of clause 3(x)(b) of the Order is not applicable.



15 MAY 2024

11. (a) Based upon the audit procedures performed and information and explanations given by the management, we report that, no fraud by the Company or on the company has been noticed or reported during the period covered by our audit. Accordingly, the provision of clause 3(xi)(a) of the order is not applicable.
- (b) Based upon the audit procedures performed, in the absence of any observation relating to suspected offence involving fraud, the provision of clause 3 (xi)(b) of the order is not applicable.
- (c) As per information and explanations given to us, the company has not received any whistle blower complaints during the year, Accordingly, the provisions of clause 3(xi)(c) of the Order is not applicable to the Company.
12. The Company is not a Nidhi Company Accordingly, the provisions of clause (xii) of the order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act. Wherever applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Indian Accounting standards.
14. (a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the report of the internal auditors for the period under audit,
15. As per information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, the provisions of clause 3 (xv) of the Order is not applicable.
16. The company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934. Accordingly, the provision of clause 3(xvi)(a), (b), (c) & (d) of order is not applicable.
17. As per information and explanations given to us, the Company has not incurred any cash losses in the financial year and in the immediately preceding financial year. Accordingly, the provisions of clause 3(xvii) of the Order is not applicable to the Company.
18. As per information and explanations given to us, there has been no instance of resignation by the statutory auditors during the year. Accordingly, the provisions of clause 3(xviii) of the Order is not applicable to the Company.
19. As per information and explanations given to us, 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, 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 1 year from the balance sheet date.



20. (a) As per information and explanations given to us, there is no unspent amount to a fund specified in schedule VII to the companies act, Accordingly, the provision of clause 3(xx)(a) & (b) of order is not applicable.
21. As per information and explanations given to us, there are no qualifications or adverse remarks in the CARO report of the company(ies) included in the consolidated financial statement

For STRG & Associates
Chartered Accountants
FRN: 014826N



CA Rakesh Gupta
M No. 094040
UDIN: - 24094040BKAOIG4793

Place: - New Delhi
Date: 15.05.2024

"Annexure B"

**To the Independent Auditor's Report of even date on the Standalone Financial Statements of
SBC EXPORTS LIMITED.**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the
Companies Act, 2013.**

We have audited the internal financial controls over financial reporting of **SBC EXPORTS LIMITED** as of March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence amount the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issues by the Institute of Chartered Accountants of India.

For STRG & Associates
Chartered Accountants
FRN: 014826N



15 MAY 2024

CA Rakesh Gupta
M No. 094040
UDIN: - 24094040BKAOIG4793

Place: - New Delhi
Date: 15.05.2024

BALANCE SHEET AS AT 31ST MARCH, 2024

(Amount in '000)

| Particulars | Note No. | As at | |
|---|----------|---------------------|---------------------|
| | | March 31, 2024 | March 31, 2023 |
| ASSETS | | | |
| Non-Current Assets | | | |
| Property Plant & Equipments and Intangible Assets | | | |
| a) Property Plant & Equipments | 1 | 2,30,158.07 | 76,689.10 |
| b) Capital work in Progress | 1 | 5,661.33 | 2,278.98 |
| c) Intangible Assets | 1 | 419.34 | 415.00 |
| d) Financial Assets | | | |
| (i) Investment | 2 | 1,43,653.51 | 47,006.47 |
| (ii) Trade Receivables | 3 | - | - |
| (iii) Loans and Advances | 4 | 22,292.90 | 16,380.55 |
| e) Other Non-Current Assets | | - | - |
| Current Assets | | | |
| a) Inventories | 6 | 3,54,853.85 | 2,98,117.80 |
| b) Financial Assets | | | |
| (i) Trade Receivables | 3 | 9,13,563.42 | 5,57,934.59 |
| (ii) Cash and Cash Equivalents | 7 | 44,720.18 | 42,405.55 |
| (iii) Loans and Advances | 8 | 37,903.27 | 48,988.60 |
| c) Other Current Assets | 9 | 88,437.17 | 53,507.15 |
| Total | | 18,41,663.05 | 11,43,723.79 |

EQUITY & LIABILITIES

| | | | |
|--|----|---------------------|---------------------|
| Equity | | | |
| - Equity Share Capital | 10 | 3,17,460.00 | 2,11,640.00 |
| - Other Equity | 11 | 1,24,239.58 | 1,32,012.52 |
| Liabilities | | | |
| Non-Current Liabilities | | | |
| a) Financial Liabilities | | | |
| (i) Borrowings | 12 | 2,47,916.76 | 56,140.12 |
| b) Provisions | 13 | 3,093.34 | 2,179.13 |
| c) Deferred Tax Liabilities (Net) | 5 | 6,819.68 | 2,644.72 |
| Current Liabilities | | | |
| a) Financial Liabilities | | | |
| (i) Borrowings | 14 | 2,78,466.24 | 2,11,457.92 |
| (ii) Trade Payables | | | |
| - Total outstanding dues of Micro and small Enterprises; | 15 | - | - |
| - Total outstanding dues of creditors other than Micro and small Enterprises | 15 | 6,37,987.09 | 3,37,557.25 |
| b) Other Current Liabilities | 16 | 1,89,537.33 | 1,65,245.97 |
| c) Provisions | 17 | 36,143.02 | 24,846.15 |
| Total | | 18,41,663.05 | 11,43,723.79 |

See accompanying notes to the financial statements
 The Notes referred to above, form an integral part of the Balance Sheet

For STRG & Associates
 Chartered Accountants
 FRN : 014826N

(CA Rakesh Gupta)
 Partner
 M. No. 094040
 UDIN:- 24094040BKA0IG4793

15 MAY 2024

Place : New Delhi
 Date : 15/05/2024

For and on behalf of board of Directors of
 SBC Exports Limited

Govindji Gupta
 Managing Director
 DIN 01632764

Deepika Gupta
 Director
 DIN 03319765

Mukesh Bhatt
 Chief Financial Officer

Hari Om Sharma
 Company Secretary



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2024

| Particulars | Note No. | (Amount in '000) | |
|---|----------|----------------------------|----------------------------|
| | | As at March 31, 2024 | As at March 31, 2023 |
| INCOME | | | |
| Revenue From Operations | 18 | 19,39,687.84 | 21,46,328.36 |
| Less:- Branch Transfer | | <u>29,565.65</u> | <u>2,65,783.80</u> |
| Net Revenue From Operations | | 19,10,122.19 | 18,80,544.56 |
| Other Income | 19 | 36,166.88 | 20,843.27 |
| Total Income | | <u>19,46,289.07</u> | <u>19,01,387.84</u> |
| EXPENSES | | | |
| Cost of Material Consumed | 20 | 15,35,606.44 | 18,70,392.22 |
| Less:- Branch Transfer | | <u>29,565.65</u> | <u>2,65,783.80</u> |
| Net Cost of Material Consumed | | 15,06,040.80 | 16,04,608.42 |
| Changes in Inventory | 21 | 5,494.44 | (28,249.86) |
| Employee Benefits Expenses | 22 | 1,07,867.13 | 88,548.32 |
| Finance Costs | 23 | 59,220.70 | 22,893.35 |
| Depreciation and Amortization Expenses | 1 | 13,187.98 | 10,842.08 |
| Other Expenses | 24 | 1,26,032.29 | 1,10,752.78 |
| Total Expenses | | <u>18,17,843.33</u> | <u>18,09,395.09</u> |
| Profit Before Exceptional and Extra Ordinary Items and Tax | | <u>1,28,445.74</u> | <u>91,992.75</u> |
| Exceptional Items / Prior Period Items | | - | - |
| Profit Before Extra Ordinary Items and Tax | | <u>1,28,445.74</u> | <u>91,992.75</u> |
| Extra Ordinary Items | | - | - |
| Profit Before Tax | | <u>1,28,445.74</u> | <u>91,992.75</u> |
| Current Year Tax | | 35,347.15 | 24,256.49 |
| Earliers Year Tax | | - | 10.28 |
| Deferred Tax | 5 | 784.50 | 437.69 |
| Profit for the Period | | <u>93,883.10</u> | <u>68,163.67</u> |
| Other Comprehensive Income | | | |
| A(I) Items that will not be reclassified to profit & loss | | | |
| Fair Value of equity instruments through other comprehensive income | | 19,791.04 | 17,449.98 |
| Remeasurements of the Net Defined benefit Plans | | (85.62) | (212.62) |
| A(II) Income tax relating to items that will not be reclassified to profit & loss | | | |
| Fair Value of equity instruments through other comprehensive income | | (4,981.01) | (4,391.81) |
| Remeasurements of the Net Defined benefit Plans | | 21.55 | 53.51 |
| B(I) Items that will be reclassified to profit & loss | | - | - |
| B(II) Income tax relating to items that will be reclassified to profit & loss | | - | - |
| Total Other Comprehensive Income (A(I-II)+B(I-II)) | | <u>14,745.97</u> | <u>12,899.06</u> |
| Total Comprehensive Income (A(I-II)+B(I-II)) | | <u>1,08,629.06</u> | <u>81,062.74</u> |
| Basic Earning Per Share of Re. 1/- each | | 0.30 | 0.32 |
| Diluted Earning Per Share of Re. 1/- each | | 0.30 | 0.32 |

