

INDEPENDENT AUDITOR'S REPORT

To the Partners of Sabyasachi Calcutta LLP (formerly Sabyasachi Couture)

Opinion

We have audited the accompanying financial statements of **Sabyasachi Calcutta LLP** (formerly Sabyasachi Couture) (hereinafter referred to as "the LLP"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and the Cash Flow Statement for the year ended on March 31, 2022 and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Limited Liability Partnership Act, 2008 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the LLP as at March 31, 2022, its profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) generally accepted in India. 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 LLP in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Responsibilities of Designated partners for the Financial Statements

The LLP's Designated Partners are responsible for preparation of these financial statements that give a true and fair view of the financial position, financial performance in accordance with the accounting principles generally accepted in India, including the Accounting Standards (IGAAP) and Limited Liability Partnership Act, 2008 ("the Act"). This responsibility also includes maintenance of adequate internal controls for safeguarding of the assets of the LLP 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 completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, designated partners are responsible for assessing the LLP'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 partners either intends to liquidate the LLP or to cease operations, or has no realistic alternative but to do so.

The Designated Partners of the LLP are also responsible for overseeing the LLP's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

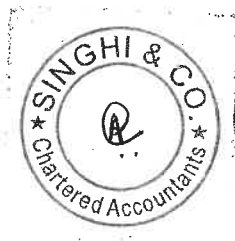
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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 financial statements.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the LLP's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of partner'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 LLP'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 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 LLP 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.

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



Place: Kolkata

Dated: May 11, 2022

For Singhi & Co.
Chartered Accountants
Firm Registration No.302049E

Ankit Dhelia.

Ankit Dhelia
Partner

Membership No. 069178
UDIN: 22069178AIUSFM9295

M/s Sabyasachi CALCUTTA LLP (formerly Sabyasachi Couture)

LLPIN - AAV-7132

Notes to financial statements for the period 1st April 2021 to 31st March, 2022

1. LLP Information

Sabyasachi Calcutta LLP ("the LLP / Firm"), a Limited Liability Partnership domiciled in India and incorporated under the provisions of the Limited Liability Partnership Act, 2008 ("the Act") by conversion from a partnership firm, M/s Sabyasachi Couture w.e.f February 4, 2021. The registered office of the LLP is located at 80/2 Topsia Road (South) Kolkata -700046, West Bengal, India.

The LLP is engaged in the business of manufacturing and retailing of apparels, accessories and jewelleryes under the Brand Name "Sabyasachi" and also provides fashion designing services.

On February 24, 2021, post completion of customary closing condition under the Agreement, the existing partners of the Sabyasachi Calcutta LLP transferred stake of 51% to Aditya Birla Fashion and Retail Limited ("ABFRL or the Holding Company"). Consequently, Sabyasachi Calcutta LLP became a subsidiary of ABFRL, with effect from February 24, 2021.

1A. Significant Accounting Policies

a) Basis of Preparation of Financial Statements

The financial statements have been prepared in accordance with historical cost convention, on accrual basis, in accordance with the generally accepted accounting principles in India including the applicable Accounting Standards. The financial statements also comply with the provisions of The Limited Liability Partnership Act, 2008 and LLP Agreement entered by the partners as amended from time to time. The accounting policies adopted in the preparation of financial statements are consistent with those followed in the previous periods by the erstwhile Partnership firm.

b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Differences between actual results and estimates are recognized in the period in which the results are known / materialized.

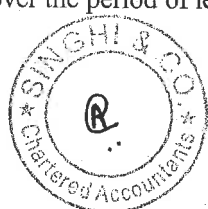
c) Fixed assets and Depreciation /Amortization

Fixed Assets:

- i) Fixed assets except Brand, Freehold & Leasehold Land are stated at their Written Down Value. Additions to Fixed Assets during the year under audit have been capitalized at cost of acquisition including incidental expenses net of grants/subsidies, if any.
- ii) Freehold Land has been stated at cost. Leasehold Land has been stated at cost (including stamp duty, mutation fee, registration charges etc.) less accumulated amortization.
- iii) Profits or losses on sale of fixed assets are included in the Profit and Loss Account and calculated as difference between the value realized and book value.
- iv) Capital work-in-progress and Intangible assets under development is stated at cost.

Depreciation / Amortization:

- i) Depreciation on Fixed Assets (including Intangible Assets) is provided on written down value basis in accordance with the rates prescribed under Income Tax Act 1961.
- ii) Leasehold Land is amortized on straight line basis over the period of lease.
- iii) Brand Value: Indefinite life, not to be amortised



d) Investments: -

Investments that are readily realizable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost and fair value is determined on individual basis. Long term investments are carried at cost. However, provision for diminution in value made to recognize a decline (other than temporary) in the value of investments.

e) Inventories: -

- i) Raw Materials including stores, packing & printing materials are valued at lower of cost and net realizable value. However, raw materials and other items held for use in the production of inventories are not written down below cost if the finished goods in which they will be incorporated are expected to be sold at or above cost. Cost of all raw & other materials is determined on an overall weighted average basis rather than specific identification.
- ii) Work-in-progress and Finished goods are valued at lower of cost and net realizable value. Cost includes direct materials and labour cost (including job work charges) and a proportion of production overheads based on normal operating capacity. The firm based on provision matrix creates suitable provision for slow and non-moving finished goods considering the nature of fast changing business of fashion industry in which it operates.
- iii) Jewelleries are valued at lower of cost and net realizable value. Jewelleries procured from outside vendors are valued at purchase cost ascertained under specific identification method. Cost of In-house jewelleries includes direct material and labour cost (including job work charges) and a proportion of production overhead.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

f) Foreign Currency Transactions: -

- i) Foreign currency transactions are recorded at the rate of exchange prevailing on the dates when the relevant transactions take place.
- ii) Year end balances of foreign currency transactions outstanding at the year-end are translated at exchange rates prevailing at the end of the year.
- iii) Any income or expense on account of exchange difference either on settlement or translation is recognized in the profit and loss account.

g) Revenue Recognition:-

- i) Revenue from sale of goods is recognized when all the significant risk and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The LLP collects Goods and Service Tax (GST) on behalf of the Government and therefore, these are not economic benefits flowing to the Firm. Hence, they are deducted from revenue.
- ii) Income from Designing services are recognized as per the agreed terms & conditions of the contract.
- iii) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.
- iv) All other items of income and expenditure are accounted for on accrual basis.



h) Employee Benefits:

- i) Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit & Loss of the year in which the related service is rendered.
- ii) Contribution to Provident Fund as defined contribution scheme is made at the prescribed rates to the Provident Fund Commissioner and it is charged to the Statement of Profit & Loss. There are no other obligations other than the contribution payable.
- iii) Expenses related to Post-employment benefits being Gratuity is recognized in the Statement of Profit & Loss for the year in which the employee has rendered service. The expense is recognized at the present value of amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post-employment benefits are charged to the Statement of Profit & Loss.
- iv) As per the current employment policy of the Company, employees can carry forward accumulated leave balances up to a maximum of 45 days. Liability in respect of leave balances becoming due or expected to be availed more than one year after the Balance Sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using Projected Unit Credit Method. Actuarial gains or losses are recognised immediately in statement of profit and loss and are not deferred.

i) Borrowing Costs:

Borrowing costs relating to acquisition / construction of qualifying asset are capitalized until the time all substantial activities necessary to prepare the qualifying asset for its intended use is complete. A qualifying asset is one which necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to statement of profit & loss.

j) Leases :

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset, are classified as operating leases. The related expenses is charged to the statement of profit & loss.

k) Taxes on Income :

Current tax comprise of Income tax represents the amount that would be payable based on computation of tax as per taxation laws under the Income Tax Act, 1961.

Deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period) and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantially enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets / liabilities are reviewed as at each Balance Sheet date based on developments during the year and available case laws, to reassess realization / liabilities.

l) Impairment of Assets:

An impairment loss is recognized where applicable when the carrying value of fixed assets exceeds its market value or value in use whichever is higher. Reversal of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.



M/s SABYASACHI CALCUTTA LLP (formerly Sabyasachi Couture)


LLPIN - AAV-7132

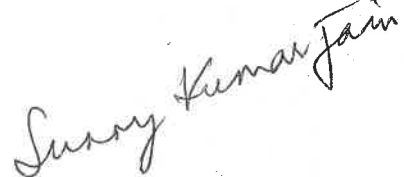
Notes to financial statements for the period 1st April 2021 to 31st March, 2022


m) Provisions and Contingent Liabilities:

The Firm recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure for contingent liability is made.




(Mr. Sabyasachi Mukherjee)
(Designated Partner)
DPIN -00625189


(Mr. Sunny Kumar Jain)
(Designated Partner)
DPIN -07168511


(Mr. Shripaditya Ghosh)
(Chief Financial Officer)

SABYASACHI CALCUTTA LLP

LLPIN - AAV-7132

Balance Sheet as at 31st March 2022

(All amounts in Rs., unless otherwise stated)

Particulars	Notes	As at 31st March, 2022 (Rs.)	As at 31st March, 2021 (Rs.)
I. CONTRIBUTION AND LIABILITIES			
1 PARTNER'S CONTRIBUTION			
Partner's Capital	2.1	8,06,14,18,251	7,73,80,12,107
2 NON-CURRENT LIABILITIES			
Non-current Borrowings	2.2	-	2,59,65,323
Long-Term Provisions	2.6	6,16,21,821	3,01,17,618
		6,16,21,821	5,60,82,941
3 CURRENT LIABILITIES			
Current Borrowings	2.3	-	98,93,292
Trade Payables	2.4		
-Total outstanding dues of micro enterprise and small enterprises		4,34,58,320	1,06,59,469
-Total outstanding dues of creditors other than micro enterprises and small enterprises		25,53,53,932	19,10,35,367
Other Current Liabilities	2.5	39,27,86,853	32,04,84,163
Short-Term Provisions	2.6	5,33,48,796	6,18,30,507
		74,49,47,901	59,39,02,798
		8,86,79,87,973	8,38,79,97,846
II. ASSETS			
1 NON - CURRENT ASSETS			
Property, Plant and Equipment	2.7	27,75,67,451	24,93,68,392
Intangible Assets	2.7(A)	6,24,96,98,276	6,24,69,13,743
Capital Work in progress	2.7(B)	1,32,19,169	-
Intangible Assets under development	2.7(C)	63,55,447	-
		6,54,68,40,343	6,49,62,82,135
Non-Current Investments	2.8	5,77,07,915	5,02,64,870
Deferred tax assets (net)	2.9	2,38,46,671	1,59,90,766
Long term Loans and Advances	2.10	34,69,63,878	6,37,25,595
Other Non-Current Assets	2.15	2,78,32,404	11,69,207
		45,63,50,868	13,11,50,438
2 CURRENT ASSETS			
Current Investments	2.8	7,08,18,613	43,99,89,001
Inventories	2.11	1,47,84,24,553	89,73,28,182
Trade Receivables	2.12	4,45,17,581	8,09,47,854
Cash and Bank Balances	2.13	3,74,79,348	9,79,84,850
Bank balance other than above	2.14	2,20,18,119	15,34,89,269
Short-Term Loans and Advances	2.10	17,99,26,245	8,95,14,015
Other Current Assets	2.15	3,16,12,303	13,12,102
		1,86,47,96,762	1,76,05,65,273
		8,86,79,87,973	8,38,79,97,846

Summary of Significant Accounting Policies

1

The accompanying notes are an integral part of the Financial Statements

As per our Report of even date

For Singhi & Co.
Chartered Accountants
FRN No. - 302049E

Ankit Dhelia
(Ankit Dhelia)
Partner
Membership No. -069178

Date : 11th May, 2022
Place : Kolkata



For and On behalf of Sabyasachi Calcutta LLP

(Signature)

(Mr. Sabyasachi Mukherjee)
(Designated Partner)
DPIN -00625189

(Signature)

(Mr. Sunny Kumar Jain)
(Designated Partner)
DPIN -07168511

(Signature)
(Mr. Shibaditya Ghosh)
(Chief Financial Officer)

SABYASACHI CALCUTTA LLP

LLPIN - AAV-7132

Statement of Profit and Loss for the year ended 31st March, 2022

(All amounts in Rs., unless otherwise stated)

PARTICULARS	Note	For the period 1st April 2021 to 31st March, 2022	For the period 4th February 2021 to 31st March '21
INCOME			
Revenue from Operation	2.16	2,30,37,53,926	30,10,36,281
Other Income	2.17	4,46,51,658	1,36,27,698
	(A)	2,34,84,05,584	31,46,63,979
EXPENDITURE			
Cost of Material Consumed	2.18	40,51,13,733	3,57,33,527
Purchase of Finished Goods		29,15,93,453	1,94,69,351
Decrease/(Increase) in Inventories of Finished Goods & Work-in progress	2.19	-22,03,41,930	3,31,40,514
Employee Benefits Expense	2.20	59,02,50,075	17,58,81,265
Finance Cost	2.21	94,92,548	19,20,234
Depreciation & Amortization Expense	2.22	4,49,42,139	62,35,567
Other Expenses	2.23	70,99,81,092	20,73,63,671
	(B)	1,83,10,31,110	47,97,44,129
Profit/(Loss) before Tax & Exceptional Items	(C=A - B)	51,73,74,474	(16,50,80,150)
Exceptional Items	(D)	-	-
Profit/(Loss) before Tax	(E=C - D)	51,73,74,474	(16,50,80,150)
Tax Expenses			
Current Tax		19,19,00,000	39,70,72,790
Income tax For Earlier Year		99,24,235	-
Deferred Tax charge / (credit)		-78,55,905	-23,11,029
	(F)	19,39,68,330	39,47,61,761
Profit/(Loss) after Tax	(E - F)	32,34,06,144	-55,98,41,911

