

Particulars	As at 31 March 2023		As at 31 March 2022	
	Number	Amount	Number	Amount
Series F				
At the beginning of the year				
Reclassification from Liability to Equity (Refer note 12 (c) below)	250,658	2.51		
Issued during the year	250,658	2.51		
Total				
Total Share Capital	25,565,667	92.28	2,631,695	9.98

- 12 (b) Terms/rights attached to equity shares
Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the equity shareholders in the Annual General Meeting.
- In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential share holders and preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

- 12 (c) The Company has issued various series of Compulsorily Convertible Preference Shares ('CCPS') and Optionally Convertible Redeemable Preference Shares ('OCRPS').

The CCPS shareholders of Series A, B, B1, B2, B3, C, D, D1, D2, D3 and E shall have a right to convert any or all of the series at their sole discretion and at any time within 19 (nineteen) years from the issue of the Series, into Equity Shares of the Company without any additional payment to the Company for such conversion. Further, at the end of the 19th (nineteenth) year, the Series which are not so converted shall stand automatically converted into Equity Shares of the Company. If mandated by applicable laws the CCPS Series shall automatically convert to Equity Shares prior to listing of the Company's Shares on any Stock Exchange. The Series A, B, B1, B2, B3, C, D, D1, D2, D3 and E CCPS shall be converted into Equity shares at a conversion ratio of 1:1.

As per the terms and conditions of issue of CCPS, the Company had given a right to the holders of Series A, B, B1, B2, B3, C, D, D1, D3 and E to require the Company to buyback the CCPS held by investors at reasonable approximation of fair market value in the event initial public offering (IPO) does not occur for specified period ("buy back clause"). The Company assessed the probability of these rights and obligations leading to an outflow of cash or other resources, to be remote. However, based on terms of the agreement and its evaluation under IND AS 32, the CCPS had been classified as financial instrument in the nature of financial liability designated to be measured at fair value through profit or loss at each reporting period until these CCPS are converted into equity shares as per the conditions stated above (refer note 14.1 A). However, the terms and conditions of Series A (partly) and Series D2 CCPS do not include a buyback option and hence, was classified as Equity in accordance with Ind AS 32.

As per the terms and conditions of issue of Series E1 OCRPS and Series E2 CCPS, the holders shall have a right to convert any or all of the series at their sole discretion and at any time within 19 (nineteen) years from the issue of the Series, into variable number of Equity Shares of the Company and hence were classified as financial instrument in the nature of financial liability designated to be measured at fair value through profit or loss (refer note 14.1 A) as at March 31, 2022.

During the year ended March 31, 2023, the CCPS holders of Series A (partly), B, B1, B2, B3, C, D, D1, D3 and E and including the new Series F (which was issued during the year) have waived the right of buy back contained in the agreements and the CCPS holders of Series E2 have agreed a fixed conversion of 0.5 equity shares for every 1 CCPS held. Accordingly, the instruments under these agreements have been reclassified from financial liability to equity. Consequently, CCPS and securities premium have been credited by Rs. 63.47 million and Rs. 18,216.96 million respectively with a corresponding debit to borrowings (disclosed under financial liabilities) by Rs. 18,280.43 million.



12(d) During the year ended March 31, 2023 The Company has issued 16,336,728 Bonus shares at the ratio of 1:9 to its existing equity shareholders by capitalising amount of Rs 16.24 Million out of its securities premium.

12 (e) Particulars of shareholders holding more than 5% equity shares

Name of the shareholder	As at 31 March 2023		As at 31 March 2022	
	Number of shares held	% holding	Number of shares held	% holding
Equity Shares				
Ganesh K	2,092,980	12%	209,296	12%
Gaurav Singh Kushwaha	13,950,000	77%	1,395,000	77%
Srinivas Anumolu	2,092,960	11%	209,296	11%
Others	16,000	0%	1,600	0%
Total	18,151,940	100%	1,815,192	100%
CCPS				
Series A				
Accel India III (Mauritius) Ltd	457,246	75%	457,246	100%
Saama Capital II Limited	53,134	9%	-	-
Hero Enterprise Partner Ventures	99,214	16%	-	-
Series B				
Accel India III (Mauritius) Ltd	93,491	50%	-	-
Saama Capital II Limited	93,491	50%	-	-
Series B1				
Saama Capital II Limited	88,624	100%	-	-
Series B2				
Kalaari Capital Partners II, LLC	822,621	61%	-	-
ACCEL India III (Mauritius) Ltd	307,149	23%	-	-
Saama Capital II Limited	57,969	4%	-	-
Hero Enterprise Partner Ventures	151,920	11%	-	-
Series B3				
Accel India III (Mauritius) Ltd	128,207	100%	-	-
Series C				
Accel India III (Mauritius) Ltd	552,329	39%	-	-
IvyCap Ventures Trust – Fund 1	312,595	22%	-	-
Kalaari Capital Partners II, LLC	220,971	16%	-	-
Accel India III (Mauritius) Ltd	138,107	10%	-	-
DF International Private Partners	110,386	8%	-	-
Saama Capital II Ltd	82,864	6%	-	-
Series D				
IIFL SEED VENTURES FUND I	161,786	8%	-	-
Kalaari Capital Partners II, LLC	161,786	8%	-	-
Accel Growth III Holdings (Mauritius) Ltd	242,679	13%	-	-
Accel India III (Mauritius) Ltd	242,579	12%	-	-
RB Investment Pte Limited	161,686	8%	-	-
Vistra ITCL (India) Limited	340,754	18%	-	-
Iron Pillar Fund I Ltd	161,686	8%	-	-
Kalaari Capital Partners Opportunity Fund, LLC	328,457	17%	-	-
Iron Pillar Fund I India	139,520	7%	-	-
Hero Enterprise Partner Ventures	-	-	-	-
Series D1				
Kalaari Capital Partners II, LLC	33,207	8%	-	-
Accel India III (Mauritius) Ltd	66,413	16%	-	-
Vistra ITCL (India) Limited	53,130	13%	-	-
Iron Pillar Fund I Ltd	66,413	16%	-	-
RB Investment Pte Limited	67,715	16%	-	-
Hero Enterprise Partner Ventures	102,841	25%	-	-
Fermont Capital LLC	16,829	4%	-	-
Gaurav Deepak	10,317	2%	-	-
Series D2				
Accel India III (Mauritius) Ltd	128,304	36%	128,304	32%
Saama Capital II Limited	26,043	7%	26,043	6%
Vistra ITCL (India) Limited	31,251	9%	31,251	8%
Iron Pillar Fund I Ltd	127,614	36%	127,614	31%
IIFL SEED VENTURES FUND I	-	0%	15,626	4%
RB Investment Pte Limited	15,626	4%	15,626	4%
Hero Enterprise Partner Ventures	15,626	4%	-	-
Kalaari Capital Partners II, LLC	14,793	4%	14,793	4%
Series D3				
Avanz EM Partnerships Fund II, SPC	24,494	23%	-	-
Hero Enterprise Partner Ventures	86,260	78%	-	-



Name of the shareholder	As at 31 March 2023		As at 31 March 2022	
	Number of shares held	% holding	Number of shares held	% holding
Series E				
Accel India III (Mauritius) Ltd	59,037	38%	-	-
Saama Capital II Ltd	7,872	5%	-	-
Kalaari Capital Partners II, LLC	11,807	8%	-	-
Accel Growth III Holdings (Mauritius) Ltd	39,358	26%	-	-
Vistra ITCL (India) Limited, Trustee of IVYCAP VENTURES TRUST – FUND 2	7,872	5%	-	-
Iron Pillar Fund I Ltd	11,807	8%	-	-
IIFL SEED VENTURES FUND I	-	-	-	-
Hero Enterprise Partner Ventures	15,743	10%	-	-
Series E1				
Raveen Shastry	15,626	100%	-	-
Series E2				
Accel India III (Mauritius) Ltd	125,000	32%	-	-
Saurabh Mehta	8,334	2%	-	-
Esha Parnami	8,334	2%	-	-
Ganesh Krishnan	16,668	4%	-	-
Ashoka Pte Ltd	125,000	32%	-	-
Japonica Holdings Pte. Ltd.	62,500	16%	-	-
Brainstorm Capital	16,668	4%	-	-
Nitin Rajput	16,668	4%	-	-
SAMA Family Trust	16,668	4%	-	-
Series F				
Hero Enterprise Partner Ventures	250,658	100%	-	-

12 (f) Shareholding of promoters:

Particulars	As at 31 March 2023		As at 31 March 2022	
	No. of shares held	% of shares held	No. of shares held	% of shares held
Equity shares of Re 1 each				
		% change during the year		

Note :

During the year, the board of directors of the Company ("Board") in its resolution dated August 24, 2022 ("Resolution") took on record that Mr. Gaurav Singh Kushwaha currently does not, and did not exercise any control over the affairs of the Company either by virtue of his shareholding and/or other rights in the Company in the previous financial years, including for the financial years ended March 31, 2022, 2021 and 2020. Thus, the Board concluded that Mr. Gaurav Singh Kushwaha was not the Promoter of the Company in the financial years ended March 31, 2022, 2021 and 2020 and should not include Mr. Gaurav Singh Kushwaha as promoter. Accordingly, while the annual return filed with Ministry of Corporate Affairs ("MCA") for the years ended March 31, 2021 and 2020 had disclosed Mr. Gaurav Singh Kushwaha as Promoter of the Company due to him being the founder of the Company, on 30 September 2022, the Company has filed necessary documents with MCA to declassify the Promoter status of Mr. Gaurav Singh Kushwaha for the financial years ended March 31, 2021 and 2020.