See accompanying notes to the financial statements
The Notes referred to above, form an integral part of the Statement of Profit & Loss

For STRG & Associates,
Chartered Accountants
FRN : 014826N

(CA Rakesh Gupta)
Partner
M. No. 094040
UDIN:- 24094040BKA0IG4793

Place : New Delhi
Date : 15/05/2024

For and on behalf of board of Directors of
SBC Exports Limited

Govindji Gupta
Managing Director
DIN 01632764

Deepika Gupta
Director
DIN 03319765

Mukesh Bhatt
Chief Financial Officer

Hari Om Sharma
Company Secretary

CASH FLOW STATEMENT AS ON 31ST MARCH 2024

(Amount in '000)

| S.No. | Particulars | | For the year ended 31.03.2024 | | For the year ended 31.03.2023 |
|-------------|--|---------------|----------------------------------|-------------|----------------------------------|
| I. | CASH FLOW FROM OPERATING ACTIVITIES | | | | |
| | Net Profit before Tax | | 1,28,445.74 | | 91,992.75 |
| | Add:- Depreciation | 13,187.98 | | 10,842.08 | |
| | | | 13,187.98 | | 10,842.08 |
| | Adjustments(if any) | | 19,705.43 | | 17,237.36 |
| | Operating Profit before Working Capital Changes | | 1,61,339.15 | | 1,20,072.19 |
| | Adjustments for: | | | | |
| | Increase/(Decrease) in Other Current Liabilities & Provisions | 36,502.44 | | (44,477.71) | |
| | Increase/(Decrease) in Trade Payable | 3,00,429.83 | | (38,081.68) | |
| | (Increase)/Decrease in Other Current Assets | (34,930.03) | | (14,474.32) | |
| | (Increase)/Decrease in Loans & Advances | 11,085.33 | | (11,823.61) | |
| | (Increase)/Decrease in Receivables | (3,55,628.84) | | (59,153.04) | |
| | (Increase)/Decrease in stock in hand | (56,736.05) | (99,277.31) | (45,650.16) | (2,13,660.51) |
| | Cash Generated from Operations | | 62,061.84 | | (93,588.32) |
| | Income Tax (current & earlier Year) | | 35,347.15 | | 24,266.77 |
| | Net Cash flow Generated from Operating Activities (A) | | 26,714.70 | | (1,17,855.09) |
| II. | CASH FLOW FROM INVESTING ACTIVITIES | | | | |
| | Sale (Purchase)of Investment | (96,647.04) | | (18,842.98) | |
| | Long Term Loans & Advances Given | (5,912.35) | | 400.00 | |
| | Purchase of Fixed Assets | (1,70,043.63) | (2,72,603.03) | (31,950.07) | (50,393.06) |
| | Net Cash Flow Generated from Investing Activities (B) | | (2,72,603.03) | | (50,393.06) |
| III. | CASH FLOW FROM FINANCING ACTIVITIES | | | | |
| | Cash Generated from capital proceeds | | | | |
| | Dividend payment | (10,582.00) | | | |
| | Short Term Borrowings | 67,008.33 | | 1,60,032.67 | |
| | Long Term Borrowings | 1,91,776.64 | 2,48,202.97 | 14,395.92 | 1,74,428.60 |
| | Net Cash Flow Generated from Financing Activities (C) | | 2,48,202.97 | | 1,74,428.60 |
| IV. | Net increase in Cash & Cash Equivalents (A + B + C) | | 2,314.63 | | 6,180.45 |
| | Cash and Cash equivalents beginning of the year | | 42,405.55 | | 36,225.09 |
| | Cash and Cash equivalents as the end of the year | | 44,720.18 | | 42,405.55 |
| V. | Cash & Cash equivalents as stated in Balance Sheet | | | | |
| | Cash in Hand | | 5,955.01 | | 5,522.00 |
| | Cash at Bank , Fixed Deposit and Cheques In Hand | | 38,765.17 | | 36,883.54 |
| | Cash & Cash equivalents as stated in Balance Sheet | | 44,720.18 | | 42,405.55 |

As Per our Audit report of even date attached

For STRG & Associates.
 Chartered Accountants
 FRN : 014826N

(CA Rakesh Gupta)
 Partner
 M. No.094040
 UDIN:- 24094040BKA0IG4793

15 MAY 2024

Place : New Delhi
 Date : 15/05/2024

For and on behalf of board of Directors of
 SBC Exports Limited

Govindji Gupta
 Managing Director
 DIN 01632764

Deepika Gupta
 Director
 DIN 03319765

Mukesh Bhatt
 Chief Financial Officer

Hari Om Sharma
 Company Secretary

STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024

(Amount in '000)

A. Equity Share Capital

| | |
|---|-------------|
| Balance as at April 1, 2023 | 2,11,640.00 |
| Changes in equity share capital during the year | - |
| Bonus shares issued during the year | 1,05,820.00 |
| Balance as at March 31, 2024 | 3,17,460.00 |
| Balance as at April 1, 2022 | 2,11,640.00 |
| Changes in equity share capital during the year | - |
| Bonus shares issued during the year | - |
| Balance as at March 31, 2023 | 2,11,640.00 |

B. Other Equity

Current Year Reporting Period (31/03/2024)

(Amount in '000)

| Particulars | Retained Earnings | Security Premium | Other Comprehensive Income /(Loss) | Total Equity |
|---|-------------------|------------------|------------------------------------|---------------|
| Balance at 01.04.2023 | 1,09,982.41 | - | 22,030.11 | 1,32,012.52 |
| Changes in accounting policy | - | - | - | - |
| Restated balance | 1,09,982.41 | - | 22,030.11 | 1,32,012.52 |
| Changes in equity for the Financial Year | | | | |
| Issue of share capital | - | - | - | - |
| Bonus Shares Issued | (10,582.00) | - | - | (10,582.00) |
| Dividend Issued | (1,05,820.00) | - | - | (1,05,820.00) |
| Income for the year | 93,883.10 | - | 19,791.04 | 1,13,674.14 |
| Remeasurement of Net Defined Benefit Plan | (85.62) | - | - | (85.62) |
| Deferred Tax Assets / (Liability) OCI and NDB | (4,959.46) | - | - | (4,959.46) |
| Revaluation gain | - | - | - | - |
| Transfer During the Year | - | - | - | - |
| Balance at 31.03.2024 | 82,418.43 | - | 41,821.16 | 1,24,239.58 |

Previous Year Reporting Period (31/03/2023)

