Aequs Toys Hongkong Private Limited
Special Purpose Balance Sheet
(All amounts are in INR thousands, except share data, unless otherwise stated)

Particulars	Notes	As at March 31, 2024	As at March 31, 2023	As at March 31, 2022
ASSETS				
Current assets				
Financial assets				
Trade receivables	4	-	505.39	-
Cash and cash equivalents	5	988.57	894.37	5,187.01
Other financial assets	6	-	-	0.37
Other current assets	7	32.85	1,008.14	99.75
Total current assets		**1,021.42**	**2,407.90**	**5,287.13**
Total assets		**1,021.42**	**2,407.90**	**5,287.13**
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital	8	741.11	741.11	741.11
Other equity	9	109.40	416.96	(1,482.47)
Total equity		**850.50**	**1,158.07**	**(741.37)**
LIABILITIES				
Current liabilities				
Financial liabilities				
Trade payables	10	-	719.12	1,570.99
Other financial liabilities	11	-	-	4,286.78
Other current liabilities	12	170.92	530.71	170.73
Total current liabilities		**170.92**	**1,249.83**	**6,028.49**
Total liabilities		**170.92**	**1,249.83**	**6,028.49**
Total equity and liabilities		**1,021.42**	**2,407.90**	**5,287.13**

Summary of Material accounting policies *1-3*
Notes to the Special purpose financial statements *4 to 32*

The notes referred to above form an integral part of the financial statements.

As per our report of even date attached.
For **Manian & Rao**
Chartered Accountants
ICAI Firm's Registration No: 001983S

PARESH DAGA
Digitally signed by PARESH DAGA
Date: 2025.05.30 23:30:04 +05'30'

Paresh Daga
Partner
Membership No.: 211468
Place: Bengaluru
Date: May 30, 2025

For and on behalf of the Board of Directors of
Aequs Toys Hongkong Private Limited

Suraj Hukkeri
Authorized Signatory
Place: Belagavi
Date: May 30, 2025

Aequs Toys Hongkong Private Limited
Special Purpose Statement of Profit and Loss
(All amounts are in INR thousands, except share data, unless otherwise stated)

Particulars	Notes	For the year ended March 31, 2024	For the year ended March 31, 2023	For the period July 2, 2021 to March 31, 2022
Income				
Revenue from operations	13	18,613.36	66,258.54	40,143.78
Other income	14	247.86	175.20	2.45
Total income		**18,861.22**	**66,433.74**	**40,146.23**
Expenses				
Employee benefits expense	15	13,879.35	60,374.47	38,755.60
Other expenses	16	5,304.54	4,140.83	2,864.97
Total expenses		**19,183.89**	**64,515.30**	**41,620.57**
Profit/(loss) before tax		**(322.67)**	**1,918.44**	**(1,474.34)**
Tax expense				
- Current tax	17	-	-	-
- Deferred tax	17	-	-	-
Total tax expense		**-**	**-**	**-**
Profit/(loss) for the period/year		**(322.67)**	**1,918.44**	**(1,474.34)**
Other comprehensive income / (loss)				
Items that will be reclassified to profit or loss				
- Exchange differences on translating financial statements of foreign operations		15.10	(19.00)	(8.13)
Items that will not be reclassified to profit or loss		-	-	-
Other comprehensive income / (loss)		**15.10**	**(19.00)**	**(8.13)**
Total comprehensive Income / (loss) for the period / year, net of tax		**(307.57)**	**1,899.44**	**(1,482.47)**
Earnings per equity share (Basic and Diluted - in USD) (Nominal value per share: $1)	22	(30.76)	189.94	(148.25)
Summary of Material accounting policies	*1-3*			
Notes to the Special purpose financial statements	*4 to 32*			

The notes referred to above form an integral part of the financial statements.

As per our report of even date attached.
For Manian & Rao
Chartered Accountants
ICAI Firm's Registration No: 001983S

PARESH DAGA
Digitally signed by PARESH DAGA
Date: 2025.05.30 23:30:24 +05'30'

Paresh Daga
Partner
Membership No.: 211468
Place: Bangalore
Date: May 30, 2025

For and on behalf of the Board of Directors of
Aequs Toys Hongkong Private Limited

Suraj Hukkeri
Authorized Signatory
Place: Belagavi
Date: May 30, 2025

Aequs Toys Hongkong Private Limited
Special Purpose Statement of Cash Flows
(All amounts are in INR thousands, except share data, unless otherwise stated)