13 Other equity		As at	As at
Particulars		31 March 2023	31 March 2022
Securities premium	(i)	19,530.55	492.23
Retained earnings	(ii)	(20,748.50)	(19,076.06)
Employee Stock Options Outstanding	(iii)	403.35	208.88
Items of Other Comprehensive Income	(iv)	4.05	2.64
Total other equity		(810.55)	(18,372.31)

(i) Securities premium		As at	As at
Particulars		31 March 2023	31 March 2022
Opening balance		492.23	492.23
Premium received on issue of shares		844.58	485.89
Less : Impact due to Ind AS adjustments		(6.88)	(485.89)
Add: Reclassification from Liability to Equity (Refer note 12 (c))		18,216.96	-
Less : Utilization on issue of Bonus Shares (Refer Note 12(d))		(16.34)	-
Closing balance		19,530.55	492.23

(ii) Retained earnings		As at	As at
Particulars		31 March 2023	31 March 2022
Opening balance		(19,076.06)	(6,391.97)
Add: Profit/(Loss) during the year		(1,672.44)	(12,684.09)
Closing balance		(20,748.50)	(19,076.06)

(iii) Employee Stock Options Outstanding		As at	As at
Particulars		31 March 2023	31 March 2022
Opening balance		208.88	181.76
Add: Options granted during the year		194.47	27.12
Closing balance		403.35	208.88

(iv) Items of Other Comprehensive Income		As at	As at
Particulars		31 March 2023	31 March 2022
Opening balance		2.64	2.47
Actuarial Gain on remeasurement of defined benefit liability (net of tax)		1.41	0.17
Closing balance		4.05	2.64
Total other equity		(810.55)	(18,372.31)

Nature and purpose of other equity

- (i) **Securities Premium:**
Securities premium represents the premium received on issue of shares over and above the face value of equity shares. The same is available for utilisation in accordance with the provisions of the Companies Act, 2013.
- (ii) **Retained earnings:**
The cumulative gain or loss arising from the operations which is retained by the Company is recognized and accumulated under the heading of retained earnings. At the end of the year, the profit after tax/ loss is transferred from the Statement of Profit and Loss to retained earnings.
- (iii) **Employee Stock Options Outstanding:**
The fair value of the equity-settled share based payment transactions with employees is recognised in statement of profit and loss with corresponding credit to stock options outstanding Account. The amounts recorded in this account are transferred to share premium upon exercise of stock options by employees. In case of lapse, corresponding balance is transferred to retained earnings.
- (iv) **Other comprehensive income:**
Other comprehensive income comprises actuarial gains and losses on defined benefit obligation.



14 Financial liabilities

14.1 A Borrowings

Particulars	As at 31 March 2023	As at 31 March 2022
Non-Current		
<i>Secured, measured at amortised cost</i>		
Term Loans from Banks and Financial institutions (refer note (a) below)	1,238.18	140.68
Less : Current maturities of long-term debt (refer note 14.1 B)	(802.97)	(60.25)
	435.20	80.43

Unsecured, measured at FVTPL

Liability component of Compulsorily Convertible Preference Shares (Refer note 12 (a) II and 12 (c))

Compulsorily convertible preference shares of Rs. 10 each Series A : NIL (As on 31 March 2022 : 152,348 shares)	-	455.85
Compulsorily convertible preference shares of Rs. 10 each Series B : NIL (As on 31 March 2022 : 186,982 shares)	-	559.47
Compulsorily convertible preference shares of Rs. 10 each Series B1 : NIL (As on 31 March 2022 : 88,624 shares)	-	265.17
Compulsorily convertible preference shares of Rs. 10 each Series B2 : NIL (As on 31 March 2022 : 1,339,659 shares)	-	4,008.43
Compulsorily convertible preference shares of Rs. 10 each Series B3 : NIL (As on 31 March 2022 : 128,207 shares)	-	383.61
Compulsorily convertible preference shares of Rs. 10 each Series C : NIL (As on 31 March 2022 : 1,417,252 shares)	-	4,240.60
Compulsorily convertible preference shares of Rs. 10 each Series D : NIL (As on 31 March 2022 : 1,940,933 shares)	-	5,807.52
Compulsorily convertible preference shares of Rs. 10 each Series D1 : NIL (As on 31 March 2022 : 416,865 shares)	-	1,247.31
Compulsorily convertible preference shares of Rs. 10 each Series D3 : NIL (As on 31 March 2022 : 110,754 shares)	-	331.39
Compulsorily convertible preference shares of Rs. 10 each Series E : NIL (As on 31 March 2022 : 153,496 shares)	-	506.05
Compulsorily convertible preference shares of Rs. 10 each Series E2 : Nil (As on 31 March 2022 : 395,840 shares)	-	475.01

Unsecured, measured at FVTPL

Liability component of Optionally Convertible Redeemable Preference Shares (Refer note 12 (c))

Optionally convertible preference shares of Rs. 10 each Series E1 7,292 fully paid shares (As on 31 March 2022: 7,292 partly paid shares of Re. 1)	6.99	0.01
	6.99	18,280.42
	442.19	18,360.85

Total

Particulars	As at 31 March 2023	As at 31 March 2022
Current		
<i>Secured</i>		
Short Term Borrowings (Refer note (a))	400.00	-
Payable Financing (Refer note (a))	93.07	-
Current maturities of long-term debt (Refer note (14.1A))	802.97	60.25
Bank overdraft (Refer note (a))	545.95	75.83
Total	1,841.99	136.08
Total Borrowings	2,284.18	18,496.93



Notes

a) Term loans from banks and financial institutions consist of the following:

- Term loan from Innoven Capital India Private Limited of INR 3.33 Million (as at 31 March 2022: 43.33 Million) carry interest rate of 14.35% p.a. and to be repaid in 21 equal monthly installments from September 2021. The loan is secured by way of first pari passu charge on the fixed and current asset of the company and first and exclusive charge on the non-current assets of the company including all the intellectual property and right, except the fixed deposit placed with the bank for overdraft facilities and gold loans, by way of hypothecation.
- Emergency Credit Line Guarantee Scheme (ECLGS) loan from HDFC Bank Limited of INR 32.26 Million (as at 31 March 2022: 49.86 Million) to be repaid in 36 equal monthly installments from January 2022 with interest at MCLR + 0.55% spread. The facility is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd) Ministry of Finance, Government of India. The facility is secured by way of extension of second ranking charge over existing primary and collateral securities including mortgages created in favor of bank.
- Emergency Credit Line Guarantee Scheme (ECLGS) loan from HDFC Bank Limited of INR 47.72 Million (as at 31 March 2022: 47.72 Million) to be repaid in 36 equal monthly installments from January 2022 with interest at MCLR + 0.30% spread. The facility is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd) Ministry of Finance, Government of India. The facility is secured by way of extension of second ranking charge over existing primary and collateral securities including mortgages created in favor of bank.
- Unsubordinated Senior Secured Term Loan of an amount of INR 87.5 Million (as at 31 March 2022: NIL) from Oxyzo Financial Services Private Limited to be repaid in 21 months with moratorium of 6 months for principal payments carrying floating interest of 6-month MCLR + 5.35% (currently 13.75% p.a.). The loan is secured by way of first ranking pari passu charge on all Existing and Future Current assets (including book debts, trade receivables, stock in trade, inventory, unencumbered cash equivalents except for the fixed deposits exclusively lien marked with Bank(s) for gold metal loan), entire fixed assets and intellectual properties, brand/trademarks and intangible assets of the Borrower cumulatively referred as "Hypothecated Property", value of which shall not be less than the Security Cover. A general lien and set-off right on all assets of the Borrower on a first ranking pari passu basis, whereby the Lender will be entitled to recover its dues from the sale of any current and future movable, fixed, other assets of the Borrower at any point in time during the currency of the loan in the case of any Event of Default. A demand promissory note and a letter of continuity. Cash Collateral shall be placed with the Lender prior to the disbursement in the form of interest-bearing security deposit.
- Unsubordinated Senior Secured Term Loan of an amount of INR 175 Million (as at 31 March 2022: NIL) from Oxyzo Financial Services Private Limited to be repaid in 18 months with moratorium of 12 months for principal payments carrying floating interest of 6-month MCLR + 5.05% (currently 13% p.a.). The loan is secured by way of first ranking pari passu charge on all Existing and Future Current assets (including book debts, trade receivables, stock in trade, inventory, unencumbered cash equivalents except for the fixed deposits exclusively lien marked with Bank(s) for Gold Metal Loans), entire fixed assets and intellectual properties, brand/trademarks and intangible assets of the Borrower cumulatively referred as "Hypothecated Property", value of which shall not be less than the Security Cover. A general lien and set-off right on all assets of the Borrower on a first ranking pari passu basis, whereby the Lender will be entitled to recover its dues from the sale of any current and future movable, fixed, other assets of the Borrower at any point in time during the currency of the loan in the event of a default. A demand promissory note and a letter of continuity. Cash Collateral shall be placed with the Lender prior to the disbursement in the form of interest-bearing security deposit.
- Term loan facility of an amount of INR 100 Million (as at 31 March 2022: NIL) from Incred Financial Services to be repaid in monthly installments with an interest of 14% p.a. The loan is secured by way of
 - a) Demand Promissory Note
 - b) 4 undated cheques for the EMI amount for each tranche of the facility.
 - c) 1 undated security deposit cheque worth Rs 100 Million
 - d) First pari-passu charge on all the fixed and current assets of the company to be shared with the other secured lenders Upto 1x of the facility amount.
 - e) NACH for EMI payments

- Structured credit line of Rs. 200 Million (as at 31 March 2022: NIL) from Northern Arc Capital Limited to be repaid in 18 months carrying floating interest FBLR - 1.80% (currently 13% p.a.). The loan is secured by First pari passu charge on all existing and future book debts, current assets, fixed assets, intellectual properties, brand and intangibles of the borrower. Cash collateral shall be placed at 10% of the facility.
- 4,000 unsecured, unrated, redeemable and unlisted non-convertible debentures having face value of INR 25,000 aggregating to INR 100 Million (as at 31 March 2022: NIL) from Klub Works Private Limited. The Debentures shall have a fixed yield which shall be equivalent to 18.01% of the Debenture Subscription Amount and it is to be repaid in 18 months from October 2022.