(Amount in '000)

| Particulars | Retained Earnings | Security Premium | Other Comprehensive Income /(Loss) | Total Equity |
|---|-------------------|------------------|------------------------------------|--------------|
| Balance at 01.04.2022 | 47,522.38 | - | 4,580.13 | 52,102.51 |
| Changes in accounting policy | - | - | - | - |
| Prior periods Errors | (1,152.73) | - | - | (1,152.73) |
| Restated balance | 46,369.65 | - | 4,580.13 | 50,949.78 |
| Changes in equity for the Financial Year | | | | |
| Issue of share capital | - | - | - | - |
| Income for the year | 68,163.67 | - | 17,449.98 | 85,613.65 |
| Remeasurement of Net Defined Benefit Plan | (212.62) | - | - | (212.62) |
| Deferred Tax Assets / (Liability) OCI and NDB | (4,338.30) | - | - | (4,338.30) |
| Revaluation gain | - | - | - | - |
| Transfer During the Year | - | - | - | - |
| Balance at 31.03.2023 | 1,09,982.41 | - | 22,030.11 | 1,32,012.52 |

As Per our Audit report of even date attached

For STRG & Associates
Chartered Accountants
FRN : 014826N

(CA Rakesh Gupta)
Partner
M. No.094040
UDIN:- 24094040BKAOIG4793

Place : New Delhi 15 MAY 2024
Date : 15/05/2024

For and on behalf of board of Directors of
SBC Exports Limited

Govindji Gupta
Managing Director
DIN 01632764

Mukesh Bhatt
Chief Financial Officer

Deepika Gupta
Director
DIN 03319765

Hari Om Sharma
Company Secretary

NOTES--1

PROPERTY, PLANT & EQUIPMENT SCHEDULE AS PER COMPANIES ACT, 2013 FOR PERIOD ENDED ON 31ST MARCH 2024

| PARTICULARS | GROSS BLOCK | | | DEPRECIATION | | NET BLOCK | |
|--------------------------------|--------------------|---------------------------|-----------|------------------|------------------|----------------------|----------------------|
| | Opening Balance | Additions During the year | Sale/Adj. | Opening Balance | During the Year | WDV AS ON 31/04/2024 | WDV AS ON 31/03/2023 |
| a) Property Plant & Equipments | | | | | | | |
| Computer & Softwares | 13,639.70 | 114.39 | - | 12,146.38 | 580.25 | 1,027.45 | 1,493.31 |
| Furniture & Fixings | 4,551.82 | 518.97 | - | 2,680.37 | 519.21 | 1,871.22 | 1,871.45 |
| Motor Vehicle | 23,270.84 | 13,771.86 | - | 12,404.13 | 4,582.13 | 20,056.44 | 10,866.71 |
| Office Equipments | 4,342.81 | 1,080.50 | - | 3,099.22 | 793.08 | 3,892.30 | 1,243.59 |
| Plant & Machinery | 41,056.21 | 2,685.46 | - | 13,144.98 | 5,225.68 | 18,370.65 | 27,911.23 |
| Flat No. - 805 Indrapuram | 3,337.08 | - | - | 290.61 | 289.41 | 580.03 | 3,046.47 |
| Factory in mirzapur | 14,250.00 | - | - | 1,670.42 | 1,195.06 | 11,384.52 | 12,579.58 |
| Land(Plot) | 17,676.76 | 1,48,482.60 | - | 1,66,159.36 | - | 1,66,159.36 | 17,676.76 |
| TOTAL | 1,22,125.22 | 1,66,653.79 | - | 45,436.12 | 13,184.82 | 2,30,158.07 | 76,689.10 |
| Previous Year | 92,869.13 | 29,256.09 | - | 34,594.04 | 10,842.08 | 76,689.10 | 58,275.09 |
| b) Capital Work in Progress | | | | | | | |
| Capital work in Progress | 2,278.98 | 3,382.35 | - | - | - | 5,661.33 | 2,278.98 |
| TOTAL | 2,278.98 | 3,382.35 | - | - | - | 5,661.33 | 2,278.98 |
| Previous Year | - | 2,278.98 | - | - | - | 2,278.98 | - |
| c) Intangible Assets | | | | | | | |
| Intangible Assets | 415.00 | 7.50 | - | - | 3.16 | 419.34 | 415.00 |
| TOTAL | 415.00 | 7.50 | - | - | 3.16 | 419.34 | 415.00 |
| Previous Year | 415.00 | 415.00 | - | - | - | 415.00 | - |

CWIP AGEING SCHEDULE

| CWIP | Amount in CWIP for a period of | | | | Total |
|--------------------------------|--------------------------------|-----------|-----------|-------------------|----------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 3,382.35 | 2,278.98 | - | - | 5,661.33 |
| Projects temporarily suspended | - | - | - | - | - |

For STRG & Associates
 Chartered Accountants
 FRN : 014826N



Place : New Delhi
 Date : 15/05/2024

For and on behalf of board of Directors of
 SBC Exports Limited

Govindji Gupta
 Govindji Gupta
 Managing Director
 DIN 01632764

Deepika Gupta
 Deepika Gupta
 Director
 DIN 03319765

Hari Om Sharma
 Hari Om Sharma
 Company Secretary



15 MAY 2024

SBC EXPORTS LIMITED
HOUSE NO.-20, LOHIYA TALAB, CHOTI BASAHI P.O.: VINDHYACHAL MIRZAPUR, UP 231307
CIN: L18100UP2011PLC043209

FIXED ASSETS SCHEDULE AS PER INCOME TAX ACT, 1961 FOR PERIOD ENDED ON 31ST MARCH, 2024

(Amount in '000)

| PARTICULARS | WDV AS ON 01/04/2023 | ADDITION | | TOTAL | DEP. DURING THE YEAR | WDV AS ON 31/03/2024 |
|-------------------|-------------------------|---------------------|-----------------------|--------------------|-------------------------|-------------------------|
| | | 180 DAYS OR MORE | LESS THAN 180 DAYS | | | |
| INTANGIBLE ASSETS | 313.13 | 7.50 | - | 320.63 | 80.16 | 240.47 |
| PLANT & MACHINERY | 49,433.68 | 1,801.73 | 15,736.09 | 66,971.50 | 8,865.52 | 58,105.98 |
| PLANT & MACHINERY | 1,240.20 | 24.58 | 89.82 | 1,354.59 | 523.87 | 830.72 |
| FURNITURE | 2,891.61 | - | 518.97 | 3,410.59 | 315.11 | 3,095.48 |
| LAND & BUILDING | 14,886.78 | - | - | 14,886.78 | 1,488.68 | 13,398.11 |
| LAND | 17,676.76 | 4,885.00 | 1,43,597.60 | 1,66,159.36 | - | 1,66,159.36 |
| TOTAL | 86,442.17 | 6,718.80 | 1,59,942.48 | 2,52,782.83 | 11,273.34 | 2,41,830.11 |

| | | | | | | |
|---------------------------|----------|---|----------|----------|---|----------|
| Capital Work- in progress | 2,278.98 | - | 3,382.35 | 5,661.33 | - | 5,661.33 |
|---------------------------|----------|---|----------|----------|---|----------|