	Year ended March 31, 2024	Year ended March 31, 2023	For the period July 2, 2021 to March 31, 2022
Cash flow from operating activities			
Profit/(Loss) before tax	(322.67)	1,918.44	(1,474.34)
Loss before tax	**(322.67)**	**1,918.44**	**(1,474.34)**
Adjustments for:			
Foreign currency translation difference	15.10	(19.00)	(8.13)
	15.10	**(19.00)**	**(8.13)**
Working capital adjustments			
- (Increase) in trade receivables	505.39	(505.39)	-
- (Increase)/decrease in other financial assets (current and non-current)	-	0.37	(0.37)
- (Increase) in other assets (current and non-current)	975.30	(908.40)	(99.75)
- (Decrease)/increase in trade payables	(719.12)	(851.86)	1,570.99
- (Decrease)/increase in other liabilities (current and non-current)	(359.79)	359.98	170.73
- Increase in other financial liabilities (current and non-current)	-	(4,286.78)	4,286.78
Cash (used in)/generated from operations	**94.21**	**(4,292.64)**	**4,445.90**
Income taxes paid (net of refunds)	-	-	-
Net cash (used in)/generated from operating activities (A)	**94.21**	**(4,292.64)**	**4,445.90**
Cash flow from financing activities			
Proceeds from issue of equitty shares	-	-	741.11
Net cash from financing activities (B)	**-**	**-**	**741.11**
Net increase/ (decrease) in cash and cash equivalents (A + B)	**94.21**	**(4,292.64)**	**5,187.01**
Cash and cash equivalents at the beginning of the period / year	894.37	5,187.01	-
Cash and cash equivalents at the end of the period / year	**988.57**	**894.37**	**5,187.01**
Cash and cash equivalents comprise the following:			
Balances with banks			
- Current accounts	988.57	894.37	5,187.01
Total cash and bank balance at the end of the period / year	**988.57**	**894.37**	**5,187.01**

The above cash flow statement has been prepared under the 'Indirect Method' set out in Ind AS 7 - on Statement of Cash Flows as notified under Companies (Accounts) Rules, 2015.

Summary of Material accounting policies	*1-3*
Notes to the Special purpose financial statements	*4 to 32*

The notes referred to above form an integral part of the financial statements.

As per our report of even date attached.
For Manian & Rao
Chartered Accountants
ICAI Firm's Registration No: 001983S

PARESH DAGA
Digitally signed by PARESH DAGA
Date: 2025.05.30 23:30:40 +05'30'

Paresh Daga
Partner
Membership No.: 211468
Place: Bangalore
Date: May 30, 2025

For and on behalf of the Board of Directors of
Aequs Toys Hongkong Private Limited

Suraj Hukkeri
Authorized Signatory
Place: Belagavi
Date: May 30, 2025

Aequs Toys Hongkong Private Limited
Special Purpose Statement of Changes in Equity
(All amounts are in INR thousands, except share data, unless otherwise stated)

A. Ordinary share capital

	Amount
Balance as at July 2, 2021	-
Changes during the period	741.11
Balance as at March 31, 2022	**741.11**
Changes during the year	-
Balance as at March 31, 2023	**741.11**
Changes during the year	-
Balance as at March 31, 2024	**741.11**

B. Other equity (refer note 9)

	Reserves and surplus	Items of OCI	Total other equity
	Retained earnings	Foreign currency translation reserve	
Balance as at July 2, 2021	-	-	-
Profit / (loss) for the period	(1,474.34)	-	(1,474.34)
Other comprehensive income			
Exchange differences on translating financial statements of foreign operations	-	(8.13)	(8.13)
Total comprehensive income	**(1,474.34)**	**(8.13)**	**(1,482.47)**
Balance as at March 31, 2022	**(1,474.34)**	**(8.13)**	**(1,482.47)**
Balance as at April 01, 2022	**(1,474.34)**	**(8.13)**	**(1,482.47)**
Profit / (loss) for the year	1,918.44	-	1,918.44
Other comprehensive income			
Exchange differences on translating financial statements of foreign operations	-	(19.00)	(19.00)
Total comprehensive income	**1,918.44**	**(19.00)**	**1,899.44**
Balance as at March 31, 2023	**444.10**	**(27.14)**	**416.96**
Balance as at April 01, 2023	**444.10**	**(27.14)**	**416.96**
Profit / (loss) for the year	(322.67)	-	(322.67)
Other comprehensive income			
Exchange differences on translating financial statements of foreign operations	-	15.10	15.10
Total comprehensive income	**(322.67)**	**15.10**	**(307.57)**
Balance as at March 31, 2024	**121.43**	**(12.03)**	**109.40**

Nature and purpose of reserves
Retained Earnings
Retained earnings comprises of undistributed earnings after taxes.

