

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
ENOVATE LIFESTYLES PRIVATE LIMITED**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Enovate Lifestyles Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2025, the statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended, ('Ind AS') and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, the loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and 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 opinion on the standalone financial statements.

Key Audit Matters

Reporting of Key Audit Matters as per SA 701 is not applicable as the Company is an unlisted Company.

Information other than the financial statements and auditors report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors Report but does not include the financial statements and our auditors report thereon. The Directors' Report is expected to be made available to us after this date of this Auditors Report.

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



In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether such other information is materially inconsistent with the financial statements, or our knowledge obtained in the 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

Responsibilities of Management and those charged with governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Ind AS specified under Section 133 of the Act. 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant 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 of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure 'A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, except for not complying with the requirement of audit trail as stated in 2(h)(vi) below.



- (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows 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 Standards specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) 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.
- (g) With respect to the adequacy of the internal financial controls with reference to standalone financial statements 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 with reference to standalone financial statements.
- (h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company did not have any pending litigations which would impact its financial position.
 - ii) The Company did not have any long-term contracts, requiring a provision for material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund.
 - iv) (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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(s) or entity(ies), including foreign entities ("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;



- (b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("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;
- (c) Based on such audit procedures as 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 (a) and (b) contain any material misstatement.
- v) No dividends were declared or paid during the year by the company.
- vi) Based on our examination which included test checks, the feature of audit trail (edit log) was not enabled by the company at the accounting software for maintaining its books of account throughout the year. The requirement of reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable as the Company is yet to implement the Audit Trail.

For Krishnamoorthy & Krishnamoorthy
Chartered Accountants
Firm Reg. No.: 001488S

K. J. Narayanan
Partner
Membership No.: 202844

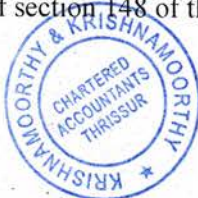
Place: Thrissur
Date: May 5, 2025

UDIN: 25202844BMGXZY8159



ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT OF ENOVATE LIFESTYLES PRIVATE LIMITED AS OF AND FOR THE YEAR ENDED MARCH 31, 2025 REFERRED TO IN OUR REPORT OF EVEN DATE

- (i) (a) (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, capital work in progress and relevant details of right of use assets.
- (ii) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Company has a programme of physical verification of property, plant and equipment and right of use assets so as to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and nature of its assets. Pursuant to the programme, certain property, plant and equipment and right of use assets were due for verification during the year and were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The Company does not own any immovable assets. Accordingly, provisions of paragraph 3(i)(c) of the Order in respect of title deeds of immovable properties are not applicable to the Company.
- (d) The Company has not revalued its Property, Plant and Equipment or intangible assets or both during the year and hence, paragraph 3(i)(d) of the Order is not applicable to the Company.
- (e) According to the 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 Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under and hence, paragraph 3(i)(e) of the Order is not applicable to the Company.
- (ii)(a) The inventories have been physically verified by the management during the year at reasonable intervals. In our opinion and based on the information and explanations given to us, the coverage and procedure of such verification is appropriate having regard to the size of the Company and nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories.
- (b) In our opinion and according to the information and explanations given to us, the Company has not availed any working capital limits from Banks or financial institutions on the basis of security of current assets and accordingly, paragraph 3(ii)(b) of the Order is not applicable.
- (iii) According to the information and explanations given to us, and on the basis of our examination of the records of the Company, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, paragraph 3(iii) of the Order is not applicable to the Company.
- (iv) The Company has complied with the provisions under section 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided as applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and accordingly paragraph 3 (v) of the Order is not applicable.
- (vi) The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the Company.



(vii) According to the information and explanations given to us and on the basis of our examination of the records of the Company:

(a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Cess and other material statutory dues in arrears as at March 31, 2025 for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us and the records of the company examined by us, there are no statutory dues in sub-clause (a) which have not been deposited on account of any dispute.

(viii) According to the information and explanations given to us and the records of the company examined by us, there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.

(c) According to the information and explanations given to us by the management, the Company has not taken any term loan during the year and there are no unutilised term loans at the beginning of the year and hence, reporting under clause (ix)(c) of the Order is not applicable.

(d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds have been raised on short-term basis by the Company. Accordingly, clause 3(ix)(d) of the Order is not applicable.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.

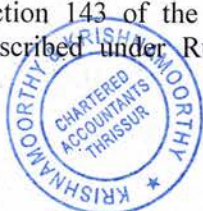
(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.

(x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.

(xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company or fraud on the Company has been noticed or reported during the course of our audit and no whistle blower complaints has been received by the company during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.

(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central



Government.

- (c) According to the information and explanations given to us, no whistle blower complaints was received by the Company during the year.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements, etc., as required by the applicable accounting standards.
- (xiv) In our opinion and according to the information and explanations given to us, the Company has no statutory obligation to maintain an internal audit system. Accordingly, paragraph (xiv) of the Order is not applicable.
- (xv) According to the 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, paragraph 3 (xv) of the Order is not applicable.
- (xvi) According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3 (xvi) of the Order is not applicable.
- (xvii) The company has incurred cash losses in the financial year and in the immediately preceding financial year amounting to Rs.157.36 million and Rs.51.79 million respectively.
- (xviii) There has been no resignation of statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- (xix) According to the information and explanations given to us and 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, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date subject to Note No. 2(iii) to the standalone financial statement. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharged by the Company as and when they fall due.
- (xx) On our examination of the records of the Company and the information and explanations given to us the company is not required to comply with the provisions of section 135 of the Companies Act, 2013, hence paragraph 3 (xx) of the Order is not applicable.



Place: Thrissur

Date: May 5, 2025

UDIN: 25202844 BM6XZY 8159

For Krishnamoorthy & Krishnamoorthy
Chartered Accountants
Firm Reg. No.: 001488S


K J Narayanan

Partner

Membership No.: 202844

ANNEXURE 'B' TO THE INDEPENDENT AUDITORS' REPORT OF ENOVATE LIFESTYLES PRIVATE LIMITED FOR THE YEAR ENDED MARCH 31, 2025 REFERRED TO IN OUR REPORT OF EVEN DATE

REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (i) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")

We have audited the internal financial controls over financial reporting of Enovate Lifestyles Private Limited ("the Company") as of March 31, 2025 in conjunction with our audit of the 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 ('ICAI'). 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

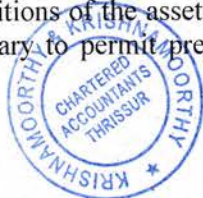
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the guidance note on audit of internal financial controls over financial reporting (the 'Guidance Note') and the standards on auditing (the 'Standards') 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. 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 about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, 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 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) 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 (iii) 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 control over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, 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 issued by the ICAI.



Place: Thrissur

Date: May 5, 2025

UDIN: 25202844BMGXZY8159

For Krishnamoorthy & Krishnamoorthy
Chartered Accountants
Firm Reg. No.: 001488S

A handwritten signature in blue ink, appearing to be "K J Narayanan", written over a horizontal line.

K J Narayanan
Partner

Membership No.: 202844

Enovate Lifestyles Private Limited
Statement of Profit and Loss for the year ended 31 March 2025
(Amounts in INR Millions, except for shares data or as otherwise stated)

Particulars	Note No.	For the year ended	
		31 March 2025	31 March 2024
Income			
Revenue from operations	20	1,638.15	1,303.47
Other income	21	51.07	9.36
I Total income		1,689.22	1,312.83
Expense			
Purchase of traded goods	22	2,542.71	-
Cost of materials consumed	22	9.46	1,088.82
Changes in inventories of finished goods and work-in-progress	22	(1,354.73)	(61.08)
Employee benefits expense	23	173.25	160.90
Finance costs	24	141.79	36.88
Depreciation and amortisation expense	3E	171.11	39.44
Other expenses	25	334.74	139.10
II Total expenses		2,018.33	1,404.06
III Loss before exceptional items and tax (I - II)		(329.11)	(91.23)
IV Exceptional items			
V Loss before tax (III - IV)		(329.11)	(91.23)
VI Tax expense	26		
Current tax		-	(0.01)
Deferred tax		(81.65)	(20.47)
Total tax expense		(81.65)	(20.48)
VII Profit for the year (V - VI)		(247.46)	(70.75)
VIII Other comprehensive income			
Items that will not be reclassified to profit or loss			
Remeasurement of employee defined benefit plans		4.53	-
Income tax on above		(1.18)	-
Total other comprehensive income / (loss), net of tax (VIII)		3.35	-
Total comprehensive income for the year (VII + VIII)		(244.11)	(70.75)
Earnings per equity share of face value of INR 10 each			
Basic	28	(647.58)	(185.15)
Diluted	28	(647.57)	(185.15)