For STRG & Associates.
Chartered Accountants
FRN : 014826N



(CA Rakesh Gupta)
Partner
M. No.094040

15 MAY 2024

For and on behalf of board of Directors of
SBC Exports Limited

Govindji Gupta

Govindji Gupta
Managing Director
DIN 01632764

Deepika Gupta
Director
DIN 03319765



Mukesh Bhatt

Mukesh Bhatt
Chief Financial Officer

Hari Om Sharma

Hari Om Sharma
Company Secretary

Place : New Delhi
Date : 15/05/2024

SBC EXPORTS LIMITED

HOUSE NO.-20, LOHIYA TALAB, CHOTI BASAHI P.O.: VINDHYACHAL MIRZAPUR, UP 231307

CIN: L18100UP2011PLC043209

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

(Amount in '000)

| Particulars | (Amount in '000) | |
|---|------------------------|------------------------|
| | As at March 31,2024 | As at March 31,2023 |
| 2 Investments | | |
| Quoted Investment | | |
| Investment in Mutual fund | 45,372.77 | 20,150.73 |
| Unquoted Investment | | |
| Investment in Equity Warrants (Indian Companies) | 15,000.00 | 19,575.00 |
| Investment in Subsidiary Company | 80,999.94 | 4,999.94 |
| Investment in Unlisted Shares | 2,280.80 | 2,280.80 |
| Total | 1,43,653.51 | 47,006.47 |
| 4 Loans & Advances | | |
| Advance For Property | 22,292.90 | 16,380.55 |
| Total | 22,292.90 | 16,380.55 |
| 6 Inventories | | |
| - Stock in Trade (Valued at Net Realisable value) (As per inventories taken, valued and certified by the management) | 3,54,853.85 | 2,98,117.80 |
| Total | 3,54,853.85 | 2,98,117.80 |
| 7 Cash & Cash Equivalent | | |
| Fixed and Recurring Deposits | 29,875.47 | 30,854.47 |
| Cash in hand (As Certified by the Management) | 5,955.01 | 5,522.00 |
| Balance With the Scheduled Bank in Current Accounts | 8,889.71 | 6,029.08 |
| Total | 44,720.18 | 42,405.55 |
| 8 Loans & Advances | | |
| Advance To Suppliers | 24,103.54 | 11,570.22 |
| Advance For Property | 536.56 | 3,500.00 |
| Advance To Staff | 3,759.46 | 1,827.46 |
| Advances recoverable in cash or in kind or for value to be received | 9,503.70 | 32,090.92 |
| Total | 37,903.27 | 48,988.60 |
| 9 Other Current Assets | | |
| Accrued Interest on FD | 2,217.92 | 2,162.86 |
| EMD & DD | 29,371.00 | 4,768.93 |
| Security Deposit | 1,625.31 | 2,395.94 |
| Prepaid Expenses | 1,992.16 | 130.33 |
| Receivables from Revenue Authorities | 53,014.70 | 44,022.28 |
| Other | 216.10 | 26.80 |
| Total | 88,437.17 | 53,507.15 |
| 12 Borrowings - Secured (Secured by Fixed Assets) | 1,91,732.80 | 11,792.23 |
| A | 1,91,732.80 | 11,792.23 |
| Borrowings - Unsecured | | |
| Unsecured Loan From Banks | 18,413.99 | 6,577.93 |
| Unsecured Loan From Financial Institutions | 37,769.96 | 37,769.96 |
| B | 56,183.95 | 44,347.89 |
| Total (A+B) | 2,47,916.76 | 56,140.12 |



15 MAY 2024

SBC EXPORTS LIMITED

HOUSE NO.-20, LOHIYA TALAB, CHOTI BASAHI P.O.: VINDHYACHAL MIRZAPUR, UP 231307

CIN: L18100UP2011PLC043209

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

(Amount in '000)

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|--|-------------------------|-------------------------|
| 13 Provision | | |
| Defined Benefit Obligation (Gratuity) | 3,093.34 | 2,179.13 |
| Total | 3,093.34 | 2,179.13 |
| 14 Borrowings | | |
| Bank Overdraft (Secured by floating charge on book debts & stock and Fixed Deposites) | 2,27,714.05 | 1,54,014.69 |
| Short term paid Borrowings | 50,752.19 | 57,443.22 |
| Total | 2,78,466.24 | 2,11,457.92 |
| 16 Other Current Liabilities | | |
| Expenses Payable | 15,355.33 | 17,534.66 |
| Duties & Taxes | 13,897.16 | 23,559.64 |
| Advance From Customers | 1,47,960.48 | 40,123.69 |
| Security Deposits | 1,495.45 | 1,595.45 |
| Payable to others | 10,828.91 | 82,432.54 |
| Total | 1,89,537.33 | 1,65,245.97 |
| 17 Provisions | | |
| Provision For Income Tax | 35,347.15 | 24,256.49 |
| Provision for Audit Fee | 630.00 | 585.00 |
| Defined Benefit Obligation (Gratuity) | 165.88 | 4.66 |
| Total | 36,143.02 | 24,846.15 |
| 11 Other Equity | | |
| a) Profit & Loss Account Balance | | |
| Opening Balance | 1,09,982.41 | 47,522.38 |
| Less:- Bonus Shares Issued | (10,582.00) | - |
| Less:- Dividend Issued | (1,05,820.00) | - |
| Add: Profit for the year | 93,883.10 | 68,163.67 |
| Add: Deferred Tax Assets / (Liability) OCI and NDB | (4,959.46) | (5,491.03) |
| Add: Remeasurements of the Net Defined benefit plan | (85.62) | (212.62) |
| At the end of Accounting Period | 82,418.43 | 1,09,982.41 |
| c) Other Comprehensive Income | | |
| At the beginning of Accounting Period | 22,030.11 | 4,580.13 |
| Addition during the year | 19,791.04 | 17,449.98 |
| At the end of Accounting Period | 41,821.16 | 22,030.11 |
| Total (a+b+c) | 1,24,239.58 | 1,32,012.52 |



15 MAY 2024

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

(Amount in '000)

| Particulars | As at | As at |
|--|---------------------|---------------------|
| | March 31, 2024 | March 31, 2023 |
| 18 Revenue From Operations | | |
| Sales of Goods | 12,14,283.64 | 10,84,860.70 |
| Sale of Services | 7,25,404.19 | 10,61,467.66 |
| Total | 19,39,687.84 | 21,46,328.36 |
| 19 Other Income | | |
| Discount Received | 106.28 | 10.88 |
| Interest Income | 22,976.96 | 12,382.71 |
| Other Income | - | 0.47 |
| Forex Gain | 13,083.65 | 8,449.22 |
| Total | 36,166.88 | 20,843.27 |
| 20 Cost of Material Consumed | | |
| Opening stock of Raw material | 1,24,220.92 | 1,06,820.63 |
| Add : Purchase During the year | 15,97,836.93 | 18,87,792.51 |
| Less : Closing Stock Of Raw material | 1,86,451.41 | 1,24,220.92 |
| Total | 15,35,606.44 | 18,70,392.22 |
| 21 Changes In Inventory | | |
| <u>Opening Stock</u> | | |
| WIP | 2,425.20 | 2,229.68 |
| Finished Goods | 1,71,471.68 | 1,43,417.34 |
| <u>Closing Stock</u> | | |
| WIP | 1,271.82 | 2,425.20 |
| Finished Goods | 1,67,130.62 | 1,71,471.68 |
| Total | 5,494.44 | (28,249.86) |
| 22 Employee Benefit Expenses | | |
| Director's Remuneration & Other Benefits | 2,357.79 | 1,926.00 |
| Salaries & Wages including Bonus | 1,04,386.82 | 85,854.54 |
| Gratuity Expenses | 828.59 | 692.89 |
| Staff Welfare | 293.93 | 74.89 |
| Total | 1,07,867.13 | 88,548.32 |
| 23 Financial Costs | | |
| Bank Charges | 2,571.49 | 729.49 |
| Interest on Loan | 54,389.69 | 20,243.05 |
| Interest on DBO | 161.21 | 81.98 |
| Loan Processing Fees | 2,098.32 | 1,838.83 |
| Total | 59,220.70 | 22,893.35 |



15 MAY 2024

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

(Amount in '000)

| Particulars | As at | As at |
|-------------|----------------|----------------|
| | March 31, 2024 | March 31, 2023 |