- 2000 unsecured, unrated, redeemable and unlisted non-convertible debentures having face value of INR 25,000 aggregating to INR 50 Million (as at 31 March 2022: NIL) from Klub Works Private Limited. The Debentures shall have a fixed yield which shall be equivalent to 13.70% of the Debenture Subscription Amount and it is to be repaid in 370 days from October 2022.
- Secured, redeemable, unrated, and unlisted non-convertible debentures of an amount of INR 400 Million (as at 31 March 2022: NIL) having a face value of Rs. 10 Million from (Catalyst Trusts Limited) Incred Financial Services to be repaid in 36 months with 9 months of principal moratorium with interest of 14.25% p.a. The loan is secured by way of pari passu charge over receivables and all fixed assets of the Company.

b) Short term borrowings include the following:

- Working Capital Demand Loan of an amount of INR 200 Million (as at 31 March 2022: NIL) from Securities Trading Corporation of India (STCI) to be repaid in 12 months, repayable on demand, carrying an interest of 13%. The loan is secured by way of First ranking pari passu charge on all existing and future current assets with the existing lenders (including book debts, trade receivables, stock in trade, inventory, unencumbered cash equivalents), entire fixed assets and intellectual properties, brands/trademarks, and intangible assets of the borrower cumulatively referred as "Hypothecated Assets". Cash margin of Rs. 20 million of the facility shall be placed in fixed deposit account under lien to STCI.
- Working Capital Demand Loan of an amount of INR 200 Million (as at 31 March 2022: NIL) from Capivo Finance Private Limited to be repaid in 12 months with an interest, payable monthly, of 13.5% (CPPI Benchmark Lending Rate less 9.42%). The loan is secured by way of First ranking, pari passu charge on all existing and future fixed and current assets, other assets, including but not limited to inventory (if any), receivables, rental deposits of the Borrower by way of deed of Hypothecation, Lien on FD to the extent of 10% of sanctioned amount in favor of lender to be created and maintained at all the time during the tenor of the facility and NACH mandate and 3 cheques along with Demand Promissory Note for amount equivalent to sanction limit from borrower.
- Vendor Finance wherein Stride Fintree Private Limited has onboarded the supplier to its platform and is facilitating credit facility of INR 93.7 Million (as at 31 March 2022: NIL) through Payable Invoice Discounting (PID) and Vendor Financing (VF) which is to be repaid within 60 days to 90 days with an interest of 13.75%. The financing agreement is secured by cash margin of 15%.

d) Bank Overdraft includes the following:

- Cash Credit/Overdraft facility availed from HDFC Bank Limited of INR 273.50 million (as at 31 March 2022: INR 47.05 million) on which interest shall be paid monthly at MCLR + 2.25%. The facility is secured by way of pari-passu charge on current assets and fixed assets of the Company and fixed deposits to the tune of 30% of exposure.
- Cash Credit/Overdraft facility availed from ICICI Bank Limited of INR 272.45 (as at 31 March 2022: INR 28.77 million) on which interest shall be paid monthly at MCLR 6M + 2.05% spread. The facility is secured by way of pari-passu charge on all current assets other than those charged to other banks or FIs.
- The Company has availed Gold Metal Loans from HDFC Bank Limited and ICICI bank. The repayment of such loans shall be made at maturity date. The maximum period for ailment of loan is 270 days. Interest on such loans is linked to international gold lease rate. The loans are secured against first charge on fixed deposits.

f) The quarterly statements of book debts and inventories filed with the banks against the borrowings obtained by the Company are in agreement with the books of accounts other than as below:

For the quarter ended	Sanctioned amount to which discrepancy relates to (in million)	Nature of current assets	Nature of discrepancy	Details of discrepancies			Remarks (including subsequent rectification, if any)
				Amount as per Quarterly returns and statements	Amount (in million)	Difference	
HDFC BANK							
30-Jun-22				1,389.63	1,389.57	0.06	Inventory lying at the franchisee location is included in as inventory of the Company as at the year end.
30-Sep-22				2,377.78	2,241.90	135.88	
31-Dec-22				2,189.12	2,228.54	(39.41)	
31-Mar-23	300.00			1,969.61	3,953.17	(1983.56)	
ICICI BANK							
30-Jun-22				1,383.10	1,389.57	(6.47)	Franchisee has the ability to obtain credit on such inventory and hence, this is not included as inventory in the statements submitted by the Company to the banks; and Book closure entries
30-Sep-22				2,340.90	2,241.90	99.00	
31-Dec-22				2,186.90	2,228.54	(41.64)	
31-Mar-23	300.00			1,955.70	3,953.17	(1997.47)	

c) During the year the company had instances of default in payment of Principal/interest as below:									
Nature of Borrowing	Name of Lender	Amount not paid on due date during the year		No. of days delay or unpaid	Amount remaining unpaid as at 31 March 2023		Amount paid till the date of report		Remarks
		Principal	Interest		Principal	Interest	Principal	Interest	
Long Term Borrowing	Due to Financial Institutions:								Caused due to processing delays. Amount repaid with default interest.
		3.33	0.46	3.00	-	-	3.33	0.46	
		3.33	0.45	2.00	-	-	3.33	0.45	
		3.33	0.18	1.00	-	-	3.33	0.18	
		3.33	0.15	1.00	-	-	3.33	0.15	
	Klub Works Private Limited	-	0.10	4.00	-	-	-	0.10	
		-	0.06	4.00	-	-	-	0.06	
		-	0.92	4.00	-	-	-	0.92	
		-	0.28	2.00	-	-	-	0.28	
		-	1.68	1.00	-	-	-	1.68	



Bluestone Jewellery and Lifestyle Private Limited

CIN: U72900KA2011PTC059678

Notes to the financial statements for the year ended 31 March 2023

(All amounts are in INR million unless otherwise stated)

14.2 Gold on loan

Particulars	As at 31 March 2023	As at 31 March 2022
Gold Metal Loan-repayable on demand (Refer note below)	2,212.42	828.48
Total	2,212.42	828.48

Notes

a) Represents amounts payable against gold purchased from various banks under gold on loan scheme with variable interest rates and is payable at monthly intervals. The credit period under the aforesaid arrangement is 180 days from the date of delivery of gold. The amounts are secured against fixed deposits placed by the Company (refer note 7.3 B).

14.3 Trade payables

Particulars	As at 31 March 2023	As at 31 March 2022
Current		
Total outstanding dues of micro enterprises and small enterprises	130.95	133.23
Total outstanding dues of creditors other than micro enterprises and small enterprises	652.82	600.22
Total trade payables	783.77	733.45

Disclosure in respect of Micro and Small Enterprises :

Particulars	As at 31 March 2023	As at 31 March 2022
(i) The principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year		
-Principal	130.95	133.23
-Interest	-	-
(ii) The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year:		
-Interest	-	-
-Payment	-	-
(iii) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	-	-
(iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
(v) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-



Trade payables Ageing Schedule

Ageing as at March 31, 2023

Particulars	Outstanding for following periods from due date of payment				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
Total outstanding dues of micro, enterprises and small enterprises	130.95	-	-	-	130.95
Total outstanding dues of creditors other than micro, enterprises and small enterprises	634.93	3.35	2.48	12.06	652.82
Disputed dues of micro, enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro, enterprises and small enterprises	-	-	-	-	-
Total	765.88	3.35	2.48	12.06	783.77

Ageing as at March 31, 2022

Particulars	Outstanding for following periods from due date of payment				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
Total outstanding dues of micro, enterprises and small enterprises	133.23	-	-	-	133.23
Total outstanding dues of creditors other than micro, enterprises and small enterprises	422.78	75.06	98.44	3.94	600.22
Disputed dues of micro, enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro, enterprises and small enterprises	-	-	-	-	-
Total	556.01	75.06	98.44	3.94	733.45

14.4 Lease liabilities

Particulars	As at 31 March 2023	As at 31 March 2022
Non current		
Lease liabilities	3,318.98	1,754.40
Total	3,318.98	1,754.40
Current		
Lease liabilities	410.33	191.35
Total	410.33	191.35



Bluestone Jewellery and Lifestyle Private Limited
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Notes to the financial statements for the year ended 31 March 2023
(All amounts are in INR million unless otherwise stated)

14.5 Other financial liabilities

Particulars	As at 31 March 2023	As at 31 March 2022
Non-current		
Deposit made by franchisee	1,610.63	675.03
Total	1,610.63	675.03
Particulars	As at 31 March 2023	As at 31 March 2022
Current		
Interest accrued but not due on borrowings	8.53	0.39
Deposit made by franchisee	1,286.38	465.70
Liability towards Phantom options (Refer note 37)	269.08	-
Total	1,563.99	466.09

15 Provisions

Particulars	As at 31 March 2023	As at 31 March 2022
Non-current		
Provision for employee benefits	28.80	23.47
Provision for gratuity (refer note 25)	16.99	9.55
Provision for compensated absence (refer note 25)	45.79	33.02
Total		
Particulars	As at 31 March 2023	As at 31 March 2022
Current		
Provision for employee benefits	1.74	1.59
Provision for gratuity (refer note 25)	1.48	0.79
Provision for compensated absence (refer note 25)	-	269.09
Provision for Phantom options (Refer note 37)	3.22	271.47
Total		

16 Other liabilities

Particulars	As at 31 March 2023	As at 31 March 2022
Current		
Advance received from customers	778.44	348.68
Statutory dues payable	27.82	11.78
Gift vouchers	233.56	160.65
Total	1,039.82	521.11



Notes

a) Term loans from banks and financial institutions consist of the following:

- Term loan from Innoven Capital India Private Limited of INR 3.33 Million (as at 31 March 2022: 43.33 Million) carry interest rate of 14.35% p.a. and to be repaid in 21 equal monthly installments from September 2021. The loan is secured by way of first pari passu charge on the fixed and current asset of the company and first and exclusive charge on the non-current assets of the company including all the intellectual property and right, except the fixed deposit placed with the bank for overdraft facilities and gold loans, by way of hypothecation.
- Emergency Credit Line Guarantee Scheme (ECLGS) loan from HDFC Bank Limited of INR 32.26 Million (as at 31 March 2022: 49.86 Million) to be repaid in 36 equal monthly installments from January 2022 with interest at MCLR + 0.55% spread. The facility is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd) Ministry of Finance, Government of India. The facility is secured by way of extension of second ranking charge over existing primary and collateral securities including mortgages created in favor of bank.
- Emergency Credit Line Guarantee Scheme (ECLGS) loan from HDFC Bank Limited of INR 47.72 Million (as at 31 March 2022: 47.72 Million) to be repaid in 36 equal monthly installments from January 2022 with interest at MCLR + 0.30% spread. The facility is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd) Ministry of Finance, Government of India. The facility is secured by way of extension of second ranking charge over existing primary and collateral securities including mortgages created in favor of bank.
- Unsubordinated Senior Secured Term Loan of an amount of INR 87.5 Million (as at 31 March 2022: Nil) from Oxyo Financial Services Private Limited to be repaid in 21 months with moratorium of 6 months for principal payments carrying floating interest of 6-month MCLR + 5.35% (currently 13.75% p.a.). The loan is secured by way of First ranking pari passu charge on all Existing and Future Current assets (including book debts, trade receivables, stock in trade, inventory, unencumbered cash equivalents except for the fixed deposits exclusively lien marked with Bank(s) for Gold Metal Loans), entire fixed assets and intellectual properties, brand/trademarks and intangible assets of the Borrower cumulatively referred as "Hypothecated Property", value of which shall not be less than the Security Cover. A general lien and set-off right on all assets of the Borrower on a first ranking pari passu basis, whereby the Lender will be entitled to recover its dues from the sale of any current and future movable, fixed, other assets of the Borrower at any point in time during the currency of the loan in the case of any Event of Default. A demand promissory note and a letter of continuity. Cash Collateral shall be placed with the Lender prior to the disbursement in the form of interest-bearing security deposit.
- Unsubordinated Senior Secured Term Loan of an amount of INR 175 Million (as at 31 March 2022: Nil) from Oxyo Financial Services Private Limited to be repaid in 18 months with moratorium of 12 months for principal payments carrying floating interest of 6-month MCLR + 5.05% (currently 13% p.a.). The loan is secured by way of First ranking pari passu charge on all Existing and Future Current assets (including book debts, trade receivables, stock in trade, inventory, unencumbered cash equivalents except for the fixed deposits exclusively lien marked with Bank(s) for Gold Metal Loans), entire fixed assets and intellectual properties, brand/trademarks and intangible assets of the Borrower cumulatively referred as "Hypothecated Property", value of which shall not be less than the Security Cover. A general lien and set-off right on all assets of the Borrower on a first ranking pari passu basis, whereby the Lender will be entitled to recover its dues from the sale of any current and future movable, fixed, other assets of the Borrower at any point in time during the currency of the loan in the event of a default. A demand promissory note and a letter of continuity. Cash Collateral shall be placed with the Lender prior to the disbursement in the form of interest-bearing security deposit.

- Term loan facility of an amount of INR 100 Million (as at 31 March 2022: Nil) from Incred Financial Services to be repaid in monthly installments with an interest of 14% p.a. The loan is secured by way of

- Demand Promissory Note
- 4 undated cheques for the EMI amount for each tranche of the facility.
- 1 undated security deposit cheque worth Rs 100 Million
- First pari-passu charge on all the fixed and current assets of the company to be shared with the other secured lenders Upto 1x of the facility amount.
- NACH for EMI payments

- Structured credit line of Rs. 200 Million (as at 31 March 2022: Nil) from Northern Arc Capital Limited to be repaid in 18 months carrying floating interest FBLR - 1.60% (currently 13% p.a.). The loan is secured by First pari passu charge on all existing and future book debts, current assets, fixed assets, intellectual properties, brand and intangibles of the borrower. Cash collateral shall be placed at 10% of the facility.
- 4,000 unsecured, unrated, redeemable and unlisted non-convertible debentures having face value of INR 25,000 aggregating to INR 100 Million (as at 31 March 2022: Nil) from Klub Works Private Limited. The Debentures shall have a fixed yield which shall be equivalent to 18.01% of the Debenture Subscription Amount and it is to be repaid in 18 months from October 2022.

- 2000 unsecured, unrated, redeemable and unlisted non-convertible debentures having face value of INR 25,000 aggregating to INR 50 Million (as at 31 March 2022: Nil) from Klub Works Private Limited. The Debentures shall have a fixed yield which shall be equivalent to 13.70% of the Debenture Subscription Amount and it is to be repaid in 370 days from October 2022.
- Secured, redeemable, unrated, and unlisted non-convertible debentures of an amount of INR 400 Million (as at 31 March 2022: Nil) having a face value of Rs. 10 Million from (Catalyst Trusts Limited) Incred Financial Services to be repaid in 36 months with 9 months of principal moratorium with interest of 14.25% p.a. The loan is secured by way of pari passu charge over receivables and all fixed assets of the Company.

b) Short term borrowings include the following:

- Working Capital Demand Loan of an amount of INR 200 Million (as at 31 March 2022: Nil) from Securities Trading Corporation of India (STCI) to be repaid in 12 months, repayable on demand, carrying an interest of 13%. The loan is secured by way of First ranking pari passu charge on all existing and future current assets with the existing lenders (including book debts, trade receivables, stock in trade, inventory, unencumbered cash equivalents), entire fixed assets and intellectual properties, brands/trademarks, and intangible assets of the borrower cumulatively referred as "Hypothecated Assets". Cash margin of Rs. 20 million of the facility shall be placed in fixed deposit account under lien to STCI.
- Working Capital Demand Loan of an amount of INR 200 Million (as at 31 March 2022: Nil) from Capsave Finance Private Limited to be repaid in 12 months with an interest, payable monthly, of 13.5% (CPFI Benchmark Lending Rate less 9.42%). The loan is secured by way of First ranking, pari passu charge on all existing and future fixed and current assets, other assets, including but not limited to inventory (if any), receivables, rental deposits of the Borrower by way of deed of Hypothecation, Lien on FD to the extent of 10% of sanctioned amount in favor of Lender to be created and maintained at all the time during the tenor of the Facility and NACH mandate and 3 cheques along with Demand Promissory Note for amount equivalent to sanction limit from borrower.
- Vendor Finance wherein Stride Fintree Private Limited has onboarded the supplier to its platform and is facilitating credit facility of INR 93.7 Million (as at 31 March 2022: Nil) through Payable Invoice Discounting (PID) and Vendor Financing (VF) which is to be repaid within 60 days to 90 days with an interest of 13.75%. The financing agreement is secured by cash margin of 15%.

d) Bank Overdraft includes the following:

- Cash Credit/Overdraft facility availed from HDFC Bank Limited of INR 273.50 million (as at 31 March 2022: INR 47.06 million) on which interest shall be paid monthly at MCLR + 2.25%. The facility is secured by way of pari-passu charge on current assets and fixed assets of the Company and fixed deposits to the tune of 30% of exposure.
- Cash Credit/Overdraft facility availed from ICICI Bank Limited of INR 272.45 (as at 31 March 2022: INR 28.77 million) on which interest shall be paid monthly at MCLR 6M + 2.05% spread. The facility is secured by way of pari-passu charge on all current assets other than those charged to other banks or FIs.
- The Company has availed Gold Metal Loans from HDFC Bank Limited and ICICI bank. The repayment of such loans shall be made at maturity date. The maximum period for allment of loan is 270 days. Interest on such loans is linked to international gold lease rate. The loans are secured against first charge on fixed deposits.

f) The quarterly statements of book debts and inventories filed with the banks against the borrowings obtained by the Company are in agreement with the books of accounts other than as below:

The quarterly statements of book debts and inventories filed with the banks against the borrowings obtained by the Company are in agreement with the books of accounts other than as below.							
For the quarter ended	Sanctioned amount to which discrepancy relates to (in million)	Details of discrepancies					Remarks (including subsequent rectification, if any)
		Nature of current assets	Nature of discrepancy	Amount as per Quarterly returns and statements	Amount (in million)		
					As per unaudited books of accounts	Difference	
HDFC BANK	300.00	Inventory	Impact of Ind AS and book closure entries				Inventory lying at the franchisee location is included in as inventory of the Company as at the year end.
30-Jun-22				1,389.63	1,389.57	0.06	
30-Sep-22				2,377.78	2,241.90	135.88	
31-Dec-22				2,189.12	2,228.54	(39.41)	
31-Mar-23				1,969.61	3,953.17	(1983.56)	
ICICI BANK	300.00	Inventory	Impact of Ind AS and book closure entries				Franchisee has the ability to obtain credit on such inventory and hence, this is not included as inventory in the statements submitted by the Company to the banks; and Book closure entries
30-Jun-22				1,383.10	1,389.57	(6.47)	
30-Sep-22				2,340.90	2,241.90	99.00	
31-Dec-22				2,186.90	2,228.54	(41.64)	
31-Mar-23				1,555.70	3,953.17	(1997.47)	

c) During the year the company had instances of default in payment of Principal/Interest as below:

c) During the year the company had instances of default in payment of Principal/Interest as below :										Remarks
Nature of Borrowing	Name of Lender	Amount not paid on due date during the year		No. of days delay or unpaid	Amount remaining unpaid as at 31 March 2023		Amount paid till the date of report			
		Principal	Interest		Principal	Interest	Principal	Interest		
Long Term Borrowing	Due to Financial Institutions:								Caused due to processing delays. Amount repaid with default interest.	
	Innoven Capital India Private Limited	3.33	0.46	3.00	-	-	3.33	0.46		
		3.33	0.45	2.00	-	-	3.33	0.45		
		3.33	0.18	1.00	-	-	3.33	0.18		
		3.33	0.15	1.00	-	-	3.33	0.15		
			0.10	4.00	-	-	-	0.10		
	Klub Works Private Limited	-	0.06	4.00	-	-	-	0.06		
		-	0.92	4.00	-	-	-	0.92		
	Oxyo Financial Services Private Limited	-	0.28	2.00	-	-	-	0.28		
		-	1.68	1.00	-	-	-	1.68		