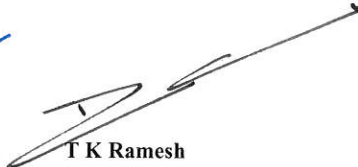
Summary of material accounting policies (Refer Note 2)
See accompanying notes forming part of the financial statements

As per our report of even date attached
For Krishnamoorthy & Krishnamoorthy
Chartered Accountants
(Firm's registration No. 001488S)


K J Narayanan
Partner
(Membership No. 202844)

For and on behalf of Board of Directors


Sanjay Raghuraman
Managing Director
DIN: 06539868


T K Ramesh
Director
DIN: 01021868

Place: Thrissur
Date: 05 May 2025

Place: Thrissur
Date: 05 May 2025

UDIN: 25202844BMGXZY8159



Particulars	Note No.	As at	As at
		31 March 2025	31 March 2024
Assets			
Non-current assets			
Property, plant and equipment	3A	193.52	53.26
Capital work-in-progress	3B	13.80	1.18
Right-of-use assets	4	954.02	85.12
Other intangible assets	3C	8.36	18.81
Financial assets			
Investments	5	52.68	44.00
Other financial assets	6	194.04	28.47
Deferred tax assets (net)	26	138.35	57.88
Non-current tax assets (net)	7	2.79	3.86
Other non-current assets	8	130.66	-
Total non-current assets		1,688.22	292.58
Current assets			
Inventories	9	1,598.66	252.66
Financial assets			
Trade receivables	10	71.66	76.06
Cash and cash equivalents	11	58.05	95.47
Other financial assets	6	12.72	2.13
Other current assets	8	210.18	119.06
Total current assets		1,951.27	545.38
Total assets		3,639.49	837.96
Equity and liabilities			
Equity			
Equity share capital	12	3.82	3.82
Other equity	13	(201.19)	42.92
Total equity		(197.37)	46.74
Liabilities			
Non-current liabilities			
Financial liabilities			
Borrowings	14	1,946.30	371.93
Lease liabilities	15	990.40	74.74
Provisions	16	6.49	12.66
Total non-current liabilities		2,943.19	459.33
Current liabilities			
Financial liabilities			
Lease liabilities	15	122.09	16.48
Trade payables	17	-	8.93
Total outstanding dues of micro enterprises and small enterprises		628.45	184.05
Other financial liabilities	18	90.06	29.06
Other current liabilities	19	46.16	92.13
Provisions	16	6.91	1.24
Total current liabilities		893.67	331.89
Total equity and liabilities		3,639.49	837.96

Summary of material accounting policies (Refer Note 2)

See accompanying notes forming part of the financial statements

As per our report of even date attached

For Krishnamoorthy & Krishnamoorthy

Chartered Accountants

(Firm's registration No. 001488S)



K J Narayanan

Partner

(Membership No. 202844)


For and on behalf of Board of Directors



Sanjay Raghuraman

Managing Director

DIN: 06539868



T K Ramesh

Director

DIN: 01021868

Place: Thrissur

Date: 05 May 2025

Place: Thrissur

Date: 05 May 2025

UDIN: 25202844BMGXZY8159



Enovate Lifestyles Private Limited

Statement of Cashflows for the year ended 31 March 2025

(Amounts in INR Millions, except for shares data or as otherwise stated)

Particulars	For the year ended	
	31 March 2025	31 March 2024
A Cash flow from operating activities		
Loss after tax	(247.46)	(70.75)
Adjustments for		
Depreciation of property, plant and equipment and amortisation of intangible assets	27.81	25.80
Depreciation of right-of-use assets	143.30	13.64
Provision for income tax	-	-
Deferred tax expense/ (credit)	(81.65)	(20.47)
Net loss/ (gain) on disposal of property, plant and equipment	1.19	0.17
Credit impaired trade and other advances written off	0.35	-
Provision for expected credit loss	21.81	-
Interest income	(11.61)	(3.65)
Gain on sale of mutual funds	-	(0.60)
Unrealised loss/ (gain) on fair valuation of mutual funds	(8.68)	-
Liabilities no longer required written back	(24.95)	-
Finance costs	141.79	36.88
Operating profit before working capital changes	(38.10)	(18.98)
Adjustments for:		
(Increase)/decrease in inventories	(1,346.00)	(35.66)
(Increase)/decrease in trade receivables	(17.41)	21.27
(Increase)/decrease in loans and other current financial assets	-	(22.90)
(Increase)/decrease in other current assets	(91.47)	(24.04)
(Increase)/decrease in other non-current financial assets	(101.50)	-
Increase/(decrease) in trade payables	460.42	126.91
Increase/(decrease) in non-current and current provisions	4.03	3.06
Increase/(decrease) in other financial liabilities	1.71	-
Increase/(decrease) in other current liabilities	(45.97)	(15.40)
Cash generated from operations	(1,174.29)	34.26
Income tax paid, net of refund	1.07	2.24
Net cash flow from operating activities [A]	(1,173.22)	36.50
B Cash flow from investing activities		
Payments for property, plant and equipment, intangibles (including capital work-in-progress and capital advances)	(302.34)	(42.66)
Proceeds from sale of property, plant and equipment and intangibles	0.25	0.06
Investment in mutual funds	-	(6.50)
Proceeds from sale of mutual funds	-	6.60
Receipt towards sub lease	13.50	-
Interest received	3.95	3.99
Net cash flow used in investing activities [B]	(284.64)	(38.51)
C Cash flow from financing activities		
Proceeds from long-term borrowings	1,574.37	96.79
Payment towards lease liabilities	(137.54)	(15.43)
Finance costs	(16.39)	(22.84)
Net cash used in financing activities [C]	1,420.44	58.52
Net increase/ (decrease) in Cash and cash equivalents [A+B+C]	(37.42)	56.51
Cash and cash equivalents at the beginning of the year (Refer Note 11)	95.47	38.96
Cash and cash equivalents at the end of the year (Refer Note 11)	58.05	95.47



Enovate Lifestyles Private Limited

Statement of Cashflows for the year ended 31 March 2025

(Amounts in INR Millions, except for shares data or as otherwise stated)

Changes in liabilities arising from financing activities:

Particulars	As at 1 April 2024	Cash flows	Non cash changes		As at 31 March 2025
			Fair value changes	Others	
Non-current borrowings	371.93	1,574.37	-	-	1,946.30
Lease liabilities	91.22	(137.54)	-	1,158.81	1,112.49
Total	463.15	1,436.83	-	1,158.81	3,058.79

Particulars	As at 1 April 2023	Cash flows	Non cash changes		As at 31 March 2024
			Fair value changes	Others	
Non-current borrowings	275.14	96.79	-	-	371.93
Lease liabilities	46.77	(15.43)	-	59.88	91.22
Total	321.91	81.36	-	59.88	463.15

Summary of material accounting policies (Refer Note 2)

See accompanying notes forming part of the financial statements

As per our report of even date attached

For Krishnamoorthy & Krishnamoorthy

Chartered Accountants

(Firm's registration No. 001488S)

For and on behalf of Board of Directors
K J Narayanan

Partner

(Membership No. 202844)


Sanjay Raghuraman

Managing Director

DIN: 06539868


T K Ramesh

Director

DIN: 01021868

Place: Thrissur

Date: 05 May 2025

Place: Thrissur

Date: 05 May 2025

UDIN: 25202844BMGXZY8159



Enovate Lifestyles Private Limited
Statement of Changes in Equity for the year ended 31 March 2025
(Amounts in INR Millions, except for shares data or as otherwise stated)

A Equity shares with voting rights

Particulars	As at			
	31 March 2025		31 March 2024	
	No. of shares	INR	No. of shares	INR
Balance at the beginning of the year	3,82,130	3.82	3,82,130	3.82
Additions during the year	-	-	-	-
Closing balance	3,82,130	3.82	3,82,130	3.82

B Other equity

Particulars	Reserves & Surplus			Other Comprehensive	Total equity
	Securities premium	Retained earnings	Deemed Equity on Non Cumulative Non Participating Redeemable Preference Shares	Employee defined benefit plan	
Balance as at 01 April 2023	164.69	(178.49)	127.47	-	113.67
Loss for the year (net of taxes)	-	(70.75)	-	-	(70.75)
Other comprehensive income for the year (net of taxes)	-	-	-	-	-
Balance as at 31 March 2024	164.69	(249.24)	127.47	-	42.92
Loss for the year (net of taxes)	-	(247.46)	-	-	(247.46)
Other comprehensive income for the year (net of taxes)	-	-	-	3.35	3.35
Balance as at 31 March 2025	164.69	(496.70)	127.47	3.35	(201.19)

Summary of material accounting policies (Refer Note 2)

See accompanying notes forming part of the financial statements

As per our report of even date attached

For Krishnamoorthy & Krishnamoorthy

Chartered Accountants

(Firm's registration No. 001488S)

KJ Narayanan

K J Narayanan

Partner

(Membership No. 202844)

For and on behalf of Board of Directors

Sanjay Raghuraman

Sanjay Raghuraman

Managing Director

DIN: 06539868

T K Ramesh

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Director

DIN: 01021868

Place: Thrissur

Date: 05 May 2025

Place: Thrissur

Date: 05 May 2025

UDIN: 25202844Bm6XZY8159



Note
No.