The accompanying notes are an integral part of the Financial Statements

As per our Report of even date

For Singhi & Co.
Chartered Accountants
FRN No. - 302049E

Ankit Dhelia
(Ankit Dhelia)
Partner
Membership No. -069178



Date : 11th May, 2022
Place : Kolkata

For and On behalf of Sabyasachi Calcutta LLP

(Mr. Sabyasachi Mukherjee)
(Designated Partner)
DPIN -00625189

Sunny Kumar Jain
(Mr. Sunny Kumar Jain)
(Designated Partner)
DPIN -07168511

(Mr. Shibaditya Ghosh)
(Chief Financial Officer)

SABYASACHI CALCUTTA LLP (formerly Sabyasachi Couture)

LLPIN - AAV-7132

Cash Flow Statement for the period ended 31st March, 2022

(All amounts in Rs., unless otherwise stated)

PARTICULARS	For the period 1st April 2021 to 31st March, 2022	For the period 4th February to 31st March, 2021
Profit before Tax	51,73,74,474	(16,50,80,150)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Adjustment for :		
Liability no longer required written back	(19,37,783)	(9,56,894)
Provision for Gratuity	2,15,88,074	53,88,762
Provision for Leave encashment	1,34,60,395	34,00,000
Partners' Remuneration	-	50,00,000
Depreciation	4,49,42,139	62,35,567
Bad Debts written off	16,252	-
Provision for Doubtful Debts	(2,28,559)	9,09,309
Sundry Balance written off	7,00,005	-
Interest Income	(1,02,70,188)	(55,48,203)
Interest Expense	94,92,548	19,20,234
(Profit)/Loss on sale of Mutual Fund	(1,31,25,694)	10,999
Operating Profit before Working Capital Changes	58,20,11,663	(14,87,20,377)
Movements in Working Capital		
Increase/ (Decrease) in Trade Payables	9,82,86,047	(6,97,87,541)
Increase/ (Decrease) in Other Current Liabilities	6,14,04,551	(2,40,46,666)
Increase/ (Decrease) in Provisions	(3,49,03,698)	-
(Increase) /Decrease in Trade Receivables	3,66,42,580	(1,02,76,160)
(Increase) /Decrease in Inventory	(58,10,96,371)	3,32,43,643
(Increase) /Decrease in Other Current Assets	(18,26,57,739)	(2,09,45,512)
Cash Generated from Operations	(2,03,12,968)	(24,05,32,613)
Direct Taxes Paid	(17,33,20,141)	(43,01,87,500)
Net Cash from Operating Activities	(19,36,33,109)	(67,07,20,113)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property Plant & Equipment and Intangible Assets (including Capital advance, Creditors & work-in-progress)	(13,07,73,084)	(41,27,238)
Sale of Property Plant & Equipment	2,04,220	-
Purchase of Mutual Fund	(95,32,10,461)	(44,00,00,000)
Proceeds from Sale of Mutual Fund	1,33,55,06,542	-
Investment in Equity shares of Sabyasachi Inc.	(74,43,045)	(72,98,190)
Loan given to Subsidiary	(18,19,37,040)	-
Investment in Fixed Deposits with maturity more than 3 months	-	(34,63,168)
Redemption in Fixed Deposits with maturity more than 3 months	10,48,07,953	-
Interest Received	60,12,643	50,58,836
Net Cash from Investing Activities	17,31,67,728	(44,98,29,760)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Long-Term Borrowings	(3,58,58,615)	(23,01,765)
Repayment of / (Proceeds from) Short Term Borrowings	-	(5,50,00,000)
Interest Paid	(41,81,506)	(13,05,292)
Partners Drawings	-	(2,73,10,69,445)
Capital Introduction	-	3,89,85,19,115
Net Cash from Financing Activities	(4,00,40,121)	1,10,88,42,613
Net Increase in Cash and Cash Equivalents (A+B+C)	(6,05,05,502)	(1,17,07,260)
Cash and Cash Equivalents at the beginning of the period	9,79,84,850	8,46,80,300
Add: Cash and Cash Equivalents acquired through Slump Sale	-	2,50,11,810
Cash and Cash Equivalents at the end of the period	3,74,79,348	9,79,84,850

Notes :

1. The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.

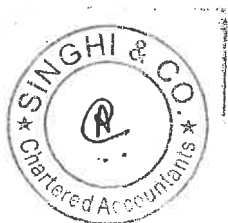
2. Components of Cash and Cash Equivalents	As at 31st March, 2022	As at 31st March, 2021
Balances with Banks		
In Current Account	3,32,63,621	4,63,31,105
In Fixed Deposit Account	-	5,07,37,955
Cash in hand	39,42,567	9,15,790
Prepaid Balance in Debit Card	2,73,160	-
	3,74,79,348	9,79,84,850

The accompanying notes & schedules are an integral part of the Financial Statements

As per our Report of even date annexed

For Singhi & Co.
Chartered Accountants
FRN No. - 302049E

Ankit Dhelia
(Ankit Dhelia)
Partner
Membership No. - 069178



For and on behalf of Sabyasachi Calcutta LLP

(Mr. Sabyasachi Mukherjee)
(Designated Partner)
DPIN - 00625189

(Mr. Sunny Kumar Jain)
(Designated Partner)
DPIN - 07168511

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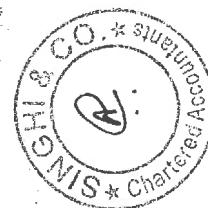
Place : Kolkata
Date: 11th May, 2022

LLPIN - AAY-7132

(All amounts in Rs., unless otherwise stated)

As at 31st March, 2022

Note 2.1(a) : In terms of clause 24.1 of the Amended and Restated LLP Agreement dated 24-Feb-21 amongst the aforesaid partners, profit & loss after tax from the business operations of the LLP shall be shared in the ratio of 49% & 51% by Mr. Sabysaschi Mukherjee and Aditya Birla Fashion & Retail Ltd. respectively. Further, as per clause 24.2 of the Agreement, pay-out incurred on account of Special Bonus and earlier year tax adjustment in current financial year, on behalf of existing partners of the LLP post execution of the agreement shall be fully borne by Mr. Sabysaschi Mukherjee (referred to as Partner 1 in the agreement).