Summary of Material accounting policies	*1-3*
Notes to the Special purpose financial statements	*4 to 32*

The notes referred to above form an integral part of the financial statements.

As per our report of even date attached.
For Manian & Rao
Chartered Accountants
ICAI Firm's Registration No: 001983S

PARESH DAGA
Digitally signed by PARESH DAGA
Date: 2025.05.30 23:30:57 +05'30'

Paresh Daga
Partner
Membership No.: 211468
Place: Bengaluru
Date: May 30, 2025

For and on behalf of the Board of Directors of
Aequs Toys Hongkong Private Limited

Suraj Hukkeri
Authorized Signatory
Place: Belagavi
Date: May 30, 2025

1. Background:
Aequs Toys HongKong Private Limited (the "Company") is a company incorporated in Hong Kong with limited liability. The Company's registered office is located at 17/F., Beautiful Company Tower, 77 Connaught Road Central, Hong Kong.

The Company is in the business of providing technical support and marketing services.

2. Material accounting policies:
This note provides a list of the material accounting policies adopted in the preparation of Special Financial Statements. These policies have been consistently applied to all the period / years presented, unless otherwise stated.

a. Basis of preparation and presentation
The Special purpose financial statements comprise the Statement of Asset and Liabilities as at 31 March 2024, 31 March 2023, 31 March 2022, Statement of Profit and Loss (including other comprehensive income), Statement of Cash Flows and Statement of Changes in Equity for the years ended 31 March 2024 and 31 March 2023 and for the period July 2, 2021 to 31 March 2022 and Material Accounting Policies and Other Explanatory Notes to Financial statements.

The Special purpose financial statements of the Company have been prepared to comply in all material respects with the Indian Accounting Standards (“Ind AS”) as prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time), presentation requirements of Division II of Schedule III to the Companies Act, 2013.

This Special Purpose Financial Information has been prepared by the management to facilitate the Aequs Limited (“ Ultimate Holding Company” or “ Issuer”) for the preparation of Restated Consolidated Financial Information as required under the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements Regulations, 2018, as amended (“ICDR Regulations”) issued by the Securities and Exchange Board of India ('SEBI'), in pursuance of the Securities and Exchange Board of India Act, 1992, for the purpose of inclusion in the Pre-filled Draft Red Herring Prospectus (“PDRHP”) to be filed by the Issuer with the Registrar of Companies, Karnataka at Bangalore ("ROC"), Securities and Exchange Board of India ("SEBI"), National Stock Exchange of India and BSE limited in connection with the proposed initial public offering of equity shares of face value of INR 10 each of the Issuer.

The ultimate holding company has announced its intention to liquidate the Company post 31 March 2024. The company has thus applied liquidation/fair value basis of accounting for financial years ending 31 March 2022, 31 March 2023 and 31 March 2024.

The Special Purpose Financial Statements are approved for issue by the Ultimate Holding Company’s Board of Directors on May 30, 2025.

The Company’s functional currency is the United States dollar (‘USD’).These financial statements are presented in Indian Rupee ("INR") except when otherwise indicated.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

Functional and presentation currency
The Special Purpose Financial Statement of the Company are presented in INR (₹) , All amounts disclosed in the Special Purpose Financial statements have been rounded to the nearest thousands as per the requirement of Schedule III of Companies Act, 2013, unless otherwise stated.

Recent pronouncements
Ministry of Corporate Affairs (“MCA”) notfies new standard or amendments to the existng standards under Companies (Indian Accounting Standards) Rules as issued from time to time. As of 31 March 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company that has not been applied.

a. Revenue recognition

The company earns its revenue from business of providing technical support and marketing services. The Company has determined that it is a principal in all its arrangements with its customers.

The Company recognises revenue when Revenue is recognised when it is probable that the economic benefits will flow to the Company and when the revenue can be measured reliably, on the following base: Income from provision of technical support and marketing services is recognised when the services are rendered.

The company does not have any contracts where the period between the services to be provided to the customer and payment by the customer exceeds one year. Accordingly, the company does not adjust any of the transaction prices for time value of money.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. As a practical expedient, the company has opted not to disclose the information in respect of performance obligations that are part of contracts that has an original expected duration of one year or less.

When the payment exceeds the value of services rendered, a contract liability (advance from customers) is recognised.

b. Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

c. Trade receivables

Trade receivables are amounts due from customers for services performed in the ordinary course of business and reflects Compay's unconditional right to consideration (that is, payment is due only on the passage of time). Trade receivables are recognised initially at the transaction price as they do not contain significant financing components. The Company holds the trade receivables with the objective of collecting the contractual cash flows and therefore measures them subsequently at amortised cost using the effective interest method, less loss allowance.

d. Income tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate applicable adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously. Deferred tax assets are reviewed at each reporting date.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

e. Employee benefits

Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees ' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the Balance Sheet.