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

(Amount in '000)

| Particulars | As at | As at |
|---------------------------------|--------------------|--------------------|
| | March 31, 2024 | March 31, 2023 |
| 24 Other Expenses | | |
| Advertisement | 2,560.02 | 862.64 |
| Annual Listing Fees | 860.16 | 990.34 |
| Auditors Remuneration | | |
| - Statutory Audit Fees | 300.00 | 275.00 |
| - Tax Audit Fees | 100.00 | 75.00 |
| - Internal Audit Fees | 300.00 | 599.70 |
| - Other | 75.00 | - |
| Balance Written Off | 38.77 | - |
| Charity & Donation | 16.00 | 45.10 |
| Corporate Social Responsibility | 1,500.00 | - |
| Commission Expenses | 5,014.12 | 8,072.57 |
| Duties Rates & Taxes | 16,253.34 | 26,452.51 |
| ESIC Interest | 218.66 | 309.44 |
| Freight | 1,103.61 | 486.42 |
| Independent Director fee | 84.00 | - |
| Insurance | 1,121.89 | 1,751.40 |
| Interest on GST | 9.67 | 16.21 |
| Interest on Income tax | 56.81 | - |
| Interest on TDS | 5,743.97 | 316.42 |
| Job Work charges | 6,921.36 | 12,470.28 |
| Late Fees on GST | 213.41 | 31.37 |
| Legal & Professional Exp. | 5,051.14 | 3,650.50 |
| Listing Processing Fee | 1,782.02 | 313.05 |
| Marketing Expenses | 3,534.73 | 4,077.98 |
| Misc. Expenses | 1,272.21 | 1,290.53 |
| Office Expenses | 13,824.14 | 10,041.91 |
| Online Trading Expenses | 33.42 | 6.24 |
| PMKYC Mobilization Expenses | 5,986.50 | - |
| Postage & courier | 792.23 | 1,684.37 |
| Power and fuel | 10,506.06 | 7,456.53 |
| Printing & Stationary | - | 58.33 |
| Prior Period Expenses | 51.03 | - |
| Rebate Discount & Schemes | 5,465.75 | 4,484.71 |
| Rent Expenses | 10,917.44 | 8,025.22 |
| Repair & Maintenance | 3,800.02 | 340.44 |
| ROC Expenses | 759.41 | 41.65 |
| Security expenses | 1,367.93 | 1,125.98 |
| Software maintenance | 11.07 | 62.05 |
| STT Charges | 10.38 | - |
| Telephone Expenses | 535.91 | 531.53 |
| Tour & Travelling Expenses | 13,035.36 | 9,190.58 |
| Transportation Charges | 4,199.19 | 5,275.18 |
| Vehicles Running & Maintenance | 338.80 | 270.82 |
| Water Expenses | 266.79 | 70.79 |
| Total | 1,26,032.29 | 1,10,752.78 |

For STRG & Associates
Chartered Accountants
FRN: 014826N

(CA Rakesh Gupta)
Partner
M. No.094040

15 MAY 2024

Place : New Delhi
Date : 15/05/2024

For and on behalf of board of Directors of
SBC Exports Limited

Govindji Gupta
Managing Director
DIN 01632764

Deepika Gupta
Director
DIN 03319765

Mukesh Bhatt
Chief Financial Officer

Hari Om Sharma
Company Secretary

SBC EXPORTS LIMITED
HOUSE NO.-20, LOHIYA TALAB, CHOTI BASAHI P.O.: VINDHYACHAL MIRZAPUR, UP 231307
CIN: L18100UP2011PLC043209

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

2 Investments

(Amount in '000)

| Particulars | As at 31.03.2024 | As at 31.03.2023 |
|---|------------------|------------------|
| <u>Quoted Investment</u> | | |
| Investment in Mutual fund | 45,372.77 | 20,150.73 |
| <u>Unquoted Investment</u> | | |
| Investment in Equity Warrants (Indian Companies) | 15,000.00 | 19,575.00 |
| Investment in Subsidiary Company | 80,999.94 | 4,999.94 |
| Investment in Unlisted Shares | 2,280.80 | 2,280.80 |
| Total | 1,43,653.51 | 47,006.47 |
| Less : Provision For diminution in the value of investments | - | - |
| Total | 1,43,653.51 | 47,006.47 |



15 MAY 2024

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

3 Trade Receivables ageing Schedule
 as on 31.03.2024

(Amount in '000)

| Particulars | Outstanding for following periods from due date of the payment | | | | | Total |
|---|--|--------------------|------------------|-----------|-------------------|--------------------|
| | Less Than 6 Months | 6 months - 1 years | 1-2 years | 2-3 years | More than 3 years | |
| (i) Undisputed Trade Receivables - considered good | 8,00,255.68 | 64,023.92 | 49,283.83 | - | - | 9,13,563.42 |
| (ii) Undisputed Trade Receivables- which have significant increase in credit risk | - | - | - | - | - | - |
| (iii) Undisputed Trade Receivables - credit risk | - | - | - | - | - | - |
| (iv) Disputed Trade Receivables - considered good | - | - | - | - | - | - |
| (v) Disputed Trade Receivables- which have significant increase in credit risk | - | - | - | - | - | - |
| (vi) Disputed Trade Receivables - credit risk | - | - | - | - | - | - |
| Total | 8,00,255.68 | 64,023.92 | 49,283.83 | - | - | 9,13,563.42 |

Trade Receivables ageing Schedule
 as on 31.03.2023

(Amount in '000)

| Particulars | Outstanding for following periods from due date of the payment | | | | | Total |
|---|--|--------------------|-----------|-----------|-------------------|--------------------|
| | Less Than 6 Months | 6 months - 1 years | 1-2 years | 2-3 years | More than 3 years | |
| (i) Undisputed Trade Receivables - considered good | 4,63,565.12 | 94,369.47 | - | - | - | 5,57,934.59 |
| (ii) Undisputed Trade Receivables- which have significant increase in credit risk | - | - | - | - | - | - |
| (iii) Undisputed Trade Receivables - credit risk | - | - | - | - | - | - |
| (iv) Disputed Trade Receivables - considered good | - | - | - | - | - | - |
| (v) Disputed Trade Receivables- which have significant increase in credit risk | - | - | - | - | - | - |
| (vi) Disputed Trade Receivables - credit risk | - | - | - | - | - | - |
| Total | 4,63,565.12 | 94,369.47 | - | - | - | 5,57,934.59 |

(Amount in '000)

| Trade Receivables | As on | |
|--------------------------------|--------------------|--------------------|
| | 31/03/2024 | As on 31/03/2023 |
| a) Secured | - | - |
| b) Unsecured (Considered good) | 9,13,563.42 | 5,57,934.59 |
| c) Doubtful | - | - |
| Total | 9,13,563.42 | 5,57,934.59 |



15 MAY 2024
 15 MAY 2024

5 Deferred Tax Assets / (Liabilities)

(Amount in '000)

| Particulars | For the year ended 31st March, 2024 | For the year ended 31st March, 2023 |
|---|--|--|
| WDV As Per Companies Act, 2013 | 2,30,577.41 | 77,104.10 |
| WDV As Per Income Tax Act , 1961 | 2,41,830.11 | 86,442.17 |
| Difference | (11,252.70) | (9,338.06) |
| Gratuity | (3,259.21) | (2,183.79) |
| DTA/ (DTL) | 3,652.36 | 2,899.82 |
| OPENING BALANCE OF DTA | 2,846.31 | 2,408.62 |
| DTA / (DTL) CREATED DURING THE YEAR | 784.50 | 437.69 |
| DTA / (DTL) | 3,630.81 | 2,846.31 |
| Deferred Tax Assets / (Liability) OCI | | |
| Add : Opening balance of DTA (DTL) on OCI Investment | (5,544.54) | (1,152.73) |
| Add : Opening balance of DTA (DTL) on OCI on DBO | 53.51 | |
| Add: Fair value gain & loss on investment for during the year | (4,981.01) | (4,391.81) |
| Add: Fair value gain & loss for During the year | 21.55 | 53.51 |
| Closing Balance of Deferred Tax Assets / (Liability) OCI | (10,450.49) | (5,491.03) |
| Net Closing Balance of Deferred Tax Assets / (Liability) | (6,819.68) | (2,644.72) |