SABYASACHI CALCUTTA LLP

LLPIN - AAV-7132

Notes to financial statements for the year ended 31st March, 2022

(All amounts in Rs., unless otherwise stated)

Note 2.7 : Property, Plant & Equipment

Sl No.	Asset Class	Opening WDV as on 1st April, 2021	Additions	Depreciation	Deletion	Closing WDV as on 31st March, 2022
1	Freehold land & Structure	1,92,15,366	-	-	-	1,92,15,366
2	Leasehold Land(WBSIDCL)	26,74,879	-	30,864	-	26,44,015
3	Building	77,12,692	-	7,71,269	-	69,41,423
4	Plant & Machinery	3,75,69,070	3,83,11,638	1,27,38,205	2,04,220	6,29,38,283
5	Vehicles	78,07,614	-	12,08,839	-	65,98,775
6	Furniture & Fittings	12,42,37,932	28,13,482	1,26,90,346	-	11,43,61,068
7	Computer & Software	76,84,583	1,76,72,397	70,56,014	-	1,83,00,966
8	Electrical Installation	96,16,726	38,17,901	11,59,087	-	1,22,75,540
9	Tools & implements	16,39,192	-	2,61,025	-	13,78,167
10	Office Equipment	3,12,10,338	69,95,575	52,92,065	-	3,29,13,848
	Total	24,93,68,392	6,96,10,993	4,12,07,714	2,04,220	27,75,67,451

Note 2.7(A) : Intangible Assets

Sl No.	Asset Class	Opening WDV as on 1st April, 2021	Additions	Depreciation	Deletion	Closing WDV as on 31st March, 2022
1	Patent & Trade Mark	1,03,26,535	65,18,958	37,34,425	-	1,31,11,068
3	Brand	6,23,65,87,208	-	-	-	6,23,65,87,208
	Total	6,24,69,13,743	65,18,958	37,34,425	-	6,24,96,98,276

Note 2.7.(A.1):The LLP has intangible asset with indefinite lives comprising Brand of INR 6,23,65,87,208/- recognised on reconstitution of the Limited Liability Partnership. In view of the management's assessment of business prospects and assessment on value in use based on independent valuation reports, no impairment is considered necessary on the Intangible Assets (Brand) as at March 31, 2022.

Note 2.7(B) : Capital WIP

Sl No.	Asset Class	Opening WDV as on 1st April, 2021	Additions	Depreciation	Deletion	Closing WDV as on 31st March, 2022
1	Computer	-	64,26,000	-	-	64,26,000
2	Plant & Machinery	-	41,08,669	-	-	41,08,669
3	Building	-	26,84,500	-	-	26,84,500
	Total	-	1,32,19,169	-	-	1,32,19,169

Note 2.7(C) : Intangible Assets under development

Sl No.	Asset Class	Opening WDV as on 1st April, 2021	Additions	Depreciation	Deletion	Closing WDV as on 31st March, 2022
1	Website	-	35,60,447	-	-	35,60,447
2	Computer Software	-	27,95,000	-	-	27,95,000
	Total	-	63,55,447	-	-	63,55,447



2.2 : Non-Current Borrowings

Term Loan from Yes Bank [Refer note: 2.2(a)]
Vehicle Loan from Yes Bank [Refer note: 2.2(b)]

Less: Current Maturities of Long-Term Debt

As at 31st March, 2022	As at 31st March, 2021
-	3,11,11,111
-	47,47,504
-	3,58,58,615
-	98,93,292
-	2,59,65,323

2.2(a) Term Loan from Yes Bank was secured by the exclusive charge on Fixed deposit amounting to Rs. 1,50,00,000. The tenure of term loan is 5 years with 6 months moratorium. The repayment of principal amount of Rs. 22,22,222/- will take place quarterly starting from May 2020 and ends on August 2024. The Interest amount will be deducted monthly calculated on the outstanding principal amount. The entire loan has been repaid during the year and NOC dated 25th April 2022 has been received from the lender.

2.2(e) Vehicle Loans are secured by hypothecation of specific vehicles. Terms of repayment : Yes Bank - 84 Equated Monthly Installments of Rs. 1,12,270/- ending in April, 2025. Interest rate 8.14%. The entire loan has been repaid during the year.

2.2(a) The LLP has not defaulted on any loans payable, and there has been no breach of any loan covenants.

2.3 : Short-term Borrowings

Current Maturities of Long-Term Debt

As at 31st March, 2022	As at 31st March, 2021
-	98,93,292
-	98,93,292

2.3(a) Cash Credit from Yes bank is secured by :

1. First pari passu charge on all the current asset and all the movable PPE of the borrower (both future & present)
2. First pari passu charge on Immovable PPEs of the firm

2.3(b) Cash Credit from ICICI Bank is secured by hypothecation of entire current assets (both present and future) and first pari-passu charge over the PPE.

2.3(c) The LLP has registered all the charges with Registrar of Companies within the statutory period.

2.3(d) The LLP has Undrawn committed borrowings facilities available to the extent of Rs. 62,50,0000/- as on 31.03.2022 (Previous Year Rs. 45,29,99,313/-)

*Rs. 2,50,00,000/- in case of ICICI Bank relates to Non fund based facility.

2.4: TRADE PAYABLES

Total outstanding dues of micro enterprise and small enterprises (Refer Note:2.4.a)
Total outstanding dues of creditors other than micro enterprises and small enterprises

As at 31st March, 2022	As at 31st March, 2021
4,34,58,320	1,06,59,469
25,53,53,932	19,10,35,367
29,88,12,252	20,16,94,836

2.4(a) Based on the information available with the LLP, following are the dues during the year to entities covered under Micro, Small and Medium Enterprises Development Act, 2006. The disclosure as required under the said Act is as under:

Sl.No.	Particulars	As at 31st March, 2022	As at 31st March, 2021
i)	Principal amount due to Micro and Small Enterprises	4,30,32,335	1,03,02,632
ii)	Interest due on the above	4,25,985	3,56,837
iii)	Any payment made to suppliers beyond appointed date (under Section 16 of the Act)	-	-
iv)	Amount of interest due and payable for the period of delay in making payment but without adding the interest specified under MSMED Act	-	-
v)	Interest accrued and remaining unpaid as at 31.3.2022	4,25,985	3,56,837
vi)	Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance of a deductible expenditure under Section 23 of the MSMED Act, 2006.	-	-

2.4.(b): Trade Payables Ageing Schedule

Particulars	Outstanding as on March 31, 2022 from due date of payment						Total
	Unbilled Due	Not Due	Upto 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Total outstanding dues of micro enterprises and small enterprises	-	1,43,92,735	2,87,08,747	3,56,838	-	-	4,34,58,320
Total outstanding dues of creditors other than micro enterprises and small enterprises	73,06,729	2,73,21,619	21,02,24,804	97,44,711	6,31,273	1,24,796	25,53,53,932
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
Total	73,06,729	4,17,14,354	23,89,33,551	1,01,01,549	6,31,273	1,24,796	29,88,12,252