Other long-term employee benefit obligations

Leave obligations are presented as current liabilities in the balance sheet since the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

f. Foreign currency transactions

In preparing the special purpose financial statements, transactions in currencies other than the entity's functional currency are recorded at the rates of exchange prevailing on the date of the transaction. At the end of each reporting period, monetary items denominated in foreign currencies are re-translated at the rates prevailing at the end of the reporting period. Non-monetary items carried at fair value that are denominated in foreign currencies are re-translated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not translated.

For the purpose of presenting the special purpose financial statements in presentation currency other than functional currency, the assets and liabilities are expressed in using exchange rates prevailing at the end of the reporting period, equity share capital at historical rate, income and expense items are translated at the average exchange rates for the period. Exchange differences arising, on account of this translation is recognised in other comprehensive income and accumulated in a separate component of equity as foreign currency translation reserve.

g. Earnings per share

Earnings per share

Earnings per share is calculated by dividing:
• the profit attributable to owners of the Company
• by the weighted average number of ordinary shares outstanding during the financial year.

3. Use of judgements and estimates

The preparation of financial statements in conformity with Ind AS requires estimates and judgements that affect the reported amounts of assets and liabilities, revenues and expenses, and related disclosures of contingent liabilities in the financial statements and accompanying notes. Actual results could differ materially from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

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	As at March 31, 2024	As at March 31, 2023	As at March 31, 2022
Note 4 - Trade receivables			
Unsecured			
Considered good	-	505.39	-
Less : Allowances for expected credit loss	-	-	-
	-	**505.39**	**-**
Ageing of trade receivables			
Undisputed Trade Receivables – considered good			
Less than 6 months	-	505.39	-
6 months - 1 year	-	-	-
1-2 years	-	-	-
2-3 years	-	-	-
More than 3 years	-	-	-
	-	**505.39**	**-**
Less: Allowances for expected credit loss	-	-	-
	-	**505.39**	**-**
Note 5 - Cash and cash equivalents			
Balances with banks:			
- In current accounts	988.57	894.37	5,187.01
	988.57	**894.37**	**5,187.01**
Note 6 - Other Financial Assets			
Other Financial Assets	-	-	0.37
	-	**-**	**0.37**
Note 7 - Other assets			
Current			
Prepaid expenses	32.85	1,008.14	99.75
	32.85	**1,008.14**	**99.75**

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Aequs Toys Hongkong Private Limited
Notes to Special Purpose Financial Statements
(All amounts are in INR thousands, except share data, unless otherwise stated)

	As at March 31, 2024		As at March 31, 2023		As at March 31, 2022	
	No. of shares	**Amount**	**No. of shares**	**Amount**	**No. of shares**	**Amount**
Note 8 - Ordinary share capital						
Authorised						
Ordinary shares of $ 1 each *(in USD)*	10,000	10,000.00	10,000	10,000.00	10,000	10,000.00
	10,000	**10,000.00**	**10,000**	**10,000.00**	**10,000**	**10,000.00**
Issued, subscribed and fully paid up						
Ordinary shares of $ 1 each *(in INR Thousands)*	10,000	741.11	10,000	741.11	10,000	741.11
	10,000	**741.11**	**10,000**	**741.11**	**10,000**	**741.11**

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period / year:

	As at March 31, 2024		As at March 31, 2023		As at March 31, 2022	
	No. of shares	**Amount**	**No. of shares**	**Amount**	**No. of shares**	**Amount**
At the beginning of the year/Period	10,000	741.11	10,000	741.11	10,000	741.11
Add: Issued during the period	-	-	-	-	-	-
Outstanding at the end of the year	**10,000**	**741.11**	**10,000**	**741.11**	**10,000**	**741.11**

During the year ended March 31, 2022 the Company has issued 10,001 ordinary shares of $1 each, where 1 ordinary share is unpiad

(ii) Details of shares held by holding/ultimate holding company (i.e., parent of the Group) and/or their subsidiaries/associates

Name of the shareholder	As at March 31, 2024		As at March 31, 2023		As at March 31, 2022	
	No. of shares	**Amount**	**No. of shares**	**Amount**	**No. of shares**	**Amount**
Aequs Engineered Plastics Private Limited *(in INR thousands)*	10,000	741.11	10,000	741.11	10,000	741.11

Note 8 - Ordinary share capital (continued)