For STRG & Associates.
 Chartered Accountants
 FRN : 014826N

For and on behalf of board of Directors of
 SBC Exports Limited


 (CA Rakesh Gupta)
 Partner
 M. No.094040
 15 MAY 2024



Govindji Gupta
 Managing Director
 DIN 01632764



Deepika Gupta
 Director
 DIN 03319765



Mukesh Bhatt
 Chief Financial Officer





Hari Om Sharma
 Company Secretary

Place : New Delhi
 Date : 15/05/2024

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

(Amount in '000)

| | As at 31-Mar-24 | As at 31-Mar-23 |
|---|--------------------|--------------------|
| 10 Equity Share Capital | | |
| AUTHORISED | | |
| 32,00,00,000 Equity Shares of Re. 1/- each | 3,20,000.00 | 2,20,000.00 |
| (Previous Year 22,00,00,000 Equity Shares of Re. 1/- each) | | |
| ISSUED, SUBSCRIBED & PAID UP | | |
| 317,460,000 Equity Shares of Re. 1/- each fully paid up | 3,17,460.00 | 2,11,640.00 |
| (Previous Year 211,640,000 Equity Shares of Re. 1/- each fully paid up) | | |

a) Details of Shareholders holding Shares more than 5% in a Company:

(Amount in '000)

| Name of Shareholder | As at 31 March 2024 | | As at 31 March 2023 | |
|---------------------|---------------------|--------------|---------------------|--------------|
| | No. of Share held | % of Holding | No. of Share held | % of Holding |
| DEEPIKA GUPTA | 9,42,50,766 | 29.69% | 6,29,40,000 | 29.74% |
| GOVINDJI GUPTA | 8,58,48,523 | 27.04% | 5,95,31,199 | 28.13% |
| SBC FINMART LTD | 2,52,78,303 | 7.96% | 1,68,09,702 | 7.94% |

Details of Equity Shareholding of Promoters -

(Amount in '000)

| Promoter Name | As at 31 March 2024 | | As at 31 March 2023 | | % change during the year (A-B) |
|------------------------|---------------------|-----------------------|---------------------|-----------------------|--------------------------------|
| | No of shares | % of total Shares (A) | No of shares | % of total Shares (B) | |
| DEEPIKA GUPTA | 9,42,50,766 | 29.69% | 6,29,40,000 | 29.74% | -0.17% |
| GOVINDJI GUPTA | 8,58,48,523 | 27.04% | 5,95,31,199 | 28.13% | -3.86% |
| SBC FINMART LIMITED | 2,52,78,303 | 7.96% | 1,68,09,702 | 7.94% | 0.25% |
| SUDHESHWAR KUMAR GUPTA | 75,000 | 0.02% | 50,000 | 0.02% | 0.00% |

b) Reconciliation of no. of shares outstanding at the beginning and at the end of the reporting period :

(Amount in '000)

| Particulars | As at 31 March 2024 | | As at 31 March 2023 | |
|---|---------------------|-------------|---------------------|-------------|
| | Number | Amount | Number | Amount |
| Shares outstanding at the beginning of the year | 21,16,40,000 | 2,11,640.00 | 21,16,40,000 | 2,11,640.00 |
| Bonus Shares issued during the year | 10,58,20,000 | 1,05,820.00 | - | - |
| Shares bought back during the year | - | - | - | - |
| Shares outstanding before Share split | - | - | 21,16,40,000 | 2,11,640.00 |
| Shares outstanding after Share split at the end of the year | 31,74,60,000 | 3,17,460.00 | 21,16,40,000 | 2,11,640.00 |

c) Details of shares brought back during the period of five years immediately preceding the reporting date : NIL

d) Other Disclosures :

The company has only one class of share capital having per value of Re. 1/- per share. Each shareholder is eligible for one vote per share held. In the event of Liquidation, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts, in proportion to their shareholding.



15 MAY 2024

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

15 Trade Payables Ageing schedule
 as on 31.03.2024

(Amount in '000)

| Particulars | Outstanding for following periods from due date of the payment | | | | Total |
|-----------------------------|--|-----------|-----------|-------------------|--------------------|
| | Less than 1 years | 1-2 years | 2-3 years | More than 3 years | |
| (i) MSME | - | - | - | - | - |
| (ii) Others | 6,37,987.09 | - | - | - | 6,37,987.09 |
| (iii) Disputed dues - MSME | - | - | - | - | - |
| (iv) Disputed dues - Others | - | - | - | - | - |
| Total | 6,37,987.09 | - | - | - | 6,37,987.09 |

Trade Payables Ageing schedule
 as on 31.03.2023

(Amount in '000)

| Particulars | Outstanding for following periods from due date of the payment | | | | Total |
|-----------------------------|--|-----------|-----------|-------------------|--------------------|
| | Less than 1 years | 1-2 years | 2-3 years | More than 3 years | |
| (i) MSME | - | - | - | - | - |
| (ii) Others | 3,37,557.25 | - | - | - | 3,37,557.25 |
| (iii) Disputed dues - MSME | - | - | - | - | - |
| (iv) Disputed dues - Others | - | - | - | - | - |
| Total | 3,37,557.25 | - | - | - | 3,37,557.25 |



13 MAY 2024

Disclosure of Accounting Ratios

| S. No. | Particulars | Formulas | AS on 31/03/2024 | | As on 31/03/2023 | | % change | Reason if charges are more than 25% |
|--------|----------------------------------|--------------------------|------------------|-------|------------------|-------|----------|---|
| | | | Amounts ('000) | Ratio | Amounts ('000) | Ratio | | |
| 1 | Current Ratio | Current Assets | 14,39,477.89 | 1.26 | 10,00,953.68 | 1.35 | -6.94% | NA |
| | | Current Liabilities | 11,42,133.68 | | 7,39,107.29 | | | |
| 2 | Debt- Equity Ratio | Debt | 5,26,383.00 | 1.19 | 2,67,598.03 | 0.78 | 53.04% | Due to a significant increase in debt compared to equity compared to the previous year. |
| | | Equity | 4,41,699.58 | | 3,43,652.52 | | | |
| 3 | Debt Service Coverage Ratio | EBITDA | 1,96,023.41 | 3.60 | 1,23,077.88 | 6.08 | -40.72% | Due to a significant increase in interest compared to EBITDA compared to the previous year. |
| | | Interest | 54,389.69 | | 20,243.05 | | | |
| 4 | Return on Equity Ratio | Net Earning | 93,883.10 | 0.21 | 68,163.67 | 0.20 | 7.16% | NA |
| | | Shareholders Equity | 4,41,699.58 | | 3,43,652.52 | | | |
| 5 | Inventory Turnover Ratio | COGS | 15,41,100.88 | 4.72 | 18,42,142.35 | 6.69 | -29.46% | Due to a significant increase in Avg inventory compared to the decrease in COGS compared to the previous year. |
| | | Avg Inventory | 3,26,485.83 | | 2,75,292.72 | | | |
| 6 | Trade Receivables Turnover Ratio | Net Credit Sales | 19,10,122.19 | 2.60 | 18,80,544.56 | 3.56 | -27.06% | Due to a significant increase in Avg trade receivables compared to credit sales compared to the previous year. |
| | | Avg Trade Receivables | 7,35,749.01 | | 5,28,358.07 | | | |
| 7 | Trade Payables Turnover Ratio | Net Credit Purchases | 15,97,836.93 | 3.28 | 18,87,792.51 | 5.29 | -38.12% | Due to a significant increase in Avg trade payable compared to the decrease in credit purchase compared to the previous year. |
| | | Avg Trade Payables | 4,87,772.17 | | 3,56,598.09 | | | |
| 8 | Net Capital Turnover Ratio | Net Sales | 19,10,122.19 | 6.42 | 18,80,544.56 | 7.18 | -10.55% | NA |
| | | Working Capital | 2,97,344.21 | | 2,61,846.40 | | | |
| 9 | Net Profit Ratio | Net Profit | 1,28,445.74 | 0.07 | 91,992.75 | 0.05 | 37.46% | Due to a significant increase in net profit compared to sales compared to the previous year. |
| | | Net Sales | 19,10,122.19 | | 18,80,544.56 | | | |
| 10 | Return on Capital Employed | EBIT | 1,82,835.43 | 0.26 | 1,12,235.80 | 0.28 | -5.77% | NA |
| | | Capital Employed | 6,99,529.36 | | 4,04,616.50 | | | |
| 11 | Return on Investment | Net Return on Investment | 22,976.96 | 0.03 | 12,382.71 | 0.03 | 7.33% | NA |
| | | Capital Employed | 6,99,529.36 | | 4,04,616.50 | | | |



15 MAY 2024

M/S SBC Exports Limited

Significant Accounting Policies and Notes to Accounts

BACKGROUND

M/s SBC Exports Limited ("The Company") is a listed Company and was incorporated in India on 18th day of January 2011 under the Company's Act 1956. The Company is engaged in the Trading and Manufacturing of Garments, Manpower Supply Services and Tour Operator Services.

A. SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Accounting

The financial statements for the year ended 31.03.2024 have been prepared and presented in accordance with Indian accounting standards (Ind-AS) as notified by MCA vide notification G.S.R. 365(E) Dated 30.03.2016 with comparative for previous years ending 31.03.2023 to facilitate the comparison of current year financials previous year.

2. Revenue Recognition

Revenue is recognized on accrual basis to the extent it is probable that economic benefits shall flow to the organization.

3. Expenses Recognition

Expenses are recognized on accrual basis.

4. Property Plant & Equipment and Intangible Assets

Property Plant & Equipment

Property Plant & equipment (if any) are stated at cost of acquisition less accumulated depreciation and impairment losses, if any. The cost of Property Plant & equipment comprises purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Intangible Assets

Internally generated intangible asset arising from development activity are recognized only on demonstration of its feasibility, the intention and ability of the company to complete, use or sell it. The intangible assets are eroded at cost and are carried at cost less accumulated amortization.

5. Depreciation

Depreciation is provided on a written down value on the basis useful life specified in Schedule II to the Companies Act, 2013. Depreciation is charged on a pro-rata basis for assets purchased/ sold during the year. Depreciation is charged from the date the asset is ready to use or put to use, whichever is earlier. In respect of assets sold, depreciation is provided up to the date of disposal.



15 MAY 2024

6. Investments

Investments are classified into current investments and non-current investments, current investments are carried at fair value and provisions are made to recognize the decline in the carrying value. Non-Current Investments are stated at fair value. Provision for diminution in the value of non-current investments is made only if such decline is other than temporary, in the opinion of the management.

On disposal of an investment, the difference between the carrying amount and the disposal proceeds, net of expenses, is recognized in the profit and loss statement. When disposing of a part of the holding of an individual investment, the carrying amount allocated to that part is determined on the basis of the average carrying amount of the holding of the investments.

7. Inventories

Inventories are valued at the Net Realizable Value. Cost of inventories comprises all cost of purchase, and other costs incurred in acquiring the inventories. Further the inventories are valued on FIFO basis.

8. Income Tax Expense

Provision for Income tax expense is determined as the amount of tax payable in respect of taxable income for the year and in accordance with the Income-tax Act, 1961.

9. Deferred Tax

Deferred Tax is recognized on timing difference between taxable and accounting income that originates in one period and is capable of reversal in one or more subsequent periods. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date.

A deferred tax asset/(liability) on other comprehensive income has been recognized in current year with corresponding recognition in previous year.

10. Employee Benefits:

Short Term Employee Benefits: The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

Post-Employment Benefits:

Defined Contribution Plans: The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to a reduction in future payment or a cash refund



Defined Benefit Plans: The Company pays gratuity to the employees who have completed five years of service with the Company at the time of resignation/ superannuation. The gratuity is paid @15 days basic salary for every completed year of service as per the Payment of Gratuity Act, 1972. The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services. Re-measurement gains and losses arising from adjustments and changes in actuarial assumptions are recognized as Other Comprehensive Income in the period in which they occur.

11. Leases

Lease rentals in respect of operating lease arrangements are recognized as an expense in the profit & loss account on accrual basis.

12. Earnings per share

The earnings considered in ascertaining the Company's earnings per equity share comprises the net profit after tax. The number of shares used in computing basic & diluted EPS is the weighted average number of equity shares outstanding during the year.

13. Provisions & Contingencies

A provision is recognized when the company has a present obligation as a result of a past event, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate can be made of the amount of the obligation.

14. Segment reporting

Based on the guiding principles given in Indian Accounting Standard 108" Operating Segments". Ind-AS 108 follows the management approach to Segment Reporting, the Company is engaged in the Trading and Manufacturing of Garments, Manpower Supply Services & Tour Operator Services in different States, the risk and reward are different and as such there are three business and geographical segments.

For Current Year Reporting Period (31st March 2024)

(Amount in Lakhs.)

| A. Segment Revenue | Uttar Pradesh | Delhi | Jharkhand | Total |
|--|------------------|---------------|-----------|------------------|
| 1. Garment Manufacturing & Trading | 114,62.62 | 484.67 | - | 11,947.29 |
| 2. IT & Manpower Supply | 7,109.39 | 44.54 | - | 7,153.93 |
| 3. Tour & Travelling Operator | | 0 | - | 0 |
| (A) Total Revenue from Operations | 18,572.01 | 529.21 | - | 19,101.22 |
| Other Un-allocable Income | | | | |
| Discount Received | 1.06 | | | 1.06 |
| Interest Income | 229.77 | - | - | 229.77 |
| Diff in Currency | 130.84 | - | - | 130.84 |
| Misc. | - | - | - | - |
| (B) Total Other Income | 361.67 | - | - | 361.67 |
| Total (A+B) | | | | 19,462.89 |



(Amount in Lakhs.)

| B. Segment Results | Profit / (Loss) (Before Finance Cost un-allocable Expenditure and Tax) |
|---|--|
| 1. Garment Manufacturing & Trading | 1,385.86 |
| 2. IT & Manpower Supply | 549.09 |
| 3. Tour& Travelling Operator | 0 |
| Profit / (Loss) (Before Finance Cost Un-allocable Expenditure and Tax) | <u>1,934.95</u> |
| Finance Cost | 592.21 |
| Other Un-allocable Expenditure Net of Un-allocable Income | 58.29 |
| Total Profit before Tax and Adjustment of Comprehensive Income | <u>1,284.45</u> |
| Tax Expenses (Income Tax & Deferred Tax) | 345.62 |
| Profit after Tax | 938.84 |

(Amount in Lakhs.)

| C. Segment wise Assets/ Liabilities | As on 31 st March, 2024 |
|-------------------------------------|------------------------------------|
| <u>Segment Assets</u> | |
| 1. Garments Manufacturing & Trading | 13,473.82 |
| 2. IT & Manpower Supply | 1,586.78 |
| 3. Tour& Travelling Operator | 0 |
| Total Segment Assets | 15,060.60 |
| Un-allocable Assets | 3,353.03 |
| Total Assets | 18,416.63 |
| <u>Segment Liabilities</u> | |
| 1. Garments Manufacturing & Trading | 1,974.42 |
| 2. IT & Manpower Supply | 4,405.45 |
| 3. Tour& Travelling Operator | 0 |
| Total Segment Liabilities | 6,379.87 |
| Un-allocable Assets | 12,036.36 |
| Total Liabilities | 18,416.63 |