3A Property, plant and equipment - owned

Description of Assets	Computers	Office equipment	Furniture and fixtures	Plant & machinery	Electrical Installation	Lease hold improvements	Vehicles	Total
I. Gross block								
Balance as at 01 April 2023	14.04	7.52	8.49	4.65	2.36	7.87	0.20	45.13
Additions	3.97	0.26	30.05	0.26	-	0.08	-	34.62
Disposals	-	(0.08)	-	(0.15)	-	-	-	(0.23)
Balance as at 31 March 2024	18.01	7.70	38.54	4.76	2.36	7.95	0.20	79.52
Additions	5.06	18.10	130.93	2.79	0.97	-	-	157.85
Disposals	(0.05)	(0.07)	(2.19)	-	(0.36)	(0.44)	-	(3.11)
Balance as at 31 March 2025	23.02	25.73	167.28	7.55	2.97	7.51	0.20	234.26
II. Accumulated depreciation								
Balance as at 01 April 2023	8.44	2.71	2.00	1.13	0.31	1.01	0.06	15.66
Charge for the year	4.28	1.65	1.80	0.33	0.62	1.93	0.04	10.65
Disposals	-	(0.02)	-	(0.03)	-	-	-	(0.05)
Balance as at 31 March 2024	12.72	4.34	3.80	1.43	0.93	2.94	0.10	26.26
Charge for the year	4.01	2.10	8.04	0.30	0.26	1.37	0.04	16.12
Disposals	(0.05)	(0.07)	(1.09)	-	(0.14)	(0.29)	-	(1.64)
Balance as at 31 March 2025	16.68	6.37	10.75	1.73	1.05	4.02	0.14	40.74
Net carrying value (I-II)								
Balance as at 31 March 2025	6.34	19.36	156.53	5.82	1.92	3.49	0.06	193.52
Balance as at 31 March 2024	5.29	3.36	34.74	3.33	1.43	5.01	0.10	53.26

3B Capital work-in-progress

Particulars	Amount
Balance as at 01 April 2023	6.52
Additions	1.18
Capitalisation	(6.52)
Disposals	-
Balance as at 31 March 2024	1.18
Additions	13.80
Capitalisation	(1.18)
Disposals	-
Balance as at 31 March 2025	13.80

Ageing of Capital work-in-progress

Particulars	Amount in CWIP for a period of			Total
	Less than 1 year	1-2 years	2-3 years	
Balance as at 31 March 2025				
Projects in progress	13.80	-	-	13.80
Projects temporarily suspended	-	-	-	-
Total	13.80	-	-	13.80
Balance as at 31 March 2024				
Projects in progress	1.18	-	-	1.18
Projects temporarily suspended	-	-	-	-
Total	1.18	-	-	1.18



Note
No.

Notes:

- (i) There are no projects under Capital work-in-progress whose completion is overdue or has exceeded its cost compared to its original plan as at 31 March 2025 and 31 March 2024.
- (ii) The Company has not revalued its Property, Plant and Equipment (including right-of-use assets) or intangible assets during the current year and previous year.
- (iii) There are no immovable properties whose title deeds are not held in the name of the Company as at 31 March 2025 and 31 March 2024.

3C Other intangible assets

Description of Assets	Website and Software	Total
I. Gross block		
Balance as at 01 April 2023	62.10	62.10
Additions	13.39	13.39
Disposals	-	-
Balance as at 31 March 2024	75.49	75.49
Additions	1.24	1.24
Disposals	-	-
Balance as at 31 March 2025	76.73	76.73
II. Accumulated amortisation		
Balance as at 01 April 2023	41.47	41.47
Charge for the year	15.21	15.21
Disposals	-	-
Balance as at 31 March 2024	56.68	56.68
Charge for the year	11.69	11.69
Disposals	-	-
Balance as at 31 March 2025	68.37	68.37
Net carrying value (I-II)		
Balance as at 31 March 2025	8.36	8.36
Balance as at 31 March 2024	18.81	18.81

3E Depreciation and amortisation expense

Particulars	For the year ended	
	31 March 2025	31 March 2024
Depreciation of property, plant and equipment	16.12	10.59
Amortisation of intangible assets	11.69	15.21
Depreciation of right-of-use assets	143.30	13.64
Total	171.11	39.44



Note
No.

4 Right-of-use (ROU) assets - Buildings

Particulars	As at	As at
	31 March 2025	31 March 2024
Right-of-use assets at the beginning of the year as per Ind AS 116	85.12	44.52
Add: Addition during the year on account of new leases	1,136.37	54.24
Less: ROU derecognised on sub lease recognition	(122.59)	-
Add/(Less): Impact of lease modifications/ reclassifications	(1.58)	-
Less: Depreciation during the year	(143.30)	(13.64)
Closing balance (Refer Note 35)	954.02	85.12

5 Investments

Particulars	As at	As at
	31 March 2025	31 March 2024
Non-current		
I. Investment in mutual funds (unquoted, carried at fair value)		
Growth Schemes	52.68	44.00
HDFC Balanced Advantage Fund		
(Units as on 31 March 2025: 17,795.24 (PY 17,795.24) having market value INR 8.73 million)		
Bandhan Mutual Fund Investment		
(Units as on 31 March 2025: 786,486.96 (PY 786,486.96) having market value INR 43.95 million)		
The company has extended corporate guarantee of Rs. 37.5 million in favour of holding company to M/s. Tata Capital Financial Services Limited, for the financial assistance availed by the franchisee of the holding company from M/s. Tata Capital Financial Services Limited, by way of creating lien on the above mutual fund investment of the company.		
Total	52.68	44.00
Aggregate amount of quoted investments and market value thereof	-	-
Aggregate amount of unquoted investments	52.68	44.00
Aggregate amount of impairment in value of investments	-	-

6 Other financial assets

(Unsecured and considered good, unless otherwise specified)

Particulars	As at	As at
	31 March 2025	31 March 2024
Non-current		
(Measured at amortised cost, unless otherwise specified)		
Security deposits	90.01	28.47
Sublease receivables	104.03	-
Total	194.04	28.47
Current		
(Measured at amortised cost, unless otherwise specified)		
Interest accrued but not due on:		
- Fixed deposits with banks	0.08	-
Sublease receivables	12.64	-
Security deposits	-	2.13
Total	12.72	2.13

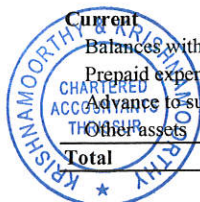
7 Non-current tax assets (net)

Particulars	As at	As at
	31 March 2025	31 March 2024
Advance tax	2.79	3.86
Less: Provision for income tax	-	-
Non-current tax assets (net)	2.79	3.86

8 Other assets

(Unsecured and considered good, unless otherwise specified)

Particulars	As at	As at
	31 March 2025	31 March 2024
Non-current		
Capital advance	130.66	-
Total	130.66	-
Current		
Balances with revenue authorities	194.60	111.92
Prepaid expenses	2.33	4.25
Advance to suppliers	13.25	-
Other assets	-	2.89
Total	210.18	119.06



Note
No.