(iii) Details of share holders holding more than 5% of the aggregate shares in the Company

Name of the shareholder	As at March 31, 2024		As at March 31, 2023		As at March 31, 2022	
	No. of shares	% holding	No. of shares	% holding	No. of shares	% holding
Aequs Engineered Plastics Private Limited	10,000	100.00%	10,000	100.00%	10,000	100.00%
	10,000	**100.00%**	**10,000**	**100.00%**	**10,000**	**100.00%**

(iv) Details of shareholding of Promoters

Name of the Promoter	As at March 31, 2024			As at March 31, 2023		
	No. of shares	% of total number of shares	% of change during the year	No. of shares	% of total number of shares	% of change during the year
Aequs Engineered Plastics Private Limited	10,000	100.00%	0.00%	10,000	100.00%	0.00%

Name of the Promoter	As at March 31, 2022		
	No. of shares	% of total number of shares	% of change during the year
Aequs Engineered Plastics Private Limited	10,000	100.00%	0.00%

Note 9 - Other equity	As at March 31, 2024	As at March 31, 2023	As at March 31, 2022
Retained earnings	121.43	444.10	(1,474.34)
Foreign currency translation reserve	(12.03)	(27.14)	(8.13)
	109.40	**416.96**	**(1,482.47)**

Movement of the reserves	As at March 31, 2024	As at March 31, 2023	As at March 31, 2022
A. Retained Earnings			
Opening Balance	444.10	(1,474.34)	-
Profit/(loss) of the year	(322.67)	1,918.44	(1,474.34)
Closing Balance	**121.43**	**444.10**	**(1,474.34)**
B. Foreign currency translation reserve			
Opening Balance	(27.14)	(8.13)	-
Add / (less) Changes during the year	15.10	(19.00)	(8.13)
Closing Balance	**(12.03)**	**(27.14)**	**(8.13)**

Note 10 - Trade payables	**As at March 31, 2024**	**As at March 31, 2023**	**As at March 31, 2022**
Trade payables			
Total outstanding dues of micro enterprises and small enterprises	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	719.12	1,570.99
	-	**719.12**	**1,570.99**
Ageing of Trade payables			
(i) MSME			
Less than 1 year	-	-	-
1-2 years	-	-	-
2-3 years	-	-	-
More than 3 years	-	-	-
	-	**-**	**-**
(ii) Others			
Less than 1 year	-	719.12	1,570.99
1-2 years	-	-	-
2-3 years	-	-	-
More than 3 years	-	-	-
	-	**719.12**	**1,570.99**
	-	**719.12**	**1,570.99**

Note 11 - Other financial liabilities			
Employees related liabilities	-	-	4,286.78
	-	**-**	**4,286.78**

Note 12 - Other current liabilities			
Statutory dues payable	-	94.14	95.97
Others	170.92	436.56	74.75
	170.92	**530.71**	**170.73**

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Note 13 - Revenue from operations	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**	**For the period July 2, 2021 to March 31, 2022**
Revenue from contracts with customers			
Sale of services	18,613.36	66,258.54	40,143.78
	18,613.36	**66,258.54**	**40,143.78**
Note 14 - Other income			
Other Income	247.86	175.20	2.45
	247.86	**175.20**	**2.45**
Note 15 - Employee benefit expenses			
Salaries, wages and bonus	13,626.76	59,240.73	38,132.85
Staff welfare expenses	252.59	1,133.74	622.75
	13,879.35	**60,374.47**	**38,755.60**
Note 16 - Other Expenses			
Insurance	106.45	180.89	70.15
Legal and professional fees	3,522.35	182.34	-
Payment to auditors	-	120.89	-
Rental charges	1,574.17	2,201.69	512.65
Bank charges	51.57	109.02	408.49
Administration Expenses	-	1,029.21	1,565.09
Miscellaneous expenses	50.00	316.79	308.58
	5,304.54	**4,140.83**	**2,864.97**

Note 17 - Income tax expense

*For the year ended March 31, 2023, no provision for Hong Kong profits tax has been made in the financial statements since the Company has tax losses brought forward to set off against part of assessable profit for year ended March 31, 2023 and the balance of assessable profit for the year ended March 31, 2023 has been fully waived. No provision for Hong Kong profits tax has been made for the period ended March 31, 2022 & year ended March 31, 2024 as the Company incurred losses.