For Previous Year Reporting Period (31st March 2023)

| Particulars | Uttar Pradesh | Delhi | Jharkhand | Total |
|-----------------------------------|---------------|---------|-----------|-----------------|
| 1.Segment Revenue | | | | |
| 1.Garment Manufacturing & Trading | 9236.40 | 799.76 | - | 10036.16 |
| 2. IT & Manpower Supply | 2108.08 | 6146.03 | 515.18 | 8769.29 |
| 3.Tour& Travelling Operator | | 0 | - | 0 |



| | | | | |
|---|-----------------|----------------|---------------|------------------------|
| (A)Total Revenue From Operations | 11344.48 | 6945.79 | 515.18 | <u>18805.45</u> |
| Other Unallocable Income | | | | |
| 1. Discount Received | 0.10 | | | 0.10 |
| 2. Interest Income | 123.82 | - | - | 123.82 |
| 3. Diff in Currency | 84.49 | - | - | 84.49 |
| 4. Misc.0 | 0.52 | - | - | 0.52 |
| (B)Total Other Income | 208.95 | - | - | <u>208.95</u> |
| Total (A+B) | | | | <u>19014.39</u> |

| Segment Results | Profit / (Loss) (Before Finance Cost unallocable Expenditure and Tax) |
|--|--|
| 1. Garment Manufacturing & Trading | 1100.52 |
| 2. IT & Manpower Supply | 362.63 |
| 3. Tour & Travelling Operator | 0 |
| Profit / (Loss) (Before Finance Cost unallocable Expenditure and Tax) Amount (In Lakhs) | <u>1463.15</u> |
| Finance Cost | 228.11 |
| Other Unallocable Expenditure Net of Unallocable Income | 317.24 |
| Total Profit before Tax and Adjustment of Comprehensive Income | <u>917.80</u> |
| Tax Expenses (Income Tax & Deferred Tax) | 242.56 |
| Profit after Tax | 675.24 |
| Segment wise Assets/ Liabilities | |
| Segment Assets | |
| 1. Garments Manufacturing & Trading | 7375.88 |
| 2. IT & Manpower Supply | 1978.46 |
| 3. Tour & Travelling Operator | 0 |
| Total Segment Assets | 9354.34 |
| Un-allocable Assets | 2111.90 |
| Total Assets | 11466.24 |
| Segment Liabilities | |
| 1. Garments Manufacturing & Trading | 1864.98 |



| | |
|----------------------------------|-----------------|
| 2. IT & Manpower Supply | 1510.58 |
| 3. Tour & Travelling Operator | 0 |
| Total Segment Liabilities | 3375.56 |
| Un-allocable Assets | 8090.68 |
| Total Liabilities | 11466.24 |

Unallocated Corporate Expenses" include revenue and expenses that relate to initiatives/costs attributable to the enterprise as a whole.

15. Foreign Exchange Transactions (Ind As -21)

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss.

| Nature of Transaction | (Amount in '000) | |
|---|-------------------------------|------------------------------|
| | 2023-24 | 2022-23 |
| Export | USD \$ 1823.37 EURO € 1.11 | USD \$ 3033.51 EURO € .50 |
| Difference in Exchange Income/ (Expense) | 13083.65 | 8449.22 |

16. Related Party Disclosure (IND AS-24)

A. List of Related Parties and relationships

(a) Key Management Personnel (KMP):

| | |
|--------------------|--|
| Mr. Govindji Gupta | Chairman & Managing Director |
| Mrs. Deepika Gupta | Whole Time Director |
| Mr. Hari Om Sharma | Company Secretary & Compliance Officer |
| Mr. Mukesh Bhatt | Chief Financial Officer |

(b) Entities over which the Certain Key Management Personnel have significant influence:

SBC Finmart Limited
SBC Infotech Limited
SBC Micro finance
Ritu Garments Limited
Garvit International (Sole Proprietorship)

(c) Relatives of Key Management Personnel: NIL

(d) Subsidiary(ies): Mauji Trip Limited



B. Transactions with Related parties:**(Amount in Lakhs.)**

| | Transactions | Key Management Personnel | Entities over which the Key Management Personnel have significant influence | Relative of Key Management Personnel |
|-------------|---|--------------------------|---|--------------------------------------|
| (i) | Transactions during the year / (previous year) : | | | |
| a. | Managerial Remuneration paid | | | |
| | KMPs | 40.25 (33.63) | -- | -- |
| b. | Sale/Purchase of Goods & Services | | | |
| | Goods/Services Purchase | --(--) | 207.87(--) | --(--) |
| | Goods/Services Sold | --(--) | 2546.74(2162.10) | --(--) |
| c. | Repayment of Unsecured Loan: | --(--) | --(--) | --(--) |
| d. | Repayment of Unsecured Loan to: | --(--) | --(--) | --(--) |
| e. | Professional Fees paid | --(--) | --(--) | --(--) |
| f. | Unsecured Loan to | --(--) | --(--) | --(--) |
| | | | | |
| (ii) | Payables / Receivables as at 31st March, 2024 / (31st March, 2023) | | | |
| a. | Managerial Remuneration Payable | 3.40 (3.08) | --(--) | --(--) |
| b. | Sale/Purchase of Goods & Services | | | |
| | Goods/Services Purchase (payable) | --(--) | 1282.70(181.43) | --(--) |
| | Goods/Services Sold (Receivable) | --(--) | 253.74(600.80) | --(--) |
| c. | Repayment of Unsecured Loan: | --(--) | --(--) | --(--) |
| d. | Repayment of Unsecured Loan to: | --(--) | --(--) | --(--) |
| e. | Professional Fees paid | --(--) | --(--) | --(--) |
| f. | Unsecured Loan to | --(--) | --(--) | --(--) |



15 MAY 2024

17. The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated, 26th August, 2008, which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act):

| (Amount in '000) | | |
|--|------------------------|-------------------------|
| Total outstanding dues of Micro Enterprises and Small Enterprises | Current Financial Year | Previous Financial Year |
| i) Principal amount due to suppliers under MSMED Act, | - | - |
| ii) Interest accrued and due to suppliers under MSMED Act on the above amount, | - | - |
| iii) Payment made to suppliers (other than interest) beyond appointed day during the year, | - | - |
| iv) Interest paid to suppliers under MSMED Act, | - | - |
| v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23, | - | - |
| v) Interest due and payable to suppliers under MSMED Act towards payments already made, | - | - |
| vi) Interest accrued and remaining unpaid at the end of the accounting year, | - | - |
| vii) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act. | - | - |
| Total | NIL | NIL |

18. No provision has been made on account of interest on overdue amount payable to MSME's.

19. Previous year figures have been regrouped/ rearranged, wherever necessary to make them comparable with figures of current year.



15 MAY 2024

20. Additional Disclosure Requirements

- i. Registration of Charges or Satisfaction with Registrar of Companies (ROC)**

There are no charges or satisfaction yet to be registered with ROC beyond the statutory period.
- ii. Compliance with Number of Layers of Companies:**

The company have only one subsidiary company (i.e. Mauji Trip Ltd), therefore the company complied with layers under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- iii. Utilization of Borrowed Funds and Share Premium**
 - i. The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:**
 1. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 2. Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
 - ii. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: -**
 1. Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 2. Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- iv. Undisclosed Income**

There are no transactions which have not been recorded in the books of accounts and which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- v. Details of Crypto Currency or Virtual Currency**

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- vi. Disclosure of Benami Property**

The Company does not possess any benami property under the Benami Transactions (Prohibition) Act, 1985 and rules made there under.
- vii. Disclosure of Borrowings**

The Company has borrowed money from banks or financial institutions on the basis of security of current assets.
- viii. Wilful Defaulter**

The Company has not been declared as Wilful Defaulter by any Bank or Financial Institution or other Lender.
- ix. Title Deeds of Immovable Properties Not Held in Name of the Company**



All the title deeds of immovable properties are held in the name of the company.

x. **Disclosure on Loans and Advances**

The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person.

For STRG & ASSOCIATES
Chartered Accountants
FRN: 014826N



(CA Rakesh Gupta)
Partner
M. No. 094040

Place New Delhi
Date 15/05/2024

15 MAY 2024

For and on behalf of Board of Directors of
SBC Exports Limited

Govindji Gupta
Managing Director
DIN: 01632764

Deepika Gupta
Director
DIN: 03319765

Mukesh Bhatt
Chief Financial Officer



Hari Om Sharma
Company Secretary