9 Inventories*(Measured at lower of cost and net realisable value)*

Particulars	As at	As at
	31 March 2025	31 March 2024
Stores and packing materials	3.58	2.85
Raw materials	-	9.46
Work-in-progress	-	7.47
Finished goods	-	232.88
Traded goods	1,595.08	-
Total	1,598.66	252.66

Note (i) - The mode of valuation has been stated in Note 2

10 Trade receivables

Particulars	As at	As at
	31 March 2025	31 March 2024
Unsecured		
Trade receivables - considered good	71.66	76.06
Trade receivables which have significant increase in credit risk	21.81	-
	93.47	76.06
Less: Provision for expected credit losses	(21.81)	-
Total	71.66	76.06

(i) The Company generally operates on a cash and carry model except in the case of franchisee partners where there are adequate controls in place, and hence the expected credit loss allowance for trade receivables is insignificant. The concentration of credit risk is also limited due to the fact that the customer base is large and unrelated.

(ii) Trade receivables ageing schedule**As at 31 March 2025:**

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed						
Receivables considered good	68.29	3.37	-	-	-	71.66
Receivables which have significant increase in credit risk	-	0.83	19.23	1.62	0.13	21.81
Receivables - credit impaired	-	-	-	-	-	-
Disputed						
Receivables considered good	-	-	-	-	-	-
Receivables which have significant increase in credit risk	-	-	-	-	-	-
Receivables - credit impaired	-	-	-	-	-	-
Total	68.29	4.20	19.23	1.62	0.13	93.47

As at 31 March 2024:

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed						
Receivables considered good	60.58	4.55	9.11	1.60	0.22	76.06
Receivables which have significant increase in credit risk	-	-	-	-	-	-
Receivables - credit impaired	-	-	-	-	-	-
Disputed						
Receivables considered good	-	-	-	-	-	-
Receivables which have significant increase in credit risk	-	-	-	-	-	-
Receivables - credit impaired	-	-	-	-	-	-
Total	60.58	4.55	9.11	1.60	0.22	76.06

11 Cash and cash equivalents

Particulars	As at	As at
	31 March 2025	31 March 2024
Cash and cash equivalents		
Cash in hand	1.75	0.14
Balances with banks	42.89	4.25
Current accounts	7.89	-
Funds in transit	5.52	91.08
Fixed deposits*	-	-
Total cash and cash equivalents as per Ind AS 7	58.05	95.47

*Can be withdrawn by the Company at any point without prior notice or penalty on the principal.

Note
No.

12 Equity

Particulars	As at		As at	
	31 March 2025		31 March 2024	
	No. of shares	INR	No. of shares	INR
Authorised				
Equity shares of INR 10 each with voting rights	4,00,000	4.00	4,00,000	4.00
Issued, subscribed and fully paid up				
Equity shares of INR 10 each with voting rights	3,82,130	3.82	3,82,130	3.82
Total	3,82,130	3.82	3,82,130	3.82

(i) Rights, preferences and restrictions attached to shares

The Company has one class of equity shares. The ordinary equity shares are entitled to receive dividend as declared from time to time after payment of dividend to preference shareholders. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to shareholders' share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on shares may lead to forfeiture of the shares.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

(ii) Reconciliation of the shares outstanding at the beginning and at the end of the year

Particulars	As at		As at	
	31 March 2025		31 March 2024	
	No. of shares	INR	No. of shares	INR
Equity shares with voting rights				
Opening balance	3,82,130	3.82	3,82,130	3.82
Add: movement during the year	-	-	-	-
Closing balance	3,82,130	3.82	3,82,130	3.82

(iii) Shareholders holding more than 5% shares in the Company

Particulars	As at		As at	
	31 March 2025		31 March 2024	
	No. of shares held	%	No. of shares held	%
Equity shares with voting rights				
Kalyan Jewellers India Limited	3,82,130	100.00%	3,47,738	91.00%
Roopesh Jain	-	0.00%	34,392	9.00%

(iv) Shares held by promoters at the end of the year

Name of the promoter	As at 31 March 2025		
	No. of shares	% of total shares	% of change during the year
Equity shares with voting rights			
Kalyan Jewellers India Limited	3,82,130	100.00%	9.00%
Roopesh Jain	-	0.00%	-9.00%
Name of the promoter	As at 31 March 2024		
	No. of shares	% of total shares	% of change during the year
Equity shares with voting rights			
Kalyan Jewellers India Limited	3,47,738	91.00%	6.00%
Roopesh Jain	34,392	9.00%	-6.00%

(v) During the period of five years immediately preceding the Balance Sheet there were no transactions in the following categories:

- Allotment of shares as fully paid up pursuant to contract without payment being received in cash;
- Allotment of shares as fully paid up by way of bonus shares; and
- Buy back of shares;



Note
No.

13 Other equity

Particulars	As at	As at
	31 March 2025	31 March 2024
(i) Securities premium reserve	164.69	164.69
(ii) Retained earnings	(496.70)	(249.24)
(iii) Deemed Equity on Non Cumulative Non Participating Redeemable Preference Shares	127.47	127.47
(iv) Other comprehensive income	3.35	-
Total	(201.19)	42.92
Particulars	As at	As at
	31 March 2025	31 March 2024
(i) Securities premium reserve		
Balance at beginning of the year	164.69	164.69
Add/ (Less): Movements during the year	-	-
Balance at the end of the year	164.69	164.69
(ii) Retained earnings		
Balance at beginning of the year	(249.24)	(178.49)
Dividend distributed during the year	-	-
Profit attributable to owners of the Company	(247.46)	(70.75)
Balance at the end of the year	(496.70)	(249.24)
(iii) Deemed equity on Non Cumulative Non Participating Redeemable Preference Shares		
Balance at beginning of the year	127.47	127.47
Add/ (Less): Movements during the year	-	-
Balance at the end of the year	127.47	127.47
(iv) Other comprehensive income		
Balance at beginning of the year	-	-
Remeasurement of defined benefit obligations (net of tax)	3.35	-
Balance at the end of the year	3.35	-

(v) Nature and purpose of other reserve

Securities premium: Securities premium is used to record the premium received on issue of shares. It is utilised in accordance with the provisions of the Companies Act, 2013.

Retained earnings: Retained earnings are the profits / loss that the Company has earned / incurred till date, less any transfers to other reserves, dividends or other distributions paid to its equity shareholders.

Items of other comprehensive income represents remeasurement of net defined benefit liability/asset.

939,985 redeemable preference shares of INR 200 each which are redeemable at part at the end of 10 years from the issue date. The amount disclosed is net of deemed equity investment of INR 127.47 million accounted in terms of Ind AS 32 and the same is disclosed as deemed equity

14 Borrowings

Particulars	As at	As at
	31 March 2025	31 March 2024
Non-current		
Unsecured		
(i) Loan from holding company	1,858.74	293.74
Non Cumulative Non Participating Redeemable Preference Shares (NCNPRPS)	87.56	78.19
Total	1,946.30	371.93

(i) Details of terms and conditions for loans from holding company

Loan from holding company is repayable on demand and is unsecured and carries an interest of 9.5% pa

(i) Details of terms and conditions for NCNPRPS

NCNPRPS are fully subscribed by the holding company. NCNPRPS is unsecured and carries an interest rate of 0.1% and redeemable at the end of 10th year or at an earlier date as mutually agreed between the Company and holding company.

(ii) There are no defaults in the repayment of principal or interest to lenders as at 31 March 2025 and 31 March 2024.

(iii) There are no creation of charges or satisfaction of charges yet to be registered with ROC beyond the statutory period for current year and previous year.

(iv) The Company has not been declared as a 'wilful defaulter' by any bank or financial institution.

(v) The Company has not availed any working capital facilities from any bank or financial institutions.



Note
No.**15 Lease liabilities**

Particulars	As at	As at
	31 March 2025	31 March 2024
Non-current		
Opening balance	91.22	46.77
Add: Addition during the year on account of new leases	1,094.28	54.24
Add/(Less): Impact of lease modifications	(1.58)	-
Less: Payments of lease rentals	(137.54)	(15.43)
Add: Finance cost on lease liability (Refer Note 24)	66.11	5.64
Less: Current portion of lease liability	(122.09)	(16.48)
Closing balance (Refer Note 35)	990.40	74.74
Current		
Current portion of lease liability	122.09	16.48
Closing balance (Refer Note 35)	122.09	16.48

16 Provisions

Particulars	As at	As at
	31 March 2025	31 March 2024
Non-current		
Provision for employee benefits - gratuity (Refer Note 30(b))	6.49	12.66
Provision for employee benefits - compensated absences (Refer Note 30(c))	-	-
Total	6.49	12.66
Current		
Provision for employee benefits - gratuity (Refer Note 30(b))	2.25	0.39
Provision for employee benefits - compensated absences (Refer Note 30(c))	4.66	-
Provision for Rate Difference (DGRP)	-	0.85
Total	6.91	1.24

17 Trade payables

Particulars	As at	As at
	31 March 2025	31 March 2024
(i) Total outstanding dues of micro enterprises and small enterprises	-	8.93
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	628.45	184.05
Total	628.45	192.98

- (i) Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.
- (ii) The average credit period on purchases (other than from micro enterprises and small enterprises) is normally 90 days. No interest is charged on the trade payables. The Company has financial risk management policies in place to ensure that payables are paid within the pre-agreed credit terms.