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Note 18 - Fair value measurement

Financial instruments by category

	Classification	As at March 31, 2024	As at March 31, 2023	As at March 31, 2022
		Amount	Amount	Amount
Financial assets				
Trade receivables	Amortised cost	-	505.39	-
Cash and cash equivalents and other bank balances	Amortised cost	988.57	894.37	5,187.01
Other financial assets	Amortised cost	-	-	0.37
Total financial assets		**988.57**	**1,399.75**	**5,187.38**
Financial liabilities				
Trade payables	Amortised cost	-	719.12	1,570.99
Other financial liability	Amortised cost	-	-	4,286.78
Total financial liabilities		**-**	**719.12**	**5,857.76**

(i) Fair value hierarchy
This section explains the judgements and estimates made in determining the fair values of the financial instruments that are:
(a) recognised and measured at fair value.
(b) recognised and measured at amortised cost and for which fair values are disclosed in the financial statements.

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

As per Ind AS 107 "Financial Instrument: Disclosure", fair value disclosures are not required when the carrying amounts reasonably approximate the fair value. As illustrated above, all financial instruments of the company which are carried at amortised cost approximates the fair value. Accordingly fair value disclosures have not been made for these financial instruments.

Note 19 - Capital management

For the purpose of Company's capital management, capital includes issued equity share capital, instruments entirely equity in nature and all other reserves attributable to the equity holders of the Company.

The Company's objectives when managing capital are to:
(i) Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
(ii) Maintain an optimal capital structure to reduce the cost of capital.

Note 20 - Contingent liabilities : Nil

Note 21- Commitments : Nil

Note 22 - Earnings per share	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**	**For the period July 2, 2021 to March 31, 2022**
Profits attributable to equity shareholders	(307.57)	1,899.44	(1,482.47)
Basic Earnings Per Share			
Weighted average number of equity shares outstanding during the year	10,000	10,000	10,000
Basic EPS (Rs.)	**(30.76)**	**189.94**	**(148.25)**
Diluted Earnings Per Share			
Weighted average number of equity shares outstanding during the year	10,000	10,000	10,000
Diluted EPS (Rs.)	**(30.76)**	**189.94**	**(148.25)**

Note 23 - Related Party Transactions

Names of related parties and related party relationship

Relationship	Name of the related party
Holding Company	Aequs Engineered Plastics Private Limited ('AEPPL')
Fellow Subsidiaries	Aequs Toys Private Limited ('ATPL') Aequs Force Consumer Products Private Limited ('AFCPPL')
Key management personnel	Suraj Shashikant Hukkeri (w.e.f September 22, 2023) Amit Chakraborty (Upto September 22, 2023)

Note 24- Related party disclosures - Transactions

Year ended March 31, 2024

Transactions	Holding company	Fellow Subsidiaries	Key management personnel	Total
Revenue from operations	18,392.76	220.60	-	**18,613.36**
Remuneration	-	-	9,963.03	**9,963.03**

Year ended March 31, 2023

Transactions	Holding company	Fellow Subsidiaries	Key management personnel	Total
Revenue from operations	51,249.31	15,009.23	-	**66,258.54**
Remuneration & Other emoluments	-	-	45,412.97	**45,412.97**

For the period July 2, 2021 to March 31, 2022

Transactions	Holding company	Fellow Subsidiaries	Key management personnel	Total
Remuneration & Other emoluments	-	-	31,369.21	**31,369.21**

Note 25 - Related party disclosures - Balances as at year-end

As at March 31, 2024

Balances	Holding company	Fellow Subsidiaries	Key management personnel	Total
Recoverable from related parties	-	-	-	-
Remuneration & Other emoluments	-	-	-	-

As at March 31, 2023

Balances	Holding company	Fellow Subsidiaries	Key management personnel	Total
Recoverable from related parties	504.98	-	-	**504.98**
Remuneration & Other emoluments	-	-	-	**-**

As at March 31, 2022

Balances	Holding company	Fellow Subsidiaries	Key management personnel	Total
Recoverable from related parties	-	-	-	-
Recoverable from related parties payable	-	-	-	-

26 Ratios analysis & it's elements

Particulars	As at March 31, 2024	As at March 31, 2023	% change from March 31, 2023 to March 31, 2024 *	Reasons if % change is 25% or more
Current Ratio	5.98	1.93	210.19%	Due to decrease in the prepaid expenses, trade receivables and trade
Debt-Equity Ratio	NA	NA	NA	-
Debt Service Coverage Ratio	NA	NA	NA	-
Return on Equity Ratio	-37.94%	165.66%	-122.90%	Due to decrease in the turnover
Inventory turnover ratio	NA	NA	NA	-
Trade Receivables turnover ratio	73.66	262.21	-71.91%	Due to decrease in the turnover
Trade payables turnover ratio	NA	NA	NA	-
Net capital turnover ratio	21.89	57.21	-61.75%	Due to decrease in the turnover
Net profit ratio	-1.73%	2.90%	-159.87%	Due to decrease in the turnover
Return on Capital employed	233.70%	727.50%	-67.88%	Due to decrease in the turnover
Return on investment	-37.94%	165.66%	-122.90%	Due to decrease in the turnover