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Notes to the financial statements for the year ended 31 March 2023

(All amounts are in INR million unless otherwise stated)

17	Revenue from operations	For the year ended 31 March 2023	For the year ended 31 March 2022
	Particulars		
	Sale of products	7,707.26	4,613.58
	Manufactured goods	7,707.26	4,613.58
	Total revenue from operations		
	(B) Ind AS 115 - Revenue from contract with customers	For the year ended 31 March 2023	For the year ended 31 March 2022
	Particulars		
	Revenue from contract with customers - Sale of products	7,707.26	4,613.58
	Total revenue from operations	7,707.26	4,613.58
	India	-	-
	Outside India	7,707.26	4,613.58
	Total revenue from operations		
	Timing of revenue operation	7,707.26	4,613.58
	At a point in time	-	-
	Over a period of time	7,707.26	4,613.58
	Total revenue from operations		
	(C) Contract balances	For the year ended 31 March 2023	For the year ended 31 March 2022
	Particulars		
	Contract liabilities	778.44	348.68
	Advance from customers (refer note 16)		
18	Other Income	For the year ended 31 March 2023	For the year ended 31 March 2022
	Particulars		
	Interest on fixed deposits and others	97.86	30.41
	Profit on sale of property plant and equipment (net)	-	1.49
	Liabilities no longer required written back	55.00	46.17
	Provision for contingencies reversed (refer note 39)	-	47.12
	Unwinding of interest on financial assets carried at amortized cost	11.32	7.09
	Gain on termination of lease	5.55	3.71
	Rent waiver on lease liabilities	0.09	13.83
	Miscellaneous income	1.86	3.31
	Total other income	171.68	153.13
19	Cost of raw materials consumed	For the year ended 31 March 2023	For the year ended 31 March 2022
	Particulars		
	Raw material consumed	480.18	155.46
	Inventory at the beginning of the year	7,533.36	4,129.97
	Add: Purchases	837.54	480.18
	Less: Inventory at the end of the year	7,176.00	3,805.25
	Total consumption		
20	Change in inventories of finished goods and work-in-progress	For the year ended 31 March 2023	For the year ended 31 March 2022
	Particulars		
	Inventories at the end of the year	3,013.82	1,175.92
	Finished goods	87.94	1.05
	Work-in-progress		
	Inventories at the beginning of the year	1,175.92	493.78
	Finished goods	1.05	2.64
	Work-in-progress	(1,924.79)	(680.55)
	Net change		
21	Employee benefits expense	For the year ended 31 March 2023	For the year ended 31 March 2022
	Particulars		
	Salaries and wages	643.38	350.46
	Contribution to provident and other funds (Refer note 25)	20.95	12.24
	Gratuity expenses (Refer note 25)	10.91	7.55
	Expense on employee stock option scheme (Refer note 30)	194.47	27.12
	Staff welfare expenses	42.25	20.19
	Total employee benefits expense	911.96	417.56



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(All amounts are in INR million unless otherwise stated)

22 Finance costs	For the year ended 31 March 2023	For the year ended 31 March 2022
Particulars		
Interest on :	148.27	27.99
Term loans from banks & financial institutions	29.74	-
Debentures	0.46	0.23
Delayed payment of taxes	263.79	78.22
Franchisee	210.99	77.98
Lease liability	2.76	1.93
Bank charges	13.60	1.32
Other borrowing costs	669.61	187.67
Total finance costs		

23 Depreciation and amortization expense	For the year ended 31 March 2023	For the year ended 31 March 2022
Particulars		
Depreciation of property, plant and equipment (refer note 3)	137.67	44.58
Amortization of other intangible assets (refer note 5)	2.01	2.36
Depreciation of right to use assets (refer note 6)	477.26	173.75
Total depreciation and amortization expense	616.94	220.69

24 Other expenses	For the year ended 31 March 2023	For the year ended 31 March 2022
Particulars		
Power and fuel	59.09	18.53
Certification & hallmarking charges	62.72	33.15
Job work charges	288.45	137.06
Consumables	60.07	24.15
Security charges	32.72	10.78
Insurance	12.05	12.98
Repairs and maintenance		
-Buildings	7.27	3.34
Rates and taxes	40.78	2.58
Advertisement & marketing Cost	841.40	423.05
Payment gateway charges	69.13	46.02
Shipping charges	76.89	36.36
Brokerage & commission	117.21	210.34
Office maintenance		
Printing & stationery expenses	10.86	6.64
Postage and courier charges	1.32	1.26
Software and web development charges	10.52	10.31
Recruitment charges	5.69	2.68
Bad trade receivables written off	0.51	0.34
Advances written off	4.87	8.71
Rent (refer note 6C)	30.21	41.46
Legal and professional charges*#	119.47	54.83
Travelling and conveyance expenses	50.40	19.17
Technology & communication expenses	28.80	16.86
Auditors remuneration (refer note (a) below)	5.19	3.10
Provision for balance with government authorities	72.18	-
Provision for expected credit loss	0.96	1.86
Phantom options expense (refer note 37)	-	163.87
Office maintenance	85.14	43.17
Loss on sale of property, plant and equipment	3.94	-
Miscellaneous expenses	3.82	3.34
Total other expenses	2,101.66	1,335.94

* Note: Includes amounts paid to a firm affiliated to the statutory auditors firm through a networking arrangements as registered with the Institute of Chartered Accountants of India, for the year ended 31 March, 2023 Rs. Nil (31 March, 2022 Rs.3.50 million).

(a) Payment to Auditors	For the year ended 31 March 2023	For the year ended 31 March 2022
Particulars		
As auditor:	5.00	3.00
Statutory audit	0.16	0.10
Reimbursement of expenses	0.03	-
Out of pocket expenses	5.19	3.10
Total		

The Statement of Profit and Loss under legal and professional expenses also includes Rs. NIL (31 March 2022 - Rs. 17.00 million) towards comfort letter and other IPO related services.



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Notes to the financial statements for the year ended 31 March 2023

(All amounts are in INR million unless otherwise stated)

25 Employee benefits

I Defined contribution plan

The Company has defined contribution plans. Contributions are made to provident fund in India for employees at the rate of 12% of basic salary as per regulations. The contributions are made to registered provident fund administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation. The expense recognized during the period towards defined contribution plan is as under:

	31 March 2023	31 March 2022
Particulars		
Employer's Contribution to Provident Fund	20.18	11.79
Employer's Contribution to Employee State Insurance Corporation	0.77	0.45
Expense recognized during the year	20.95	12.24

II Defined benefit plan

A Gratuity:

In accordance with applicable Indian laws, the Company provides for gratuity, a defined benefit retirement plan (Gratuity Plan). The Gratuity Plan provides a lump sum payment to vested employees, at retirement or termination of employment, an amount based on the respective employee's last drawn salary and the number of years of employment with the Company.

a) Reconciliation of the projected benefit obligations

	As at 31 March 2023	As at 31 March 2022
Particulars		
Change in projected benefit obligation:	25.06	21.03
Obligations at beginning of the year	9.12	5.98
Service cost	1.79	1.57
Interest on defined benefit obligation	(4.02)	(3.36)
Benefits settled	(1.41)	(0.17)
Actuarial (gain)/ loss	30.54	25.06
Obligations at the end of year		

	As at 31 March 2023	As at 31 March 2022
Particulars		
Change in plan assets:		
Plan assets at year beginning, at fair value	-	-
Actual return on plan assets	-	-
Fund management charges	-	-
Employer contribution	-	-
Withdrawal from fund against payment made	-	-
Benefits settled	-	-
Plan assets at end of the year, at fair value		

Reconciliation of present value of the obligation and the fair value of the plan assets:	30.54	25.06
Closing obligations	-	-
Closing fair value of plan assets	30.54	25.06
Liability recognized in the balance sheet		
Net liability:	28.80	23.47
Non-current	1.74	1.59
Current		

b (i) Expense recognized in Statement of Profit and Loss:

	31 March 2023	31 March 2022
Particulars		
Service cost	9.12	5.98
Interest cost	1.79	1.57
Net benefit paid	-	-
Net gratuity cost	10.91	7.55

ii. Remeasurements recognized in Other Comprehensive Income

	31 March 2023	31 March 2022
Particulars		
Actuarial (gain)/ loss on defined benefit obligation	-	-
Changes in demographic assumption	(1.07)	(1.49)
Changes in financial assumptions	(0.34)	1.32
Experience variance (i.e. Actual experience vs assumptions)	(1.41)	(0.17)
Actuarial (gain)/ loss on asset		



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Notes to the financial statements for the year ended 31 March 2023

(All amounts are in INR million unless otherwise stated)

c Defined benefit obligation - Actuarial assumptions

(i) Actuarial assumptions

Principal actuarial assumptions at the reporting date:

	31 March 2023	31 March 2022
Particulars		
Discount rate	7.15%	7.15%
Salary increase	8.00%	8.00%
Attrition rate:		
-Up to 44 years	8.00%	8.00%
-Above 44 years	2.00%	2.00%
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14
	14	
	58	58

Retirement Age (years)

(ii) Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the

	31 March 2023		31 March 2022	
Particulars	Increase	Decrease	Increase	Decrease
Discount Rate (- / + 1%)	27.35	34.35	22.45	28.17
Salary Growth Rate (- / + 1%)	33.80	27.62	27.75	22.72
Attrition Rate (- / + 50% of attrition rates)	29.60	31.67	24.48	25.82
Mortality Rate (- / + 10% of mortality rates)	30.55	30.54	25.06	25.06

(iii) The expected future cash flows in respect of gratuity:

	31 March 2023	31 March 2022
Projected benefits payable in future years		
1st following year	1.74	1.59
2nd to 5th year	8.37	7.28
6th to 10 years	11.58	9.28
More than 10 years	66.88	50.35

B Compensated absences:

The compensated absences cover the Company liability for earned leave which are classified as other long-term benefits. According to the Company policy on compensated absences, employees can encash their accumulated leave balance based on their last drawn gross salary.