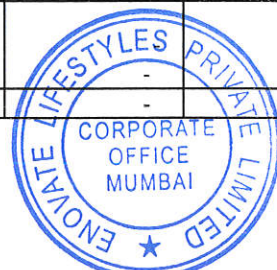
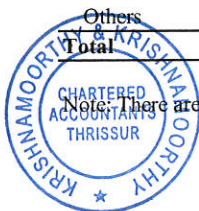
(iii) Trade payables ageing schedule**As at 31 March 2025:**

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	Above 3 years	Total
Undisputed					
MSME	-	-	-	-	-
Others	626.30	2.15	-	-	628.45
Total	626.30	2.15	-	-	628.45

As at 31 March 2024:

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	Above 3 years	Total
Undisputed					
MSME	8.60	-	0.33	-	8.93
Others	183.86	0.19	-	-	184.05
Total	192.46	0.19	0.33	-	192.98

Note: There are no disputed trade payables in the current year and previous year



Enovate Lifestyles Private Limited

Notes forming part of financial statements for the year ended 31 March 2025

(Amounts in INR Millions, except for shares data or as otherwise stated)

Note

No.

18 Other financial liabilities

Particulars	As at	As at
	31 March 2025	31 March 2024
Interest accrued but not due on borrowings	88.35	29.06
Security deposits from franchisees	1.71	-
Total	90.06	29.06

19 Other current liabilities

Particulars	As at	As at
	31 March 2025	31 March 2024
Statutory dues	7.81	3.08
Contract liabilities (Advance from customers)	3.12	89.05
Advance from franchisees	34.65	-
Deferred sub lease rental income liability	0.58	-
Total	46.16	92.13



Enovate Lifestyles Private Limited

Notes forming part of financial statements for the year ended 31 March 2025
(Amounts in INR Millions, except for shares data or as otherwise stated)

Note

No.

20 Revenue from operations

Particulars	For the year ended	
	31 March 2025	31 March 2024
(i) Revenue from sale of goods	1,620.70	1,299.32
(ii) Other operating revenue	17.45	4.15
Total	1,638.15	1,303.47

(i) Reconciliation of revenue recognised in the statement of profit and loss with the contracted price:

Particulars	For the year ended	
	31 March 2025	31 March 2024
Contracted price	1,624.41	1,299.32
Less: Reductions towards variable consideration components	(3.71)	-
Net consideration recognised as revenue	1,620.70	1,299.32

Reductions towards variable consideration comprises of scheme discounts, incentives, franchisee margin compensations etc.,

(ii) Other operating revenue

Particulars	For the year ended	
	31 March 2025	31 March 2024
Insurance service charges (net)	-	4.15
Royalty and other incomes from franchisees	17.43	-
Others	0.02	-
Total	17.45	4.15

(iii) Additional disclosure as per Ind AS 115

a) Disaggregation of revenue information

The table below presents disaggregated revenues from contracts with customers by offerings and contract type. The Company believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of its revenues and cash flows are affected by industry, market and other economic factors.

Particulars	For the year ended	
	31 March 2025	31 March 2024
Revenue by product lines/ streams		
Sale of jewellery	1,620.70	1,299.32
Others	17.45	4.15
Total	1,638.15	1,303.47
Revenue by method of satisfaction of performance obligations		
At a point of time	1,638.15	1,303.47
Over a period of time	-	-
Total	1,638.15	1,303.47

b) Contract balances

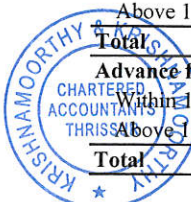
The following table provides information about trade receivables and contract liabilities from contract with customers.

Particulars	As at	
	31 March 2025	31 March 2024
Contract assets		
Trade receivables	71.66	76.06
Contract liabilities		
Advance from customers	3.12	89.05
Advance from franchisees	34.65	-

c) Transaction price allocated to remaining performance obligations

The following table includes revenue expected to be recognised in the future related to performance obligations that are unsatisfied (or partially satisfied) as at the reporting date.

Particulars	As at	
	31 March 2025	31 March 2024
Advance from customers (contract liabilities)		
Within 1 year	3.12	89.05
Above 1 year	-	-
Total	3.12	89.05
Advance from franchisees (contract liabilities)		
Within 1 year	34.65	-
Above 1 year	-	-
Total	34.65	-



Note

No.

21 Other income

Particulars	For the year ended	
	31 March 2025	31 March 2024
Interest income earned on financial assets carried at amortised cost		
Security deposits and bank deposits	4.03	3.31
Sub lease receivables	7.58	-
Gain on fair valuation of mutual funds	8.68	-
Non-Recurring		
Liabilities no longer required written back	24.95	-
Gain on sale of mutual funds	-	0.60
Miscellaneous income	5.83	5.45
Total	51.07	9.36

22 Purchase of traded goods, cost of materials consumed and changes in inventories

Particulars	For the year ended	
	31 March 2025	31 March 2024
A Purchase of traded goods	2,542.71	-
B Cost of materials consumed		
Opening stock	9.46	32.50
Add: Purchases	-	1,065.78
	9.46	1,098.28
Less: Closing stock	-	(9.46)
Total	9.46	1,088.82
C Changes in inventories of finished goods and work-in-progress		
Inventories at the end of the year		
Work-in-progress	-	17.71
Finished goods	-	222.64
Traded goods	1,595.08	-
Total	1,595.08	240.35
Inventories at the beginning of the year		
Work-in-progress	17.71	21.78
Finished goods	222.64	157.49
Total	240.35	179.27
Net increase	(1,354.73)	(61.08)

23 Employee benefits expense

Particulars	For the year ended	
	31 March 2025	31 March 2024
Salaries and wages	163.88	148.51
Contribution to provident and other funds (Refer Note 30(a))	4.31	3.65
Gratuity expense (Refer Note 30(b))	4.12	3.74
Staff welfare expenses	0.94	5.00
Total	173.25	160.90

24 Finance costs

Particulars	For the year ended	
	31 March 2025	31 March 2024
Interest expense on:		
Intercompany borrowings	75.25	31.24
Lease liabilities	66.11	5.64
Sub lease deposits	0.05	-
Others	0.04	-
Other borrowing costs	0.34	-
Total	141.79	36.88



Note
No.

25 Other expenses

Particulars	For the year ended	
	31 March 2025	31 March 2024
Power and fuel	6.75	4.10
Rent (Refer Note 35)	9.41	12.56
Repairs and maintenance - Others	26.31	1.64
Telephone and leased line expenses	0.94	1.55
Packing materials and compliments	5.62	5.16
Rates and taxes	7.20	-
Insurance charges	1.68	1.11
Sales promotion	115.92	2.23
Commission and rebates	9.45	22.72
Advertisement expenses	89.63	48.86
(i) Auditors remuneration and out-of-pocket expenses	0.40	1.11
Legal and other professional costs	19.75	3.08
Donations and contributions	0.05	-
Travelling and conveyance	0.90	0.92
Printing and stationery	2.79	0.33
Credit impaired trade receivables and other advances written off	0.35	-
Provision for expected credit loss	21.81	-
Loss on disposal of property, plant and equipment (net)	1.19	-
Net loss on foreign currency transactions and translation	0.19	-
Royalty expense	1.50	-
Security expenses	0.47	-
Bank charges	0.68	0.65
Miscellaneous expenses	11.75	33.08
Total	334.74	139.10

(i) Payment to auditors

Particulars	For the year ended	
	31 March 2025	31 March 2024
To statutory auditors (exclusive of GST)		
Audit	0.30	0.61
Taxation matters	0.10	0.50
Certifications and others	-	-
Reimbursement of expenses	-	-
Total	0.40	1.11

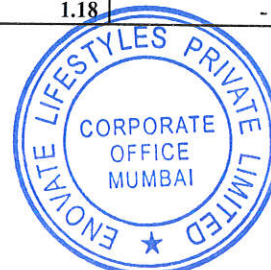
26 Income tax and deferred tax

(i) Expense recognised in the statement of profit and loss

Particulars	For the year ended	
	31 March 2025	31 March 2024
Current tax		
In respect of the current year	-	-
In respect of prior years	-	(0.01)
Deferred tax	(81.65)	(20.47)
Total income tax expense recognised during the year	(81.65)	(20.48)

(ii) Expense/ (income) recognised in other comprehensive income

Particulars	For the year ended	
	31 March 2025	31 March 2024
Deferred tax with respect to:		
Defined benefit obligation	1.18	-
Hedging instruments designated as cash flow hedges	-	-
Total income tax expense/ (income) recognised during the year	1.18	-



Note

No.