Particulars	As at March 31, 2023	As at March 31, 2022	% change from March 31, 2022 to March 31, 2023 *	Reasons if % change is 25% or more
Current Ratio	1.93	0.88	119.67%	Due to provision created for the salary payables to employees
Debt-Equity Ratio	NA	NA	NA	-
Debt Service Coverage Ratio	NA	NA	NA	-
Return on Equity Ratio	165.66%	198.87%	-16.70%	-
Inventory turnover ratio	NA	NA	NA	-
Trade Receivables turnover ratio	262.21	0.00	100.00%	Due to increase in the turnover
Trade payables turnover ratio	NA	NA	NA	-
Net capital turnover ratio	57.21	-54.15	-205.66%	Due to increase in the turnover
Net profit ratio	2.90%	-3.67%	-178.84%	Due to increase in the turnover
Return on Capital employed	727.50%	24.87%	2825.31%	Due to increase in the turnover
Return on investment	165.66%	198.87%	-16.70%	Due to increase in the turnover

Aequs Toys Hongkong Private Limited
Notes to Special Purpose Financial Statements
(All amounts are in INR thousands, except share data, unless otherwise stated)

26 (a)	Ratios	Numerator	Denominator	As at		As at		As at	
				Numerator	Denominator	Numerator	Denominator	Numerator	Denominator
	Current Ratio	**Current assets**	**Current liabilities**	1,021.42	170.92	2,407.90	1,249.83	5,287.13	6,028.49
	Debt-Equity Ratio	**Debt** :- long term borrowings + shortterm borrowings	**Equity** :- Total Equity	-	850.50	-	1,158.07	-	(741.37)
	Debt Service Coverage Ratio	**Earning available for debt services** :- net profit before + non cash expenses tax (Depreciation and Amortisation) + interest expense on borrowings	**Interest + Installment** :- interest expenses on borrowings and current maturities	(322.67)	-	1,918.44	-	(1,474.34)	-
	Return on Equity Ratio	Total Profit / (loss) for the period / year	Total Equity	(322.67)	850.50	1,918.44	1,158.07	(1,474.34)	(741.37)
	Inventory turnover ratio	**Cost of good sold** :- purchase of stock in trade + changes in inventories of stock-in-trade	Average Inventory	-	-	-	-	-	-
	Trade Receivables turnover ratio	Revenue from operations	Average Trade Receivables	18,613.36	252.69	66,258.54	252.69	40,143.78	-
	Trade payables turnover ratio	Total Purchase	Average Trade Payables	-	359.56	-	1,145.05	-	785.49
	Net capital turnover ratio	Revenue from operations	Working Capital	18,613.36	850.50	66,258.54	1,158.07	40,143.78	(741.37)
	Net profit ratio	Profit / (loss) after tax	Revenue from operations	(322.67)	18,613.36	1,918.44	66,258.54	(1,474.34)	40,143.78
	Return on Capital employed	Earning before interest & taxes (EBIT) :- profit / (loss) before tax + interest expenses on financial liabilities carried at amortised cost	**Capital Employed** :- total equity + borrowings + deferred tax liability	(322.67)	(138.07)	1,918.44	263.70	(1,474.34)	(5,928.38)
	Return on investment	Profit / (loss) after tax	Equity shareholders' fund	-322.67	850.50	1918.44	1,158.07	-1474.34	(741.37)

***Reasons if % change is more than 25%**

Note 27 - Financial risk management

The Company's business activities exposes it to a variety of financial risks such as liquidity risk, credit risk and market risk. The Company's senior management under the supervision of the Board of Directors has the overall responsibility for establishing and governing the Company's risk management and have established policies to identify and analyse the risks faced by the Company. They help in identification, measurement, mitigation and reporting all risks associated with the activities of the Company. These risks are identified on a continuous basis and assesses for the impact on the financial performance.

A Credit risk
Credit risk is a risk where the counterparty will not meet its obligations under a financial instrument leading to a financial loss. Credit risk arises from cash and cash equivalents and deposits with banks, as well as credit exposures to customers including outstanding receivables & other receivables.

(i) Credit risk management
Credit risk refers to a risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company usually deals with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. The exposure is continuously monitored.