Reconciliation of the projected benefit obligations

	As at 31 March 2023	As at 31 March 2022
Particulars		
Change in projected benefit obligation:		
Obligations at beginning of the year	10.34	9.53
Service cost	11.36	3.56
Interest on defined benefit obligation	0.73	0.63
Benefits settled	(1.32)	(0.74)
Actuarial (gain)/ loss	(2.64)	(2.64)
Obligations at the end of year	18.47	10.34

Change in plan assets:

	As at 31 March 2023	As at 31 March 2022
Particulars		
Plan assets at year beginning, at fair value	-	-
Actual return on plan assets	-	-
Fund management charges	-	-
Employer contribution	-	-
Withdrawal from fund against payment made	-	-
Benefits settled	-	-
Plan assets at end of the year, at fair value	-	-

Reconciliation of present value of the obligation and the fair value of the plan assets:

	18.47	10.34
Closing obligations	-	-
Closing fair value of plan assets	18.47	10.34
Liability recognized in the balance sheet	-	-
Net liability:	16.99	9.55
Non-current	1.48	0.79
Current	-	-



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(i) Expense recognized in Statement of Profit and Loss:		31 March 2023	31 March 2022
Particulars			
Current Service cost		11.36	3.56
Past service cost		-	-
Net Interest Cost / (Income)		0.73	0.63
Actuarial (gain)/ loss		(2.64)	(2.64)
Net benefit paid		9.45	1.55
Net Interest Cost / (Income) the Net Defined Benefit Liability / (Asset)			

Defined benefit obligation - Actuarial assumptions

(i) Actuarial assumptions

Principal actuarial assumptions at the reporting date:

Particulars	31 March 2023	31 March 2022
Discount rate	7.15%	7.15%
Salary increase	8.00%	8.00%
Attrition rate:		
-Up to 44 years	8.00%	8.00%
-Above 44 years	2.00%	2.00%
Mortality rate	100% of IALM 2012- 100% of IALM 2012-14	
	14	
	58	58
Retirement Age (years)	5.00%	5.00%
Proportion of Leave Availment	95.00%	95.00%
Proportion of Leave Encashment on separation		

(ii) Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the

Particulars	31 March 2023		31 March 2022	
	Increase	Decrease	Increase	Decrease
Discount Rate (- / + 1%)	16.64	20.64	9.30	11.57
Salary Growth Rate (- / + 1%)	20.61	16.64	11.55	9.30
Attrition Rate (- / + 50% of attrition rates)	18.25	18.81	10.14	10.63
Mortality Rate (- / + 10% of mortality rates)	18.47	18.47	10.34	10.34

(iii) The expected future cash flows in respect of gratuity:

Projected benefits payable in future years	31 March 2023	31 March 2022
1st following year	1.48	0.79
2nd to 5th year	5.33	3.11
6th to 10 years	7.36	4.30
More than 10 years	37.86	19.61



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Notes to the financial statements for the year ended 31 March 2023

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26 Income Taxes

A Amount recognized in Statement of Profit or Loss	For the year ended	
	31 March 2023	31 March 2022
Particulars		
Current tax	-	71.01
Deferred tax	-	71.01
Income tax expense reported in the Statement of Profit and Loss		

B Income tax recognized in Other Comprehensive Income	For the year ended	
	31 March 2023	31 March 2022
Particulars		
Remeasurement of the net defined benefit liability/asset	-	-
Tax (expense)/benefit		

C Reconciliation of effective tax rate	For the year ended	
	31 March 2023	31 March 2022
Particulars		
Loss before tax	(1,672.44)	(12,613.08)
Tax amount at the enacted income tax rate	25.17%	25.17%
Expected income tax expense at statutory tax rate	-	-
Income tax expense recognised in Statement of Profit and Loss		

D The following table provides the details of income tax assets and income tax liabilities as at 31 March 2023, 31 March 2022 and 1 April 2021

Particulars	As at 31 March 2023	As at 31 March 2022
Advance income tax and tax deducted at source	12.72	7.45
Provision for taxes	-	-
Net income tax asset/ (liability) at the end of the year	12.72	7.45



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E Deferred tax (assets)/liabilities:

Movement of deferred tax assets/ liabilities presented in the balance sheet

	As at April 1, 2022	Recognized in profit or loss	Recognized in OCI	As at 31 March 2023
For the year ended 31 March 2023				
Deferred tax assets on:				
Provision for compensated absences, gratuity and other employee benefits	-	-	-	-
Provision for doubtful trade receivables/advances	-	-	-	-
Excess of depreciation provided for in the books over the depreciation allowed under the Income tax laws	-	-	-	-
Gross deferred tax assets	-	-	-	-
Net deferred tax liabilities/ (assets)	-	-	-	-

	As at April 1, 2021	Recognized in profit or loss	Recognized in OCI	As at 31 March 2022
For the year ended 31 March 2022				
Deferred tax assets on:				
Provision for compensated absences, gratuity and other employee benefits	37.32	(37.32)	-	-
Provision for doubtful trade receivables/advances	23.50	(23.50)	-	-
Excess of depreciation provided for in the books over the depreciation allowed under the Income tax laws	10.19	(10.19)	-	-
Gross deferred tax assets	71.01	(71.01)	-	-
Net deferred tax liabilities/ (assets)	(71.01)	71.01	-	-

Deferred tax assets have not been recognised on business loss of Rs 3,421.94 Million (March 31, 2022: Rs 3,324.01 Million), unabsorbed depreciation of Rs 176.02 Million (March 31, 2022: Rs 110.68 Million) and deductible temporary differences, since recovery is not considered probable in the foreseeable future.



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Notes to the financial statements for the year ended 31 March 2023

(All amounts are in INR million unless otherwise stated)

27 Related party disclosures

(i) Names of related parties and description of relationship

A. Related party where control exists

Relationship

Key Management Personnel (KMP)

Related Parties

Mr. Gaurav Singh Kushwaha, Managing Director, Chairman, Chief Executive Officer
Mr. Rumi Dugar, Chief Financial Officer (w.e.f. May 02, 2022)
Mr. Vipin Sharma, Chief Merchandising Officer (w.e.f. July 21, 2022)
Mr. Sudeep Nagar, Chief Operating Officer (w.e.f. July 21, 2022)
Ms. Roopa Hegde, Company Secretary (upto April 13, 2023)

Directors

Mr. Gaurav Singh Kushwaha
Mr. Prashanth Prakash
Mr. Vikram Gupta
Mr. Sameer Dilip Nath
Mr. Suresh Shanmugham (upto May 12, 2022)

B. Other related parties with whom transactions have taken place during the year

Mrs. Arpita Tomar, Relative of KMP
Mrs. Poonam Dugar, Relative of KMP
Mrs. Shikha Parikh, Relative of KMP
Mrs. Sonia Gupta, Relative of Director

ii) Related party transactions

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Remuneration paid to Key Management Personnel	31.26	7.51
Gaurav Singh Kushwaha	12.53	*
Rumi Dugar	13.01	*
Vipin Sharma	14.41	*
Sudeep Nagar	0.48	*
Roopa Hegde		
Right shares issued		0.89
Gaurav Singh Kushwaha		
Final call towards right shares issued	90.20	*
Gaurav Singh Kushwaha		
Sale of products	3.56	1.47
Mrs. Arpita Tomar	0.15	*
Mrs. Poonam Dugar	1.03	*
Mrs. Shikha Parikh	0.11	*
Mrs. Sonia Gupta	5.45	*
Mr. Vikram Gupta	0.57	*
Mr. Vipin Sharma		

iii) Amounts outstanding as at the balance sheet date

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Trade payables	4.85	11.67
Gaurav Singh Kushwaha	0.96	*
Rumi Dugar	0.96	*
Vipin Sharma		
Advance to Employees	0.79	*
Sudeep Nagar	0.01	*
Roopa Hegde		

Note :-

- (i) Related parties are as identified by the Management and relied up on by the auditors.
(ii) The Company has not written off or written back any related party balances.



28 Earnings per share

Basic EPS amounts are calculated by dividing the profit for the year attributable to shareholders by the weighted average number of shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit attributable to shareholders by the weighted average number of shares outstanding during the year plus the weighted average number of shares that would be issued on conversion of all the dilutive potential shares into share capital.

The following table sets forth the computation of basic and diluted earnings per share:

Particulars	(Figures in Rupees Millions except number of shares)	
	For the year ended 31 March 2023	For the year ended 31 March 2022
Profit / (Loss) after tax for calculating basic and diluted EPS	(1,672.44)	(12,684.09)
Weighted average number of shares (refer note below) (refer Note 12(d))	18,151,920	18,151,920
Earnings per share		
- Basic (Rupees/share)	(92.14)	(698.77)
- Diluted (Rupees/share)	(92.14)	(698.77)

Note: The impact of potential conversion of preference shares and ESOP into equity is anti-dilutive in nature and accordingly, the basic and diluted loss per share are same.

Reconciliation of shares used in computing earnings per share

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Weighted average number of equity shares of Re 1 each used for calculation of basic and diluted earnings per share (Refer Note 12(d))	18,151,920	18,151,920

29 Expenditure on Corporate Social Responsibility (CSR)

As per Section 135 of The Companies Act, 2013, a Company meeting the applicable threshold, needs to spend at least 2% of its average net profits for the immediately preceding three financial years on corporate social responsibility (CSR) activities. Since the Company is in losses, the provisions of Section 135 are not applicable to the Company and hence no expenditure has been incurred during the year.

30 Employee Stock Option Plan

The ESOP scheme titled Bluestone Jewellery and Lifestyle Employees Stock Option Plan - 2014 ('ESOP 2014') was approved by the shareholders during the year 2014 and was subsequently amended and approved in 2016.

