



Vishal B. Srivastava & Associates Chartered Accountants

Vishal B. Srivastava
Bcom, FCA, LLB

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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF NEXT TREE PRODUCTS PRIVATE LIMITED

Report on the Audit of the Ind AS Financial Statements

Opinion

We have audited the financial statements of **Next Tree Products Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2025, and the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, 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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2025, and Balance sheet, Statement of Profit & Loss including comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

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

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.



Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 skepticism 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. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.



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INDEPENDENT AUDITORS' REPORT – (31-03-2025) Contd...

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) **Order, 2020** ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure-A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. We report that since provisions of Section 197(16) of the Act are not applicable to the Company being a private limited company, our reporting as required under section 197 (16) of the Act is not applicable.
3. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to the financial statements of the Company and the operating effectiveness of such controls as required under Clause (i) of Sub-section 3 of Section 143 of the Act, the same is not applicable to the Company vide amendment to the notification G.S.R 464(E) dated June 13, 2017.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company does not have any pending litigations which would impact its financial position as on 31st March, 2025.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company during the year.
 - iv) The management of the Company has represented to us that to the best of its knowledge and belief, other than as disclosed in the notes to the accounts:



- (a) no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) above, contain any material misstatement.
- v) The Company has not declared or paid any dividend during the year, hence our comments whether the same is in accordance with section 123 of the Companies Act 2013 are not applicable.
- vi) The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023.

Based on our examination which included test checks, the Company has used accounting software (SAP) for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software. Further during the course of audit, we did not notice any instance of audit trail features being tampered with in cases where the audit trail feature was enabled. Further, the audit trail has been preserved by the company as per the statutory requirements for record retention.

For Vishal B. Srivastava & Associates.
Chartered Accountants
(Firm Registration No. 130036W)



A handwritten signature in blue ink, appearing to read "Vishal Srivastava".

Vishal Srivastava
Proprietor
Membership No. 128405

UDIN: 25128405BMKXCS7063

Place: Bengaluru
Date: 9th May, 2025



Vishal B. Srivastava & Associates Chartered Accountants

Vishal B. Srivastava
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ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in our report of even date to the members of Next Tree Products Private Limited for the year ended 31st March 2025. We report that:

1.	(a)	A. The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment .
		B. As there are No Intangible Asset the Company has not maintained proper records showing full particulars of its intangible assets during the year.
	(b)	Some of the Property, Plant and Equipment were physically verified at the end of the financial year by the management in accordance with a phased program of verification, which in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. No material discrepancies were noticed on such verification.
	(c)	According to the records of the Company examined by us and the information and explanations given to us, the title deeds of immovable properties included in Property, Plant and Equipment and disclosed in the financial statements are held in the name of the Company.
	(d)	According to the records of the Company examined by us and the information and explanations given to us, the Company has not revalued its Property, Plant and Equipment (including Right of Use Assets) or intangible assets or both during the year.
	(e)	According to the records of the Company examined by us and the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
2	(a)	Physical verification of inventories has been conducted by the management at reasonable intervals. In our opinion, the coverage and procedure of such verification is appropriate. There were no discrepancies of 10% or more in the aggregate noticed on such verification.
	(b)	The company has not been sanctioned any working capital limits (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets; quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.
3		According to the records of the Company examined by us and the information and explanations given to us, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties hence sub-clauses (a) to (e) of clause (3) (iii) of the Order are not applicable to the Company.



4		In our opinion and according to the information and explanations given to us, there are no loans, investments, guaranteed and security, in respect of which provisions of section 185 and 186 of the Act are applicable.
5		The Company has not accepted any deposits from the public or received amounts which are deemed to be deposits within the meaning of Section 73 to 76 of the Act and the rules framed there under. We are informed that the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court has not passed any Order.
6		To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
7	(a)	According to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues, including goods and service tax, provident fund, employees' state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues as applicable to it. According to the information and explanations given to us, there are no arrears of undisputed amounts payable in respect of above statutory dues which were outstanding as on the last day of the financial year for a period of more than six months from the date they became payable.
	(b)	There are no dues in respect of Goods and Services Tax, income-tax, professional tax and any other statutory dues that have not been deposited with the appropriate authorities on account of any dispute.
8.		According to the records of the Company examined by us and the information and explanations given to us, the Company has not surrendered or disclosed any transactions not recorded in the books of account as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), hence clause (3)(viii) of the Order is not applicable to the Company.
9.		The Company has no borrowing, including debt securities during the year.
10.	(a)	The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year, hence the question of application of funds and delays and defaults and subsequent rectification does not arise.
	(b)	The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year hence the question of compliance of the requirements of section 42 and section 62 of the Act and use of funds raised does not arise.
11.	(a)	During the course of our examination of the books of account and records of the Company carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instances of fraud by the Company or any fraud on the Company which were noticed or reported during the year, nor have we been informed of any such instances by the management.
	(b)	During the year, no report under sub-section (12) of section 143 of the Act in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government has been filed.
	(c)	In our opinion, the Company being a private limited company, the whistle blower policy is not applicable to the Company and hence this clause of the Order is not applicable.