Particulars	Outstanding as on March 31, 2021 from due date of payment						Total
	Unbilled Due	Not Due	Upto 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Total outstanding dues of micro enterprises and small enterprises	-	22,86,368	66,39,574	17,33,527	-	-	1,06,59,469
Total outstanding dues of creditors other than micro enterprises and small enterprises	24,16,768	69,05,472	16,19,63,472	1,89,73,120	4,59,114	3,17,421	19,10,35,367
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
Total	24,16,768	91,91,840	16,86,03,046	2,07,06,647	4,59,114	3,17,421	20,16,94,836



OTHER CURRENT LIABILITIES	As at 31st March, 2022	As at 31st March'2021
Advance from Customers	34,51,31,594	27,19,71,952
Duties & Taxes Payable	43,19,073	1,29,96,489
Interest Accrued but not due	-	2,58,105
Employee related Liability	2,88,32,110	3,19,09,785
Capital Creditors	1,45,04,076	33,47,832
	39,27,86,853	32,04,84,163

DIVISIONS	Long term (Rs.)		Short term (Rs.)	
	As at	As at	As at	As at
	31st March, 2022	31st March'2021	31st March, 2022	31st March'2021
Provision for Employee Benefits				
Gratuity (Refer Note 3)	4,97,71,650	3,01,17,618	50,10,490	73,80,507
Leave Encashment	1,18,50,171	-	16,10,224	34,00,000
Other Provisions				
Provisions for Taxation (net of Advance Tax & TDS)	-	-	2,28,77,721	-
Provisions for Contingency [Refer Note: 2.6(a)]	-	-	2,38,50,361	5,10,50,000
	6,16,21,821	3,01,17,618	5,33,48,796	6,18,30,507

	Non-Current (Rs.)		Current (Rs.)	
	As at	As at	As at	As at
	31st March, 2022	31st March'2021	31st March, 2022	31st March'2021
1.8. Investments				

Investment in Equity Instruments (Unquoted, at cost)				
In Subsidiary Company				
Sabyasachi INC. (Incorporated in United States of America)	5,77,07,915	5,02,64,870	-	-
[8,00,000 (March 31, 2021 : 7,00,000) equity shares of USD 1/- each]				
Investment in Mutual Funds (Valued at lower of Cost or NAV)				
HDFC Ultra Short Term Fund Regular Growth	-	-	-	22,00,00,000
(CY: Nil units (PY: 1,85,94,443.411 units), Face value of each unit is Rs. 10/-)				
DSP Floater Fund - Regular Growth	-	-	-	21,99,89,001
(CY:Nil units (PY: 2,18,85,315.269 units), Face value of each unit is Rs.10/-)				
Kotak Equity Arbitrage Fund	-	-	3,00,00,000	-
(CY: 10,16,322.965 units (PY: Nil units), Face value of each unit is Rs. 10/-)				
ABSL Money Market Fund	-	-	4,08,18,613	-
(CY: 1,37,771.60 units (PY: Nil units), Face value of each unit is Rs. 10/-)				
	5,77,07,915	5,02,64,870	7,08,18,613	43,99,89,001
Book Value of Unquoted Investments	5,77,07,915	5,02,64,870		
Market Value (NAV) of Investment			7,08,18,613	43,99,89,001

	As at 31st March, 2022	As at 31st March'2021
DEFERRED TAX ASSETS (NET)		
Deferred Tax Assets arising on account of:		
Depreciation	-	-
Provision for Doubtful Debts	-	16,99,325
Provision for Employee Benefits	2,38,46,671	1,42,91,441
Deferred Tax Assets (Net)	2,38,46,671	1,59,90,766

ANS & ADVANCES	Long Term		Short Term	
	As at	As at	As at	As at
	31st March, 2022	31st March'2021	31st March, 2022	31st March'2021
Unsecured, considered good				
Capital Advance	4,79,03,208	16,78,447	-	-
Security Deposits	9,59,06,050	3,10,21,378	1,17,94,275	52,74,721
Advance Tax and TDS (net off provision for taxation)	2,04,46,705	3,10,25,770	-	-
Advance to Staff	-	-	21,63,590	3,24,505
Advance to Vendors for supply of goods & services	-	-	13,16,81,921	4,87,67,349
Balance with Government Authorities	-	-	2,88,15,826	3,07,03,201
Indirect Taxes Refundable	-	-	7,87,374	7,87,374
Prepaid Expenses	7,70,875	-	46,83,259	36,56,865
Loan to Subsidiary Company	18,19,37,040	-	-	-
	34.69.63.878	6.37.25.595	17.99.26.245	8.95.14.013



2.11: INVENTORIES

(At valued & certified by the Partner)

Raw Materials & Accessories
Stores & Printing Materials
Packing Materials
Work in Progress
Finished Goods
Jewellery

	As at 31st March, 2022	As at 31st March'2021
Raw Materials & Accessories	16,27,74,237	5,98,47,171
Stores & Printing Materials	31,84,96,114	7,99,03,026
Packing Materials	2,50,31,542	-
Work in Progress	22,83,58,424	12,69,22,653
Finished Goods	15,84,00,150	15,82,81,235
Jewellery	58,53,64,086	47,23,74,097
	1,47,84,24,553	89,73,28,182

2.12: TRADE RECEIVABLES

Unsecured, considered good
Unsecured, considered doubtful

Less: Provision for doubtful receivables

	As at 31st March, 2022	As at 31st March'2021
Unsecured, considered good	4,45,17,581	8,09,47,854
Unsecured, considered doubtful	-	48,62,997
	4,45,17,581	8,58,10,851
Less: Provision for doubtful receivables	-	48,62,997
	4,45,17,581	8,09,47,854

2.12(a): Trade receivables Aging Schedule

Particulars	Outstanding from due date of payment as on March 31, 2022							Total
	Unbilled	Not Due	Upto 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed								
Considered good	-	-	4,33,85,572	2,31,200	1,93,809	7,07,000	-	4,45,17,581
Considered doubtful	-	-	-	-	-	-	-	-
Disputed								
Considered good	-	-	-	-	-	-	-	-
Considered doubtful	-	-	-	-	-	-	-	-
Total	-	-	4,33,85,572	2,31,200	1,93,809	7,07,000	-	4,45,17,581