The shares granted under the ESOP Plan do not vest on a single date but have graded vesting schedule with service conditions attached. As per the Guidance Note on Accounting for Employee Share-based Payments, issued by the Institute of Chartered Accountants of India, which is recommendatory, the Company is required to record compensation cost and disclose information relating to the shares granted to the employees of the Company, under the said Plan.

The vesting period of these options range over a period of 1 to 4 years. The options may be exercised only post happening of Liquidity Event as approved by the Board of Directors.



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Employee stock options details as on the balance sheet date are as follows:

Particulars	During the year ended 31 March 2023	During the year ended 31 March 2022
Outstanding at the beginning of the year	138,571	42,642
Increase in number of options on account of bonus issue during the year (refer note 12(d))	1,247,139	-
Options granted during the year	1,173,504	116,226
Options vested during the year	(508,727)	(13,265)
Options exercised during the year	-	-
Options lapsed during the year	(155,691)	(7,032)
Outstanding at the end of the year	1,894,796	138,571
Weighted average exercise price per option	1	1

Fair value measurement

The fair value at grant date is determined using the Black-Scholes Model which takes into account the exercise price, the term of the option, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option.

The weighted average remaining contractual life of the options outstanding as of 31 March 2023 and 31 March 2022 under the ESOP (2014) option plan was 4 years.

The fair value of the options is estimated on the date of grant using the Black-Scholes-Merton Model with the following inputs and assumptions:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2022
No of options granted	1,173,504	116,226
Date of grant	1-Sep-21	1-Sep-21
Vesting Period	4 years	4 years
Dividend yield (%)	0%	0%
Volatility rate (%)	43%	43%
Risk free rate	7%	7%
Expected life of options (years)	4	4
Weighted average fair value of option per share		

The stock price is arrived using the last round of funding closest to the grant date. Implied volatility is the unit at which the price of shares of peer listed companies has fluctuated during the past period. The expected time to maturity/ expected life of options is the period for which the company expects the options to be alive, which has been taken as 4 years subject to adjustment of time lapse from the date of grant. The risk free rate considered for calculation is based on yield on government securities for 4 years as on date of valuation.



31 Financial Instruments - Fair value measurement

a The carrying value and fair value of financial instruments by categories are as below:

Particulars	As at 31 March 2023		As at 31 March 2022	
	Amortised cost	Fair value through profit or loss	Amortised cost	Fair value through profit or loss
Financial assets	12.07	-	9.08	-
Loans	10.64	-	49.98	-
Trade receivables	271.00	-	87.12	-
Cash and cash equivalents	2,318.61	-	924.50	-
Bank balances other than above	738.23	-	270.71	-
Other financial assets	3,350.55	-	1,341.39	-
Total assets				
Financial liabilities	2,277.19	6.99	216.51	18,280.42
Borrowings	2,212.42	-	828.48	-
Gold on loan	3,729.31	-	1,945.75	-
Lease liabilities	783.77	-	733.45	-
Trade payables	3,174.62	-	1,141.12	-
Other financial liabilities	12,177.31	6.99	4,865.31	18,280.42
Total liabilities				

b Measurement of fair values

The section explains the judgement and estimates made in determining the fair values of the financial instruments that are:

- recognized and measured at fair value
- measured at amortized cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level is mentioned below:

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over-the counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

Financial instruments

The following table presents the fair value measurement hierarchy of financial assets and liabilities measured at fair value on recurring basis as at March 31, 2023 and March 31, 2022.

Particulars	Date of valuation	Total	Level 1	Level 2	Level 3
FVTPL financial liabilities:					6.99
Compulsorily convertible preference shares measured at FVTPL	As at 31 March 2023	6.99	-	-	-
Compulsorily convertible preference shares measured at FVTPL	As at 31 March 2022	18,280.42	-	-	18,280.42

Transfers between Level 1, Level 2 and Level 3

There were no transfers between Level 1, Level 2 or Level 3 during the year ended 31 March 2023 and 31 March 2022.

Determination of fair values

Fair values of financial assets and liabilities have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

- The fair values of other current financial assets and financial liabilities are considered to be equivalent to their carrying values.
- The fair values of liability component of Compulsorily Convertible Preference Shares is included at the amount at which the instrument could be exchanged in a current transaction between willing parties other than in a forced or liquidation sale.
- The fair values of borrowings at fixed rates are considered to be equivalent to present value of the future contracted cashflows discounted at the current market rate.



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32 Financial instruments - risk management

The Company has exposure to the following risks arising from financial instruments:

- (i) credit risk (refer note (b) below);
- (ii) liquidity risk (refer note (c) below);
- (iii) market risk (refer note (d) below).

(a) Risk management framework

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Company's board oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

(b) Credit risk

Credit risk is the potential financial loss resulting from the failure of tenants or counterparties of the Company to settle its financial and contractual obligations, as and when they fall due.

The Company has an established process to evaluate the creditworthiness of its customers and prospective customers to minimize potential credit risk. Credit evaluations are performed by the Company before agreements are entered into with prospective customers.

The Company establishes an allowance amount for impairment that represents its estimate of losses in respect of trade and other receivables. The main component of this allowance is estimated losses that relate to Shop in Shop Customers. The allowance account is used to provide for impairment losses. Subsequently when the Company is satisfied that no recovery of such losses is possible, the financial asset is considered irrecoverable and the amount charged to the allowance account is then written off against the carrying amount of the impaired financial asset.

Cash at bank and fixed deposits are placed with financial institutions which are regulated. As at the reporting date, there is no significant concentration of credit risk. The maximum exposure to credit risk is represented by the carrying value of each financial asset on the Balance Sheet.

i) Expected credit loss (ECL) assessment for customers as at 31 March 2023 and 31 March 2022

The Company allocates each exposure to a credit risk grade based on a variety of data that is determined to be predictive of the risk of loss (including but not limited to past payment history, security by way of deposits, external ratings, audited financial statements, management accounts and cash flow projections and available press information about customers) and applying experienced credit judgment. The following table provides information about the exposure to credit risk and expected credit loss for trade receivables.

Particulars	As at 31 March 2023	As at 31 March 2022
Gross carrying amount	13.84	52.21
Expected loss rate	23.12%	4.28%
Expected credit losses (Loss allowance provision)	3.20	2.23
Carrying amount of trade receivables (net of impairment)	10.64	49.98

ii) Cash and cash equivalents

The Company holds cash and cash equivalents of Rs. 271.00 millions as at 31 March 2023 (31 March 2022: Rs.87.12 millions). The cash and cash equivalents are mainly held with banks which are rated AAA- to AA- based on third party ratings. The Company considers that its cash and cash equivalents have low credit risk based on the external credit ratings of counterparties.

iii) Other financial assets

The Company considers that its other financial assets have low credit risk based on its nature.

(c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. This is generally carried out by the Management of the Company in accordance with practice and limits set by the Company. In addition, the Company's liquidity management policy involves projecting cash flows and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.



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(i) Exposure to liquidity risk

The table below details the Company's remaining contractual maturity for its non-derivative financial liabilities. The contractual cash flows reflect the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay.

Particulars	Carrying amount	Total	0-12 months	1-2 years	2-5 years	More than 5 years
As at 31 March 2023						
Loans and borrowings	2,284.18	2,284.18	1,841.99	276.85	158.34	6.99
Gold on loan	2,212.42	2,212.42	2,212.42	-	-	-
Lease liabilities	3,729.31	3,729.31	235.79	703.10	1,532.57	1,257.86
Trade and other payables	783.77	783.77	783.77	-	-	-
Other financial liabilities	3,174.62	3,174.62	1,563.99	1,610.63	-	-
	12,184.30	12,184.29	6,637.95	2,590.58	1,690.91	1,264.85

Particulars	Carrying amount	Total	0-12 months	1-2 years	2-5 years	More than 5 years
As at 31 March 2022						
Loans and borrowings	18,496.93	18,496.93	136.08	-	80.43	18,280.42
Gold on loan	828.48	828.48	828.48	-	-	-
Lease liabilities	1,945.75	1,945.75	333.50	342.85	1,269.40	-
Trade and other payables	733.45	733.45	733.45	-	-	-
Other financial liabilities	1,141.12	1,141.12	466.09	675.03	-	-
	23,145.73	23,145.73	2,497.60	1,017.88	1,349.83	18,280.42

ii) Financing arrangement

The Company had Rs. 54.05 Million (31 March 2022: Rs. 39.17 Million) undrawn borrowing facilities at the end of the reporting period.

(d) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices, which will affect the Company's

i) Currency risk

The Company's functionally currency is Indian rupees (INR). The Company undertakes transactions denominated in foreign currencies; consequently, exposure to exchange rate fluctuations arise. Volatility in exchange rates affects the Company's costs of imports, primarily in relation to other services.

Adverse movements in the exchange rate between the Rupee and any relevant foreign currency result's in the Company's overall debt position in rupee terms without the Company having incurred additional debt and favourable movements in the exchange rates will conversely result in reduction in the Company's receivables in foreign currency.

The carrying amounts of the Company's monetary assets and monetary liabilities at the end of the reporting year are as follows:
Currency exposure as at 31 March 2023 and 31 March 2022

Particulars	31-Mar-23		31-Mar-22	
	Foreign Currency	Rs in millions	Foreign Currency	Rs in millions
Financial liabilities				
Trade Payables:				
- US Dollars	0.05	4.90	0.02	1.19

1



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ii) **Interest rate risk**

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to its long-term debt obligations with floating interest rates.

The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk.

The exposure of the Company's borrowing to interest rate changes at the end of the year are as follows:

Exposure to interest rate risk:

The exposure of the Company's borrowing to interest rate changes at the end of the year are as follows:

	31 March 2023	31 March 2022
Particulars	792.48	97.52
Variable-rate instruments	792.48	97.52
Total Borrowings		

Cash flow sensitivity analysis for variable-rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased /(decreased) profit /loss by the amounts as u

Particulars	Profit or loss	
	1% increase	1% decrease
Variable rate borrowings as at 31 March 2023	(7.92)	7.92
Variable rate borrowings as at 31 March 2022	(0.98)	0.98

iii) **Commodity price risk**

The Company is exposed to commodity price risk due to price fluctuations on account of gold prices. The risk management strategy against gold price fluctuation includes procuring gold on loan basis, with a flexibility to fix price of gold at any time during the tenor of the loan. The Company does not enter into or trade financial instruments including derivative financial instruments, for speculative purposes.