26 Income tax and deferred tax contd.

(iii) The disclosure of reconciliation between the provision of income tax and amounts computed by applying the statutory income tax rate is not applicable to the Company in view of the losses for the current year.

(iv) Breakup of closing deferred tax (asset)/ liability

Particulars	As at	
	31 March 2025	31 March 2024
Deferred tax assets		
Employee benefit obligations	(3.49)	(4.13)
Brought forward losses	(108.31)	(48.77)
Property, plant and equipment	(4.69)	(4.76)
Impact of lease accounting as per IND AS 116	(18.30)	-
Provision for doubtful assets	(5.67)	-
Others	2.11	(0.22)
Deferred tax liabilities		
Property, plant and equipment	-	-
Fair valuation of derivative financial instruments	-	-
Net deferred tax (asset)/ liability	(138.35)	(57.88)

(v) Movement of deferred tax (asset)/ liability

Particulars	For the year ended	
	31 March 2025	31 March 2024
Opening balance of deferred tax (asset)/ liability	(57.88)	(37.42)
Recognised in Statement of Profit or loss		
Property, plant and equipment	0.07	(1.86)
Brought forward losses	(59.54)	(17.14)
Employee benefit obligations	(0.54)	(1.46)
Impact of lease accounting as per IND AS 116	(18.30)	-
Provision for doubtful assets	(5.67)	-
Others	2.33	-
Total	(81.65)	(20.46)
Recognised in Other Comprehensive Income		
Defined benefit obligation	1.18	-
Total	1.18	-
Closing balance of deferred tax (asset)/ liability	(138.35)	(57.88)



Note

No.

27 Segment information

The Chief Operating Decision Maker (CODM) of the Company examines the performance from the perspective of the Company as a whole viz. 'jewellery business' and hence there are no separate reportable segments as per Ind AS 108.

There are no material individual markets outside India and hence the same is not disclosed for geographical segments for the segment revenues or results or assets. During the year ended 31 March 2025 and 31 March 2024 respectively, revenue from transactions with a single external customer did not amount to 10 percent or more of the Company's revenues from the external customers.

28 Earnings per share (EPS)

Particulars	For the year ended	
	31 March 2025	31 March 2024
Profit attributable to ordinary shareholders	(247.46)	(70.75)
Weighted average number of equity shares used as denominator for calculating basic EPS	3,82,130	3,82,130
Weighted average potential equity shares	-	-
Weighted average number of equity shares used in the calculation of diluted EPS	3,82,130	3,82,130
Earnings per share of	10.00	10.00
Basic (INR)	(647.58)	(185.15)
Diluted (INR)	(647.57)	(185.15)

29 Contingent liabilities

Particulars	As at	
	31 March 2025	31 March 2024
Corporate guarantee given to financial institution on behalf of franchisee of the Holding Company	37.50	37.50
Pending capital commitments	-	10.00

30 Employee benefit plans**(a) Defined contribution plans**

The Company makes contributions to provident fund and employee state insurance schemes which are defined contribution plans, for qualifying employees. Under the schemes, the Company is required to contribute a specified percentage of the payroll cost to fund the benefits. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes and the company has no obligations beyond its contributions. The contributions recognized in the statement of profit and loss during the year are as under

Particulars	For the year ended	
	31 March 2025	31 March 2024
Provident fund	4.03	3.26
Employee state insurance scheme	0.28	0.39
Total	4.31	3.65

(b) Defined benefit plans

The Company offers gratuity benefits, a defined employee benefit scheme to its employees. The said benefit plan is exposed to actuarial risks such as longevity risk and salary risk. The Company has not funded its gratuity obligations. The following table sets out the status of the defined benefit schemes and the amount recognised in the standalone financial statements as per the actuarial valuation done by an independent actuary.

The principal assumptions used for the purposes of the actuarial valuations of gratuity were as follows

Particulars	For the year ended	
	31 March 2025	31 March 2024
Discount rate	6.54%	6.34%
Salary escalation	8.00%	9.00%
Attrition rate	39.00%	5.00%
Retirement age (in years)	58	58

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary. The mortality rates considered are as per the published rates in the Indian Assured Lives Mortality (2006-08) Ult table.



Note
No.

30 Employee benefit plans (contd.)

(b) Defined benefit plans (contd.)

Components of defined benefit costs recognised is as follows:

Particulars	For the year ended	
	31 March 2025	31 March 2024
In the Statement of Profit and Loss		
Current service cost	3.17	2.99
Past service cost	-	-
Interest on net defined benefit liability/ (asset)	0.95	0.75
Net cost recognised in Statement of Profit and Loss (Refer Note 26)	4.12	3.74
In Other Comprehensive Income		
Remeasurement on the net defined benefit liability		
(Excess) / short returns on plan assets [excluding amounts included in net interest expense]	-	-
Actuarial (gains) / losses arising from changes in demographic assumptions	-	-
Actuarial (gains) / losses arising from changes in financial assumptions	(4.53)	-
Actuarial (gains) / losses arising from experience adjustments	-	-
Components of defined benefit costs recognised in other comprehensive income	(4.53)	-

The current service cost and the net interest expense for the year are included in the 'Employee benefits expense' line item in the Statement of Profit and Loss. The remeasurement of the net defined benefit liability is included in other comprehensive income.

Amount included in the Balance Sheet arising from the entity's obligation in respect of its defined benefit plans is as follows:

Particulars	As at	
	31 March 2025	31 March 2024
Present value of defined benefit obligation	8.74	13.05
Fair value of plan assets	-	-
Net liability arising from defined benefit obligation	8.74	13.05
Current	2.25	0.39
Non-current	6.49	12.66

Movements in the present value of the defined benefit obligation are as follows:

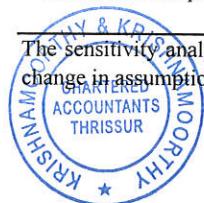
Particulars	As at	
	31 March 2025	31 March 2024
Opening defined benefit obligation	13.05	9.95
Expenses recognised in the Statement of Profit and Loss		
Current service cost	3.17	2.99
Past service cost	-	-
Interest cost	0.95	0.75
Remeasurement (gains)/losses recognised in other comprehensive income		
Actuarial gains and losses arising from changes in demographic assumptions	-	-
Actuarial gains and losses arising from changes in financial assumptions	(4.53)	-
Actuarial gains and losses arising from experience adjustments	-	-
Benefits paid	(3.90)	(0.64)
Closing defined benefit obligation	8.74	13.05

Sensitivity analysis

The key actuarial assumptions to which the defined benefit plans are particularly sensitive to are discount rate and full salary escalation rate. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at end of the reporting period, while holding all other assumptions constant. The result of sensitivity analysis is given below:

Particulars	As at	
	31 March 2025	31 March 2024
Discount rate		
Plus 50 basis points on defined benefit obligation	8.66	12.32
Minus 50 basis points on defined benefit obligation	8.83	13.94
Salary escalation		
Plus 50 basis points on defined benefit obligation	8.83	13.82
Minus 50 basis points on defined benefit obligation	8.66	12.39
Attrition rate		
Plus 50 basis points on defined benefit obligation	8.70	12.93
Minus 50 basis points on defined benefit obligation	8.78	13.19

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.



Note
No.
30 Employee benefit plans (contd.)
(b) Defined benefit plans (contd.)

Maturity profile of defined benefit obligation

Particulars	As at	
	31 March 2025	31 March 2024
Expected benefit payments		
Within 1 year	2.25	0.39
1 year to 2 years	2.20	0.45
2 years to 3 years	1.71	0.58
3 years to 4 years	1.30	0.66
4 years to 5 years	0.94	0.70
5 years to 10 years	1.69	4.45



Note
No.