Particulars	Outstanding from due date of payment as on March 31, 2022							Total
	Unbilled	Not Due	Upto 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed								
Considered good	-	-	8,08,94,847	53,007	-	-	-	8,09,47,854
Considered doubtful	-	-	8,82,750	-	2,28,559	37,51,688	-	48,62,997
Disputed								
Considered good	-	-	-	-	-	-	-	-
Considered doubtful	-	-	-	-	-	-	-	-
Less: Loss allowance	-	-	-8,82,750	-	-2,28,559	-37,51,688	-	-48,62,997
Total	-	-	8,08,94,847	53,007	-	-	-	8,09,47,854

2.13: CASH AND BANK BALANCES

Cash and Cash Equivalents
Balances With Banks :
In Current Account
In Fixed Deposit Accounts (With original maturity within three months)
Cash on hand (As certified by partner)
Prepaid Balance in Debit Card

	As at 31st March, 2022	As at 31st March'2021
Cash and Cash Equivalents		
Balances With Banks :		
In Current Account	3,32,63,621	4,63,31,105
In Fixed Deposit Accounts (With original maturity within three months)	-	5,07,37,955
Cash on hand (As certified by partner)	39,42,567	9,15,790
Prepaid Balance in Debit Card	2,73,160	-
	3,74,79,348	9,79,84,850

2.14: Other Bank Balance

Fixed Deposit with Banks
(With maturity period for more than 3 months to 12 months)

	As at 31st March, 2022	As at 31st March'2021
Fixed Deposit with Banks	2,20,18,119	15,34,89,269
	2,20,18,119	15,34,89,269
	5,94,97,467	25,14,74,119

2.14(a) Fixed Deposits amounting to Rs. Nil/- as on March 31, 2022 (Previous year :Rs. 1,33,667,984/-) are held as margin money under lien to banks against Term Loan / working capital facilities.

2.15: OTHER ASSETS

Fixed Deposit with Banks
(With maturity period for more than 12 months)
Interest accrued on Fixed Deposits
Interest accrued on Loan to Subsidiary
Export Incentives Receivable
Other Receivables from Subsidiary
Accrued Income from Asian Paints

	Non-Current		Current	
	As at 31st March, 2022	As at 31st March'2021	As at 31st March, 2022	As at 31st March'2021
Fixed Deposit with Banks	2,78,32,404	11,69,207	-	-
(With maturity period for more than 12 months)				
Interest accrued on Fixed Deposits	-	-	1,09,499	4,22,760
Interest accrued on Loan to Subsidiary	-	-	40,23,499	-
Export Incentives Receivable	-	-	6,90,308	5,96,748
Other Receivables from Subsidiary	-	-	2,48,30,194	2,92,594
Accrued Income from Asian Paints	-	-	19,58,803	-
	2,78,32,404	11,69,207	3,16,12,303	13,12,102

2.15(a) Fixed Deposits with ICICI Bank amounting to Rs. 2,60,55,824/- (Previous year :Rs. 2,57,59,305/-) are held as margin money under lien against guarantees towards Stabdy Letter of Credit facility of US Dollars 300,000 availed by subsidiary, M/s Sabyasachi Inc.



2.16: REVENUE FROM OPERATIONS

	For the period 1st April 2021 to 31st March 2022	For the period 4th February to 31st March, 2021
Sale of Goods		
Domestic Sales	1,96,89,83,034	24,84,19,309
Export Sales	29,59,15,133	4,88,30,685
Sale of Services		
Design Services	2,70,00,000	-
Other services	88,70,541	32,74,575
Royalty Income	27,40,242	-
Export Incentives	2,44,976	5,11,712
	2,30,37,53,926	30,10,36,281

2.17: OTHER INCOME

	For the period 1st April 2021 to 31st March 2022	For the period 4th February to 31st March, 2021
Interest Income		
Interest on Fixed Deposits from Banks	63,23,698	55,48,203
Interest on loan granted to Subsidiary	39,46,490	-
Profit on Sale of Investments	1,31,25,694	-
Discount Received	6,915	2,432
Guarantee Commission Income	7,24,310	2,13,000
Gain on Foreign Exchange Fluctuation (Net)	1,64,19,618	68,45,915
Liability no longer required written back	19,37,783	9,56,894
Miscellaneous Income	11,440	61,254
Recovered of Expenses from Subsidiary (Net of Expenses)	21,55,710	-
	4,46,51,658	1,36,27,698

2.18 : COST OF MATERIALS CONSUMED

	For the period 1st April 2021 to 31st March 2022	For the period 4th February to 31st March, 2021
(A) Raw Material		
Opening Stock	5,98,47,171	6,17,87,639
Add: Purchases	33,02,35,686	2,25,21,396
Import Duty	47,217	-
Freight Inward	66,25,518	6,140
	39,67,55,592	8,43,15,175
Less: Closing Stock	16,27,74,237	5,98,47,171
Raw Material Consumed (A)	23,39,81,355	2,44,68,004
(B) Stores & Printing Materials Consumed		
Opening Stock	7,99,03,026	7,80,48,886
Add: Purchases	40,10,39,892	1,16,65,708
	48,09,42,918	8,97,14,594
Less: Closing Stock	31,84,96,114	7,99,03,026
Stores & Printing Materials Consumed (B)	16,24,46,804	98,11,568
(C) Packing Materials Consumed:		
Opening Stock		
Add: Purchases	3,37,17,116	14,53,955
	3,37,17,116	14,53,955
Less: Closing Stock	2,50,31,542	-
Packing Materials Consumed (C)	86,85,574	14,53,955
COST OF MATERIAL CONSUMED (A+B+C)	40,51,13,733	3,57,33,527

2.19: CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK-IN-PROGRESS

	For the period 1st April 2021 to 31st March 2022	For the period 4th February to 31st March, 2021
Opening Stock		
Finished Goods	63,06,55,332	66,33,80,348
Work in Progress	12,69,22,653	12,73,38,151
	75,75,77,985	79,07,18,499
Closing Stock		
Finished Goods	74,37,64,236	63,06,55,332
Work in Progress	22,83,58,424	12,69,22,653
	97,21,22,660	75,75,77,985
Less : Net Finished Goods issued at Sales Promotion	57,97,255	-
	-22,03,41,930	3,31,40,514



2.20: EMPLOYEE BENEFIT EXPENSES

Salary, Bonus and Staff Incentives
Partners Remuneration
Contribution to Provident Funds and ESI
Gratuity (Refer Note 3)
Staff Welfare
Labour Welfare Fund Expenses

For the period 1st April 2021 to 31st March 2022	For the period 4th February to 31st March, 2021
49,77,08,324	10,93,57,346
3,59,09,998	5,12,50,026
1,81,13,677	22,36,059
2,15,88,074	85,09,915
1,69,30,002	45,27,919
-	-
59,02,50,075	17,58,81,265

2.21 : FINANCE COST

Interest Expenses
On Term Loan from Bank
On Working Capital Facilities from Bank
On Vehicle Loan from Bank
On Income Tax
Other Interest
Other Borrowing Cost
Loan Processing charges