The Company has an outstanding balance of gold metal loan amounting to Rs. 2,212.42 Million as at 31 March 2023 (31 March 2022: Rs. 828.48 Million).

33 **Capital management**

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximize the shareholder value.

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Company's capital structure mainly constitutes debt. The Company's capital structure is influenced by the changes in regulatory framework, government policies, available options of financing and the impact of the same on the liquidity position.

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, including interest-bearing loans and borrowings less cash and cash equivalents and other bank balances. Adjusted equity comprises all components of equity.

The Company's adjusted net debt to equity ratio is analysed as follows:

Particulars	As at 31 March 2023	As at 31 March 2022
Total borrowings	2,284.18	18,496.93
Less: Cash and cash equivalents including book overdraft (refer note 7.3)	271.00	87.12
Adjusted net debt	2,013.18	18,409.81
Total equity	(718.26)	(18,362.33)
Adjusted net debt to adjusted equity ratio	(2.80)	(1.00)



34 Analytical Ratios

Ratio	Methodology	31 March 2023	31 March 2022	% change from 31 March 2022 to 31 March 2023	Explanation for the variance (March 2023 vs March 2022)
a) Current Ratio	Current assets over current liabilities	0.92	0.95	-4%	Movement due to reduction in losses.
b) Debt - Equity Ratio	Debt ⁽⁴⁾ over total shareholders' equity	(8.37)	(1.11)	652%	Movement due to reduction in losses.
c) Debt Service Coverage Ratio	EBIT ⁽¹⁾ over current debt	(0.17)	(0.02)	926%	Movement due to reduction in losses.
d) Return on Equity Ratio	PAT ⁽³⁾ over total average equity	-18%	-105%	-83%	Movement increase in inventory.
e) Inventory Turnover Ratio	Cost of goods sold over average inventory	1.87	2.70	-31%	
f) Trade receivables turnover ratio	Revenue from operations over average trade receivables	254.29	126.60	101%	Increase is due to increase in revenue
g) Trade payables turnover ratio	Net credit purchases ⁽⁵⁾ over average trade payables	9.69	8.07	20%	
h) Net Capital Turnover Ratio	Revenue from operations over average working capital	(19.57)	(73.12)	-73%	Increase is due to increase in revenue
i) Net Profit Ratio	Net profit over revenue	-22%	-275%	-92%	Movement due to reduction in losses and increase in revenue.
j) Return on Capital Employed	PBIT ⁽²⁾ over average capital employed ⁽⁶⁾	-118%	-12867%	-99%	Movement due to reduction in losses.
k) Return on Investment	Profit before tax over total assets	-13%	-225%	-94%	Movement due to reduction in losses.

Notes

- EBIT - Earnings before interest and taxes.
- PBIT - Profit before interest and taxes including other income.
- PAT - Profit after taxes.
- Debt includes current and non-current lease liabilities.
- Credit purchases means gross credit purchases after deducting purchase returns. Gross credit purchases includes other expenses.
- Capital employed refers to total shareholders' equity and debt.

35 Relationship with struck off companies

31 March 2023

Name of struck off company	Nature of transactions with the struck-off company	Balance outstanding	Relationship with the struck off company, if any, to be disclosed
SAUSHA R&D Private Limited	Payable	0.60	Nil ⁽¹⁾
Nova Technosys Private Limited	Payable	0.03	Nil ⁽²⁾

- During the financial year 2022-2023, the Company made purchases of INR 5.50 mio, which was settled during the year and an advance payment of 0.60 remains outstanding as at year end.
- There were no transactions made during the financial year 2022-2023, the opening balance remains outstanding as at year end.

31 March 2022

Name of struck off company	Nature of transactions with the struck-off company	Balance outstanding	Relationship with the struck off company, if any, to be disclosed
ADITYA KITCHEN SQUARE PRIVATE LIMITED	Payable	(0.04)	Nil ⁽¹⁾
RANK INTERNATIONAL PRIVATE LIMITED	Payable	(0.21)	Nil ⁽²⁾
HARI BHAGWATI GEMS (INDIA) PRIVATE LIMITED	Payable	0.02	Nil ⁽³⁾
AGLOW STARS CARE PRIVATE LIMITED	Payable	-	Nil ⁽⁴⁾
HONEY EXPORTS PRIVATE LIMITED	Payable	0.03	Nil ⁽⁵⁾
MARS ENTERPRISES PRIVATE LIMITED	Payable	-	Nil ⁽⁶⁾

- During the financial year 2021-2022, the Company made purchases of INR 1.07 mio out of which INR 1.03 mio was settled during the year.
- During the financial year 2021-2022, the Company made purchases of INR 3.83 mio out of which INR 3.65 mio was settled during the year.
- During the financial year 2021-2022, the Company made purchases of INR 0.20 mio and INR 0.22 mio was paid.
- During the financial year 2021-2022, the Company made purchases of INR 0.10 mio which was settled during the year.
- During the financial year 2021-2022, the Company made purchases of INR 1.00 mio which was settled during the year and considering the balance of the previous years, there is advance outstanding of INR 0.03 mio in the books of accounts.
- During the financial year 2021-2022, the Company made purchases of INR 0.10 mio which was settled during the year.



36 Operating segments

The Company is engaged in design, manufacture and sale of jewellery, which constitutes a single segment. Accordingly, there are no separate reportable primary segments. Refer note 2.18.

The information relating to revenue from external customers has been disclosed as given below:

A) Revenue from operations	For the year ended 31 March 2023	For the year ended 31 March 2022
Particulars		
Domestic	7,707.26	4,613.58
Export	7,707.26	4,613.58
Total		

37 Phantom option scheme

During the year 2016-17, the scheme titled "Bluestone Jewellery and Lifestyle Private Limited - Phantom Option Scheme 2016" (POS 2016) was approved by the Board of Directors.

The objective of the POS 2016 is to reward the former employees and non-employee associates for their contribution. Under the scheme, the Company has granted 109,715 options (31 March 2022 - 109,715 options) to former employees and non-employee associates.

The options can be exercised post occurrence of a defined liquidity event under the scheme and price as would be determined and approved by the Board of Directors. During the year ended March 31, 2023, Board of directors have approved settlement by liquidating all of the outstanding options granted under the Phantom Options scheme for cash at a liquidation price of Rs. 2,453.55 per option.

38 Spread of COVID -19 has affected the economic activity across the globe, including India. The operations of the Company were impacted, due to nationwide lockdown imposed by the Government.

As at March 31, 2023, in assessing the recoverability of property, plant and equipment, intangible assets, loans and advances inventories and trade receivables and other receivables, the Company has considered internal and external information up to the date of approval of these financial statements. Based on current indicators of future economic conditions, there is no material impact on the financial statements and the Company does not anticipate any major challenge in meeting its financial obligations, on long term basis and does not carry any risk in the recoverability and carrying values of its assets including property, plant and equipment, intangible assets, loans and advances inventories and trade receivables and other receivables and does not anticipate any additional liability as at the Balance Sheet date. However, the impact of this global health pandemic may be different from that estimated as at the date of approval of these financial statements given the uncertainties associated with its nature and duration. The Company will continue to closely monitor any material changes to future economic conditions impacting its business.

39 During the year ended March 31, 2021 the Company had provided INR 47.12 Million on estimated basis as contingencies towards certain indirect taxes claims. During the year ended March 31, 2022, the Company has repaid these amounts and the provision has been reversed.**40 Code of Social Security**

The Code on Social Security, 2020 ("the Code") which would impact the contributions by the Company towards Provident Fund and Gratuity has received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date from which the Code will come into effect has not been notified. The Ministry of Labour and Employment (Ministry) has released draft rules for the Code on November 13, 2020 and has invited suggestions from stake holders which is under active consideration by the Ministry. The Company will complete its evaluation and will give appropriate impact in its financial statements in the period in which the Code becomes effective and the related rules are published.

41 Other statutory information

(i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

(ii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(iii) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

(iv) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) 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

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(v) 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:

(a) 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

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(vi) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions) of the Income-tax Act, 1961.



42 The Company evaluated all events or transactions that occurred after 31 March, 2023 up through 30 September, 2023, the date the financial statements are authorized for issue by the Board of Directors. The following are the major events that have occurred after the balance sheet date till the date of signing of financial statements that warrant a separate disclosure :-

1) The Company has raised funds as under:

- a) Rs. 3,500 Million against issue of 0.1% Series G 11,114,992 Compulsorily Convertible Preference Shares (CCPS) of ₹10 per CCPS at a premium of Rs. 304.89 per CCPS
- b) Rs. 1,940 million against issue of non-convertible debentures from various lenders.
- c) Rs. 200 million through working capital loan from Oxyzo Financial Services Private Limited.

2. The Company has increased its Authorised share capital from Rs. 15,00,00,000/- (Rupees Fifteen Crores Only) to Rs. 34,00,00,000/- (Rupees Thirty four Crores Only).

43 Previous period's figures have been regrouped/ reclassified, wherever necessary, to conform to current year classification.

for and on behalf of Board of directors of
Bluestone Jewellery and Lifestyle Private Limited
CIN: U72900KA2011PTC059678



[Signature]

Gaurav Singh Kushwaha
Managing Director
DIN No: 01674879
Place: Bengaluru
Date: September 30, 2023

[Signature]

Sameer Dilip Nath
Director
DIN No: 07551506
Place: Mumbai
Date: September 30, 2023

[Signature]

Rumit Dugar
Chief Financial Officer
Place: Mumbai
Date: September 30, 2023