31 Related party disclosures

A List of related parties where control exists and also related parties with whom transactions have taken place and relationships

Nature of relationship	Name of the related parties
Holding Company	Kalyan Jewellers India Limited
Fellow subsidiaries	Kalyan Jewellers FZE, UAE Kalyan Jewellers LLC, UAE Kalyan Jewellers Procurement LLC, UAE (with effect from 25 December 2023) Kalyan Jewellers Procurement SPC, Oman (with effect from 28 December 2023) Kalyan Jewelers for Golden Jewellery W.L.L., Kuwait Kalyan Jewellers W.L.L., Qatar Kalyan Jewellers SPC, Oman Kenouz Al Sharq Gold Ind LLC, UAE Kalyan Jewellers Bahrain W.L.L. (upto 31 March 2023) Kalyan Jewellers Inc., USA Kalyan Gold & Diamond Jewellery Limited, UK ((with effect from 19 November 2024)
Key Management Personnel [KMP]	Rupesh Jain, Director (upto 03 June 2024) Sanjay Raghuraman, Managing Director T.K. Seetharam, Director (with effect from 25 March 2025) T.K. Ramesh, Director (with effect from 25 March 2025)
Non - Executive Directors [NED]	Arun Sankar (upto 31 March 2025) Trikkur Anantharaman Anil Nair Chathamur Raman Rajagopal (with effect from 01 December 2024)

B Transactions with related parties

Nature of transactions	KMP	Holding Company	NED
Purchases			
Kalyan Jewellers India Limited	-	54.22	-
	-	-	-
Revenue from operations			
Kalyan Jewellers India Limited	-	94.37	-
	-	-	-
Services rendered			
Kalyan Jewellers India Limited	-	0.60	-
	-	0.60	-
Infrastructure recovery from holding company			
Kalyan Jewellers India Limited	-	10.57	-
	-	30.00	-
Brand Sharing Fees			
Kalyan Jewellers India Limited	-	1.50	-
	-	-	-
Managerial remuneration			
Roopesh Jain	26.74	-	-
	21.94	-	-
Reimbursement of expenses (incurred on behalf of Company)			
Kalyan Jewellers India Limited	-	51.25	-
	-	5.30	-
Interest expense on loan			
Kalyan Jewellers India Limited	-	75.24	-
	-	31.24	-
Loans and advances availed			
Kalyan Jewellers India Limited	-	1,565.00	-
	-	76.23	-
Investment in equity shares			
Kalyan Jewellers India Limited	-	420.88	-
	-	-	-



Enovate Lifestyles Private Limited

Notes forming part of financial statements for the year ended 31 March 2025

(Amounts in INR Millions, except for shares data or as otherwise stated)

Note

No.

31 Related party disclosures contd.**C Balance as on the balance sheet date**

Particulars	KMP	Holding Company	NED
Payable (net) from related parties (including interest)			
Kalyan Jewellers India Limited	-	2,058.36	-
	-	445.63	-

(i) The remuneration of directors and other members of key managerial personnel during the period was as follows:

Particulars	For the year ended	
	31 March 2025	31 March 2024
Salaries and allowances	26.74	21.94

The above figures for previous year do not include provisions for encashable leave, gratuity and pension, as separate actuarial valuation are not

(ii) Transactions with related parties are on terms equivalent to those that prevail in arm's length transactions.**(iii)** The above information has been determined to the extent such parties have been identified on the basis of information available with the

Note
No.

32 Financial instruments

Categories of financial instruments

This section gives an overview of the significance of financial instruments for the Company and provides additional information on balance sheet items that contain financial instruments. The details of material accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised in respect of each class of financial asset, and financial liability are disclosed in Note 2(xvii).

(a) Financial assets and liabilities

The accounting classification of each category of financial instruments and their carrying amounts, are set out below:

Particulars	As at			
	31 March 2025		31 March 2024	
	Carrying value	Fair value	Carrying value	Fair value
Financial assets				
Measured at amortised cost				
Others financial assets - non current	194.04	194.04	28.47	28.47
Trade receivables	71.66	71.66	76.06	76.06
Cash and cash equivalents	58.05	58.05	95.47	95.47
Others financial assets - current	12.72	12.72	2.13	2.13
Total financial assets measured at amortised cost	336.47	336.47	202.13	202.13
Mandatorily measured at FVTPL				
Investments - Level II	52.68	52.68	44.00	44.00
Derivative financial instruments not designated as hedging, carrying at fair value	-	-	-	-
Total financial assets	389.15	389.15	246.13	246.13
Financial liabilities				
Measured at amortised cost				
Borrowings	1,946.30	1,946.30	371.93	371.93
Lease liabilities	1,112.49	1,112.49	91.22	91.22
Trade payables	628.45	628.45	192.98	192.98
Others financial liabilities	90.06	90.06	29.06	29.06
Total financial liabilities	3,777.30	3,777.30	685.19	685.19

The management assessed that fair values of cash and cash equivalents, trade receivables, other financial assets, trade payables and other financial liabilities recorded at amortised cost is considered to be a reasonable approximation of fair value.

Following methods and assumptions were used to estimate fair values:

Fair values of the Company's interest-bearing borrowings are determined by using EIR method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period. The own non-performance risk as at reporting date was assessed to be insignificant.

(b) Fair value hierarchy

The Company uses the following hierarchy for determining and/or disclosing the fair value of financial instruments by valuation techniques. The three levels are defined based on the observability of significant inputs to the measurement, as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Quantitative disclosures fair value measurement hierarchy

The derivative instruments in designated hedge accounting relationships is measured at fair value at level 1, with valuation technique being use of market available inputs such as gold prices and foreign exchange rates.

33 Financial risk management objective

The Company's activities expose it to a variety of financial risks. The Company's primary focus is to foresee the unpredictability of such risks and seek to minimize potential adverse effects on its financial performance.

The Company has a robust risk management process and framework in place. This process is coordinated by the Board, which meets regularly to review risks as well as the progress against the planned actions. The Board seeks to identify, evaluate business risks and challenges across the Company through such framework. These risks include market risks, credit risk and liquidity risk.

The risk management process aims to:

improve financial risk awareness and risk transparency

identify, control and monitor key risks

identify risk accumulations

provide management with reliable information on the Company's risk situation

improve financial returns



Note

No.

33 Financial risk management objective (continued)

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the standalone financial statements:

Risk	Exposure arising from	Risk management
Market risk - prices	Gold price fluctuations	Used as a hedging instrument for gold inventory or through metal gold loan facilities.
Market risk - foreign exchange	Recognised financial assets and liabilities not denominated in Indian rupee (INR)	Periodic review by management
Market risk - interest rate	Borrowings at variable rates	Mix of borrowings taken at fixed and floating rates
Credit risk	Cash and cash equivalents, trade receivables, derivative financial instruments and other financial assets	Bank deposits, diversification of asset base, credit limits and collateral.
Liquidity risk	Borrowings and other liabilities	Availability of committed credit lines and borrowing facilities

Market risk - price risk

The Company is exposed to fluctuations in gold price (including fluctuations in foreign currency) arising on purchase/ sale of gold. The Company's business objective includes safe-guarding its earnings against adverse price movements of gold as well as foreign exchange risks.

The Company has adopted a structured risk management process to hedge all these risks within an acceptable risk limit and an approved hedge accounting framework which allows for fair value hedges/cash flow hedges, as designated at the inception of the hedge. The forward contracts which are not designated as above are marked to market at each balance sheet date and corresponding gain/ loss is recognised in the Statement of Profit and Loss. The risk management strategy against gold price fluctuation also 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.

Market risk - Foreign exchange

The Company is exposed to foreign exchange risk arising from foreign currency transactions with subsidiaries, primarily with respect to Arab Emirates Dirhams (AED). Foreign exchange risk arises from recognised assets and liabilities denominated in a currency that is not the Company's functional currency. Exposures to foreign currency balances are periodically reviewed to ensure that the results from fluctuating currency exchange rates are appropriately managed.

Foreign currency sensitivity analysis

The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates. A positive number below table an increase in profit where the INR strengthens 10% against the relevant currency. For a 10% weakening of the INR against the relevant currency, there would be an equal and opposite impact on profit and equity. The Company did not have any foreign currency outstanding balances as at the year end.

Market risk - Interest rate**(i) Liabilities**

The Company's policy is to minimise interest rate cash flow risk exposures on long-term financing. At the balance sheet date, the Company is exposed to changes in market interest rates through bank borrowings at variable interest rates. Below is the overall exposure of the Company to interest rate risk:

Particulars	As at	
	31 March 2025	31 March 2024
Variable rate borrowing	-	-
Fixed rate borrowing	1,946.30	371.93

Interest rate sensitivity analysis:

The sensitivity analysis below have been determined based on the exposure to interest rates for non derivative instruments at the reporting date. For floating rate borrowings, the analysis is prepared assuming the amount of liability outstanding at the reporting date was outstanding for the whole year. The impact on the Company's profit if interest rates had been 50 basis points higher/lower and all other variables were held constant. The Company did not have any variable rate borrowings during the year and previous year.