For the period 1st April 2021 to 31st March 2022	For the period 4th February to 31st March, 2021
22,56,022	4,45,096
-	3,08,410
4,04,573	64,914
59,19,638	4,94,977
73,548	3,56,837
-	-
8,38,767	2,50,000
94,92,548	19,20,234

2.22 : DEPRECIATION & AMORTIZATION EXPENSE

Depreciation on Property, Plant & Equipment
Amortization of Intangible Assets

For the period 1st April 2021 to 31st March 2022	For the period 4th February to 31st March, 2021
4,12,07,714	55,26,070
37,34,425	7,09,497
4,49,42,139	62,35,567

2.23 : OTHER EXPENSES

Dyeing & embroidery charges
Processing charges
Rent
Legal & Professional charges
Bank charges
Advertisement & sales promotion
Commission on Sales
Power, fuel and water charges
Travelling & Conveyance
Auditor's Remuneration
Freight, Clearing and Forwarding Charges
Repair and maintenance
Security expenses
Housekeeping charges
Rates and taxes
Insurance
Event & Exhibition Expenses
Telephone, Internet Charges & Website Expenses
Printing and stationary
Bad Debts Written off
Less: Provision for Doubtful Debt in previous year
Allowance for doubtful debts
Miscellaneous expenses
Employee Support Charges
Sundry Balances written off
Framing Cost

For the period 1st April 2021 to 31st March 2022	For the period 4th February to 31st March, 2021
12,57,54,248	1,29,73,815
1,03,95,614	3,945
13,52,82,695	1,54,15,483
4,33,09,987	11,55,77,933
1,38,14,108	15,51,041
14,89,67,336	1,89,85,183
7,01,05,549	1,54,61,478
1,43,59,275	26,98,466
2,42,72,580	68,28,190
31,78,927	22,15,000
2,34,72,785	53,30,869
1,37,92,558	34,11,777
1,41,49,505	19,18,452
84,71,402	7,35,477
78,75,138	6,32,703
43,28,083	40,314
72,786	1,12,266
36,15,897	5,41,075
45,99,399	6,90,872
46,50,690	-
46,34,438	16,252
-	-2,28,559
-	9,09,309
-	52,19,517
-	13,30,024
-	3,17,04,179
-	7,00,005
-	27,51,826
70,99,81,092	20,73,63,671



3 EMPLOYEE BENEFITS AS PER AS-15 (Revised):

i) **Defined Contribution Plan :**

The firm's contribution to Provident Fund and Employees State Insurance are charged to the Statement of Profit & Loss of the year when the contribution to the respective funds are due. The firm has no obligations other than the contributions payable to the respective funds.

PARTICULARS	For the period 1st April '21 - 31st March '22	For the period 4th Feb '21 - 31st March '21
Contribution to Provident Fund	1,32,25,639	14,38,955
Contribution to Employee State Insurance	48,88,038	7,97,104

In respect of the Honourable Supreme Court ruling in February 2019 relating to computation of salaries for Provident Fund contribution, there is uncertainty and ambiguity in retrospective application and accordingly the LLP will evaluate its position as clarity emerges.

ii) **Defined Benefit Plans :**

The disclosures based on AS-15(revised) related to present value of defined obligation and related current cost measured using the Projected Unit Credit Method as at the Balance Sheet Date for financial year ended 31st March, 2022 is given below :

Unfunded defined benefit plan

i) **Net benefit expense recognised through the Statement of Profit and Loss**

Particulars	For the period 1 April 2021 to 31 Mar 22
Current service cost	92,79,658
Interest cost on defined benefit obligation	21,17,153
Actuarial (Gain) / Loss	1,01,91,263
Total	2,15,88,074

iii) **Changes in the present value of the Defined Benefit Obligations (DBO) are as follows:**

Particulars	As at 31-Mar-22
Opening defined benefit obligation	3,74,98,125
Current Service Cost	92,79,658
Interest cost on defined benefit obligation	21,17,153
Actuarial (gain)/ loss	1,01,91,263
Benefits paid	-43,04,059
Closing defined benefit obligation	5,47,82,140

iv) **Amounts recognised in the Balance Sheet**

Particulars	As at 31-Mar-22
Present value of the defined benefit obligation at the end of the year:	
Unfunded	5,47,82,140
Net Liability	5,47,82,140
Net liability is classified as follows:	
Current	50,10,490
Non- Current	4,97,71,650
Net Liability	5,47,82,140

v) **The principal assumptions used in determining gratuity (unfunded) defined benefit obligations for the LLP are shown below:**

Particulars	As at 31-Mar-22
Financial Assumptions	
Discount Rate	7.15%
Salary Escalation Rate	6.00%
Demographic Assumptions	
Mortality Rate	IALM (2012-14) Table
Withdrawal Rate	6.00%
Retirement Age	60 years

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

iii) The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company LLP will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.

4 **Contingent Liabilities & Capital Commitments**

PARTICULARS	As At 31st March, 2022	As At 31st March, 2021
a) Contingent Liabilities not provided for :		
Bank Guarantee	15,51,786	15,51,786
Guarantee given to foreign bank in respect of SBLC facility of USD 300,000 to be availed by M/s Sabyasachi Inc.	2,27,42,130	2,25,51,000
Guarantee given to foreign bank in respect of SBLC facility of USD 47,00,000 to be availed by M/s Sabyasachi Inc.	35,00,00,000	-
Total	37,42,93,916	2,41,02,786

PARTICULARS	As At 31st March, 2022	As At 31st March, 2021
b) Capital Commitments:		
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	51,69,922	-
Customs duty on capital goods and raw materials imported under advance licensing/ EPCG scheme, against which export obligation is to be fulfilled	-	-
Total	51,69,922	-

c) During the year ended 31st March 2021, the LLP had provided for Capital Gains Tax on Capital withdrawn by Partner under newly inserted section 45(4) of the Income Tax Act, 1961. CBDT has issued a circular dated 2nd July, 2021 providing details and explanation as regards calculation of tax liability under the aforesaid section. The LLP has obtained two senior counsel's opinions on the newly inserted section and basis such opinion the management envisages no additional tax liability on the same and accordingly perceives no requirement of further provisioning.