(ii) Provision for expected credit losses.
The Company's financial assets mainly comprise of trade receivables (Recoverable from related parties)

Trade receivables and other dues from related parties
No significant expected credit loss provision has been created for trade receivables. Further, receivables are expected to be collected considering the past trend of no defaults and that the balances are not significantly aged.

B Liquidity risk
Liquidity risk is a risk where an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Prudent liquidity risk management implies maintaining sufficient cash to meet obligations when due. Due to the dynamic nature of the underlying businesses, Company's treasury maintains flexibility in funding by maintaining availability of required funds.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows.

(i) Maturities of financial liabilities
The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not

As at March 31, 2024

	Less than 1 year	1 to 5 years	More than 5 years	Total
Trade payables	-	-	-	-
Other financial liabilities	-	-	-	-
	-	-	-	-

As at March 31, 2023

	Less than 1 year	1 to 5 years	More than 5 years	Total
Trade payables	719.12	-	-	719.12
Other financial liabilities	-	-	-	-
	719.12	-	-	**719.12**

As at March 31, 2022

	Less than 1 year	1 to 5 years	More than 5 years	Total
Trade payables	1,570.99	-	-	1,570.99
Other financial liabilities	4,286.78	-	-	4,286.78
	5,857.76	-	-	**5,857.76**

C Market risk
Market risk is a risk where the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

(i) Foreign currency risk

The Company is exposed to foreign exchange risk arising from foreign currency transactions. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the Company's functional currency (USD). The risk is measured through sensitivity analysis of probable movement in exchange rate as at the reporting period.

The Company's functional currency is the United States dollar ('USD'), however the presentation currency is Indian Rupee ("INR").
Foreign currency risk exposure is denominated in the USD & the sensitivity of profit or loss to changes in exchange rates is disclosed in INR.

(a) Foreign currency risk exposure

As at March 31, 2024

	HKD	Equivalent to USD
Financial asset		
Trade receivables	-	-
Cash and cash equivalents	92,523.66	11,857.00
Net exposure to foreign currency risk (assets)	**92,523.66**	**11,857.00**
Financial liability		
Trade payables	-	-
Net exposure to foreign currency risk (liabilities)	**-**	**-**

As at March 31, 2023

	HKD	Equivalent to USD
Financial asset		
Trade receivable	48,438.00	6,147.00
Cash and cash equivalents	85,797.77	10,887.00
Net exposure to foreign currency risk (assets)	**1,34,235.77**	**17,034.00**
Financial liability		
Trade payables	-	-
Net exposure to foreign currency risk (liabilities)	**-**	**-**

As at March 31, 2022

	HKD	Equivalent to USD
Financial asset		
Trade receivable	-	-
Cash and cash equivalents	5,40,251.37	68,693.00
Net exposure to foreign currency risk (assets)	**5,40,251.37**	**68,693.00**
Financial liability		
Trade payables	-	-
Net exposure to foreign currency risk (liabilities)	**-**	**-**

(b) Sensitivity

The sensitivity of profit or loss to changes in exchange rates arising from foreign currency denominated financial instruments is given below.

	Impact on profit before tax (in INR thousands)		
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2022
HKD Sensitivity			
Increase by 5%	49,074.68	68,322.57	2,55,515.66
Decrease by 5%	(49,074.68)	(68,322.57)	(2,55,515.66)

(This space is intentionally left blank)

Note 28: Additional Regulatory Information

Note 29: Additional Disclosure
Undisclosed Income
The company does not have any such transactions that is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assesstments.

Details of Crypto Currency or Virtual Currency
The company has not traded or investedin Crypto currency or Virtual currency.

Note 30: Corporate Social Responsibility
The company is not covered under section 135 of the Companies Act 2013 and accordingly the Corporate Social Responsibility requirements are not applicable

Note 31: Events subsequent to Reporting Date
The ultimate holding company has announced its intention to liquidate the Company post 31 March 2024. The company has thus applied liquidation/fair value basis of accounting for financial years ending 31 March 2022, 31 March 2023 and 31 March 2024.

Note 32: Previous year's figures
Previous year figures have been reworked, regrouped, rearranged and reclassified wherever necessary to be comparable with the figures of the current year's classification and disclosure

As per our report of even date attached.
For **Manian & Rao**
Chartered Accountants
ICAI Firm's Registration No: 001983S

PARESH DAGA
Digitally signed by PARESH DAGA
Date: 2025.05.30 23:31:19 +05'30'

Paresh Daga
Partner
Membership No.: 211468
Place: Bengaluru
Date: May 30, 2025

For and on behalf of the Board of Directors of
Aequs Toys Hongkong Private Limited

Suraj Hukkeri
Authorized Signatory
Place: Belagavi
Date: May 30, 2025