(ii) Assets

The Company's financial assets are carried at amortised cost and are at fixed rate only. They are, therefore, not subject to interest rate risk since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

Credit Risk

Credit risk is the risk that a customer or counterparty to a financial instrument will fail to perform or pay amounts due to the Company causing financial loss. It arises from cash and cash equivalents, deposits with banks and financial institutions, security deposits, loans given and principally from credit exposures to customers relating to outstanding receivables. The Company's maximum exposure to credit risk is limited to the carrying amount of financial assets recognised at reporting date.

In respect of trade and other receivables, the Company is not exposed to any significant credit risk exposure to any single counterparty or any company of counterparties having similar characteristics. Credit risk on receivables is limited as the nature of the business is cash and carry except for franchisee partners where there is adequate controls in place. The Company has very limited history of customer default, and considers the credit quality of trade receivables that are not past due or impaired to be good.

Therefore, the Company does not expect any material risk on account of non performance by any of the Company's counterparties.

The credit risk for cash and cash equivalents, bank deposits, security deposits and loans is considered negligible, since the counterparties are reputable organisations with high quality external credit ratings.

Note

No.

33 Financial risk management objective (continued)**Liquidity risk**

The Company requires funds both for short-term operational needs as well as for long-term expansion programmes. The Company remains committed to maintaining a healthy liquidity ratio, deleveraging and strengthening the balance sheet. The Company manages liquidity risk by maintaining adequate support of facilities from its holding company, and by continuously monitoring forecast and actual cash flows and by matching the maturity profiles of financial assets and liabilities.

The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

The Company's financial liability is represented significantly by long term and short term borrowings from banks and trade payables. The maturity profile of the Company's short term and long term borrowings and trade payables based on the remaining period from the date of balance sheet to the contractual maturity date is given in the table below.

The below table reflects the maturity profile of financial liabilities of the Company

Particulars	As at							
	31 March 2025				31 March 2024			
	Less than 1 year	1-3 year	More than 3 year	Total	Less than 1 year	1-3 year	More than 3 year	Total
Borrowings	-	-	1,946.30	1,946.30	-	-	371.93	371.93
Lease liabilities	122.09	284.57	705.83	1,112.49	16.48	74.74	-	91.22
Trade payable	628.45	-	-	628.45	192.98	-	-	192.98
Other financial liabilities	90.06	-	-	90.06	29.06	-	-	29.06
Total	840.60	284.57	2,652.13	3,777.30	238.52	74.74	371.93	685.19

(iii) Capital management

The Company's capital management objectives are

- to ensure the Company's ability to continue as a going concern
- to create value for shareholders by facilitating the meeting of long term and short term goals of the Company

The Company determines the amount of capital required on the basis of annual business plan coupled with long term and short term strategic expansion plans. The funding needs are met through equity, cash generated from operations, long term and short term bank borrowings.

The Company monitors the capital structure on the basis of net debt to equity ratio and maturity profile of the overall debt portfolio of the Company. Net debt includes interest bearing borrowings less cash and cash equivalents and other bank balances (including non-current earmarked balances).

The table below summarises the capital, net debt and net debt to equity ratio (Gearing ratio) of the Company

Particulars	As at	
	31 March 2025	31 March 2024
Equity share capital	3.82	3.82
Other equity	(201.19)	42.92
Total equity [A]	(197.37)	46.74
Non-current borrowings	1,946.30	371.93
Gross debts [B]	1,946.30	371.93
Total capital [A + B]	1,748.93	418.67
Gross debts as above	1,946.30	371.93
Less: Cash and cash equivalents	(58.05)	(95.47)
Less: Bank balances other than cash and cash equivalents*	-	-
Net debts [C]	1,888.25	276.46
Net gearing ratio (times)	(9.57)	5.91

*Considered as they are closely related to the underlying borrowing.



Note
No.

34 Disclosure of ratios

SI No.	Particulars	31 March 2025	31 March 2024	% of change	Explanations for change more than 25%
1	Current Ratio - times (Current assets/ current liabilities)	2.18	1.64	33%	Change in current ratio is on account of increase in trade receivables due to introduction of franchisee model of business from current year.
2	Debt-Equity Ratio - times (Total Debt/ Total Shareholder's Equity)	(9.86)	7.96	-224%	Equity has become negative during the year due to operational losses leading to significant change in debt equity ratio.
3	Debt Service Coverage Ratio - times (Earnings Before Interest, Taxes, Depreciation and Amortisation / (Interest Expense + Principal Repayments))	(0.47)	(0.66)	-28%	Variance on account of increase in operational losses on account of setting up of new show rooms and changes in business model.
4	Return on Equity Ratio - in % (Net Profit after tax/ Average Shareholder's Equity)	328.57%	-86.16%	-481%	Variance on account of increase in operational losses on account of setting up of new show rooms and changes in business model.
5	Inventory turnover ratio - times (Cost of goods sold/ Average inventories)	(1.45)	2.17	-167%	Variance on account of significant increase in inventory with setting up of new show rooms and introduction of franchisee model of business.
6	Trade Receivables turnover ratio - times (Sale of goods/ Average trade receivables)	21.94	113.34	-81%	Change in current ratio is on account of increase in trade receivables due to introduction of franchisee model of business from current year.
7	Trade payables turnover ratio - times (Purchases/ Average trade payables)	-	11.60	-100%	Variance on account of significant increase vendors with setting up of new show rooms and growth of business.
8	Net capital turnover ratio - times (Revenue from operations/ working capital)	1.55	6.11	-75%	Variance on account of significant change in working capital with setting up of new show rooms and introduction of franchisee model of business.
9	Net profit ratio - in % (Net Profit after tax/ Revenue from operations)	-15.11%	-5.43%	178%	Variance on account of increase in operational losses on account of setting up of new show rooms and changes in business model.
10	Return on Capital employed - in % (Earning before Interest and Taxes (EBIT) /Shareholder's Equity + Long term liabilities)	-8.68%	-12.59%	-31%	Variance on account of increase in operational losses on account of setting up of new show rooms and changes in business model.
11	Return on investment - in %	Note (i) below	Note (i) below	NA	

Note (i) - The Company has no investments as such return on investment ratio is not applicable

35 Leases

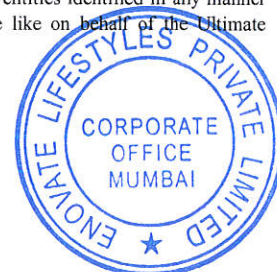
- (i) The Company has taken building premises on lease from various parties for operating its showrooms and offices. The leases typically run for a period of 5 years to 15 years with lock in period ranging from 3 to 5 years. Refer Notes 4 and 16 for movement of right-of-use assets and lease liabilities and the amounts recognised in the statement of profit and loss. The maturity analysis of undiscounted contractual cash flows pertaining to these leases is given below:

Particulars	As at	
	31 March 2025	31 March 2024
Less than one year	213.42	12.85
One year to five years	814.11	49.03
Above five years	486.96	29.33
Total	1,514.50	91.22

- (ii) The Company has treated other leases with lease term of less than 12 months as if they were "short term leases". Expense relating to such short term leases recognised in the statement of profit and loss amounts to INR 9.41 million (31 March 2024: INR 12.56 million).

36 Other statutory information:

- i) The Company does not have any Benami property and there are no proceeding initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- ii) The Company has not traded or invested in crypto currency or virtual currency during the current year and previous year.
- iii) There Company does not have any transactions which are not recorded in the books of accounts that have been surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 during the current year and previous year.
- iv) There are no Schemes of Arrangements which are either pending or have been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the current year and previous year.
- v) The Company has no transactions or balances during current year and previous year with companies whose names have been struck off by Registrar of Companies.
- vi) No funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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.



Enovate Lifestyles Private Limited

Notes forming part of financial statements for the year ended 31 March 2025

(Amounts in INR Millions, except for shares data or as otherwise stated)

Note

No.

- 37 Approval of financial statements: The standalone financial statements were approved for issue by the board of directors on 05 May 2024.

For and on behalf of Board of Directors


Sanjay Raghuramanian
Managing Director
DIN: 06539868


V.K. Ramesh
Director
DIN: 01021868

Place: Thrissur
Date: 05 May 2025