5 Related Party Disclosures as per Accounting Standard – 18

(a) Related Parties:

(1) Entities which exercises control

M/s. Aditya Birla Fashion and Retail Ltd. ("ABFRL")

(2) Key Managerial Personnel (KMP)

Mr. Sabyasachi Mukherjee, Partner
Mr. Jagdish Bajaj, Partner
Miss. Sunita Bangard, Partner
Mr. Sunny Kumar Jain, Partner
Mr. Ashish Dikshit (Managing Director, ABFRL)

(3) Relatives of KMP

Smt. Sinjini Mukherjee
Smt. Sondhya Mukherjee
Mr. Sukumar Mukherjee

(4) Enterprise over which KMP along with Relatives exercise control

M/s Sabyasachi Couture Pvt. Ltd.
M/s. Sabyasachi Artisanal Designs India Pvt Limited.
M/s Aditya Birla Management Corporation Private Limited

(5) Enterprise over which the firm exercise control

M/s Sabyasachi Inc. USA (Wholly Owned Subsidiary)

(b) Transactions with Related Parties:

PARTICULARS	For the period 1st April'21 - 31st March'22	For the period 4th February'21 - 31st March'21
<u>Partner's Remuneration / Salary</u>		
Mr. Sabyasachi Mukherjee	2,74,99,998	50,00,000
Mr. Sunny Kumar Jain	84,10,000	4,62,50,026
<u>Capital Introduction</u>		
M/s. Aditya Birla Fashion and Retails Ltd.	-	3,89,84,86,115
Mr. Jagdish Bajaj	-	11,000
Miss. Sunita Bangard	-	11,000
Mr. Sunny Kumar Jain	-	11,000
<u>Sales of goods</u>		
Mr. Sabyasachi Mukherjee	4,76,550	2,67,300
M/s Sabyasachi Couture Pvt. Ltd.	1,03,93,971	6,94,23,337
M/s Aditya Birla Management Corporation Private Limited	10,87,000	-
M/s. Sabyasachi Inc.	95,19,999	-
<u>Sale of Services</u>		
M/s Aditya Birla Management Corporation Private Limited	82,000	-
<u>Salary, Bonus & Incentives</u>		
Smt. Sinjini Mukherjee	3,00,000	2,26,000
<u>Commission</u>		
M/s Sabyasachi Couture Pvt. Ltd.	-	45,50,000
<u>Reimbursement of Expenses</u>		
Mr. Sukumar Mukherjee	-	4,29,405
<u>Recovery of Expenses</u>		
M/s. Sabyasachi Inc.	2,37,12,821	-
<u>Guarantee Commission Income</u>		
M/s. Sabyasachi Inc.	7,24,310	2,13,000
<u>Interest Income on Loan</u>		
M/s. Sabyasachi Inc.	39,46,490	-
<u>Employee Support Charges</u>		
M/s. Aditya Birla Fashion and Retail Ltd. ("ABFRL")	3,17,04,179	-
<u>Sundry balance written off</u>		
M/s. Aditya Birla Fashion and Retail Ltd. ("ABFRL")	82,795	-
<u>Staff Welfare</u>		
M/s. Aditya Birla Fashion and Retail Ltd. ("ABFRL")	9,283	-
<u>Loan Given</u>		
M/s. Sabyasachi Inc.	17,62,68,060	-
<u>Investment in Equity Shares</u>		
M/s. Sabyasachi Inc.	74,43,045	-



SABYASACHI CALCUTTA LLP (formerly Sabyasachi Couture)
LLPIN - AAV-7132
Notes to financial statements for the year ended 31st March, 2022
(All amounts in Rs., unless otherwise stated)

Balance Outstanding	As At 31st March, 2022	As At 31st March, 2021
Salary, Incentive and Gratuity Payable		
Smt. Sinjini Mukherjee	-	79,438
Smt. Sondhya Mukherjee	-	4,90,385
Mr. Sunny Kumar Jain	-	3,54,208
Investment in Company over which control exist		
M/s. Sabyasachi Inc.	5,77,07,915	5,02,64,870
Sundry Debtors		
M/s Sabyasachi Couture Pvt. Ltd.	-	3,98,88,288
M/s. Sabyasachi Inc.	1,00,78,737	-
Loan & Advance		
Sabyasachi Inc.	18,19,37,040	-
Interest Receivable		
M/s. Sabyasachi Inc.	40,23,499	-
Others Receivable		
M/s. Sabyasachi Inc.	2,48,30,194	2,09,799
M/s. Aditya Birla Fashion and Retail Ltd.	-	82,795
Trade Payable		
M/s. Aditya Birla Fashion and Retail Ltd.	2,32,36,990	-

6 Segment Reporting as per Accounting Standard: 17

The firm's business activity primary falls within a single business segment i.e. "Readymade Garments & Apparels, Accessories and Jewellery". Hence, as per the management no separate information is required to be disclosed in this Financial Statements.

7 Leases

Operating Lease: Company as lessee

Certain showrooms, factory and office premises are held on operating lease. The lease terms are for varied periods and are renewable for further periods either mutually or at the option of the Company. There are no restrictions imposed by lease agreements. The leases are cancellable.

PARTICULARS	For the period 1st April'21 - 31st March'22	For the period 4th February'21 - 31st March'21
	(Rs.)	(Rs.)
Lease payments for the period	13,52,82,695	1,54,15,483

ii) Contractual maturities of lease liabilities

The below table provides details regarding the contractual maturities of lease liabilities on undiscounted basis:

Particulars	As at 31-Mar-22
Within one year	22,99,86,546
After one year but not more than five years	66,22,24,670
More than five years	54,71,80,826
Total	1,43,93,92,042

8 The respective state governments has imposed lockdown / restriction due to the Covid-19 pandemic which had impacted the LLP's production, sales, other operations and results for the first quarter ended June, 2021. The lockdown / restrictions were lifted in a phased manner across the country resulting in improvement in sales and results for the last three quarters of F.Y. 2021-22. Considering the current internal and external factors, the LLP has made detailed assessment of its liquidity position / cash flow for the next one year and carrying amounts/ values of Property Plant & equipment, Intangible assets, Trade receivables, Inventories, Investments and other assets as at 31st March, 2022 and have concluded that there are no material adjustment required in the financial statements.

9 M/s. Sabyasachi Calcutta LLP has been incorporated with effect from 4th February, 2021 by conversion of erstwhile Partnership Firm M/s. Sabyasachi Couture. Hence, figures for corresponding previous period in statement of profit and loss is not comparable with current 12 months period.

10 The previous period figures have been regrouped/rearranged wherever necessary, to confirm to the current period figures.

The accompanying notes & schedules are an integral part of the Financial Statements

As per our Report of even date annexed

For Singhi & Co.
Chartered Accountants
FRN No. - 302049E

Ankit Dhebia
(Ankit Dhebia)
Partner
Membership No. - 069178



For and on behalf of Sabyasachi Calcutta LLP

(Mr. Sabyasachi Mukherjee)
(Designated Partner)
DPIN - 00625189

Sunny Kumar Jain
(Mr. Sunny Kumar Jain)
(Designated Partner)
DPIN - 07168511

(Mr. Shubodip Ghosh)
(Chief Financial Officer)

Place : Kolkata
Date : 11th May, 2022