12	The Company is not a Nidhi Company hence our comments as required under sub-clauses (a) (b) and (c) of clause 3 (xii) of the Order are not given.
13	In our opinion and according to the records of the Company examined by us and the information and explanations given to us, the transactions entered by the Company during the year with related parties are in compliance with the provisions of Section 177 and 188 of the Act, where applicable and the details thereof have been disclosed in the Financial Statements, etc. as required by the accounting standards.
14	In our opinion and based on our examination, the Company has no internal audit system.
15	According to the information and explanations given to us, in our opinion, the Company has not entered into any non-cash transactions with directors or persons connected with him during the year hence provisions of section 192 of Act are not applicable to the Company.
16	According to the information and explanations given to us, in our opinion:
	(a) the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.
	(b) the Company has not conducted any Non- Banking Financial or Housing Finance activities during the year.
	(c) the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
	(d) In view of comments in sub-clauses (a), (b) and (c) above, the sub-clause (d) of clause 3 (xvi) of the Order is not applicable to the Company.
17	The Company has incurred cash losses of INR 132.45 Lakhs & INR 273.41 Lakhs in the financial year under report and in the immediately preceding financial year respectively.
18	There has been no resignation of the statutory auditors during the year, hence clause 3 (xviii) of the Order is not applicable to the Company.
19	According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, in our opinion, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts upto the date of our present audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
20	The provisions of Section 135 towards corporate social responsibility are not applicable on the company. Accordingly, the provisions of clause 3(xx) of the Order is not applicable.
21	The reporting under this clause is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.



For Vishal B. Srivastava & Associates.
Chartered Accountants
(Firm Registration No. 130036W)



A handwritten signature in blue ink, appearing to read "Vishal Srivastava", written over a diagonal line.

Vishal Srivastava
Proprietor
Membership No. 128405
UDIN: 25128405BMKXCS7063

Place: Bengaluru
Date: 9th May, 2025

Next Tree Products Private Limited
CIN - U74999MH2017PTC292162
Balance Sheet as at March 31, 2025
(All amounts in Rs Lakhs ; unless otherwise stated)

Particulars	Note	As on March 31, 2025	As on March 31, 2024
I. Assets			
Non-current assets			
(a) Property, plant and equipment	3	-	0.06
(b) Financial assets	4	1.16	1.00
(c) Non-current tax assets	5	4.94	45.43
Total - Non-current assets		6.10	46.49
Current assets			
(a) Inventories	6	92.75	22.01
(b) Financial assets			
(i) Trade receivables	7	0.04	2.45
(ii) Cash and cash equivalents	8	6.77	103.31
(iii) Other Financial Assets	9	0.78	0.79
(c) Other Current Assets	10	100.41	37.49
Total - Current assets		200.75	166.05
Total Assets		206.85	212.54
II. Equity and Liabilities			
Equity			
(a) Equity share capital	11	1.00	1.00
(b) Other equity	12	(747.82)	(615.31)
Total equity		(746.82)	(614.31)
Liabilities			
Current liabilities			
(a) Financial liabilities			
(i) Trade payables	13	-	-
Total outstanding dues to micro enterprises and small enterprises		952.35	824.52
Total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
(ii) Other financial liabilities	14	0.19	0.10
(b) Other current liabilities	15	1.13	2.23
Total current liabilities		953.67	826.85
Total - Liabilities		953.67	826.85
Total Equity and Liabilities		206.85	212.54
Summary of material accounting policies	2		

The accompanying notes are an integral part of the financial statements

As per our report of even date
VISHAL B SRIVASTAVA & ASSOCIATES
Chartered Accountants
ICAI Firm Registration No. 130036W

VISHAL B SRIVASTAVA
Proprietor
Membership No: 128405
Place: Mumbai
Date : 09 May 2025



For and on behalf of the Board of Directors of
Next Tree Products Private Limited
CIN : U74999MH2017PTC292162

Prabhkirandeep Singh
Director
(DIN: 03579034)
Place: Bengaluru
Date : 09 May 2025

Prashant Sharma
Director
(DIN: 10478931)
Place: Bengaluru
Date : 09 May 2025



Next Tree Products Private Limited
CIN - U74999MH2017PTC292162
Statement of Profit and Loss for the year ended March 31, 2025
(All amounts in Rs Lakhs ; unless otherwise stated)

Particulars	Notes	Year ended March 31, 2025	Year ended March 31, 2024
I. Revenue from operations	16	408.89	958.09
II. Other income	17	2.60	0.93
III. Total income (I + II)		411.49	959.02
IV. Expenses			
(a) Purchase of stock in trade	18	226.24	160.94
(b) Changes in inventories of stock-in-trade	19	(70.74)	213.31
(c) Employee benefits expense	20	6.84	6.92
(d) Depreciation and amortisation expense	21	0.07	1.94
(e) Other expenses	22	381.59	851.26
Total expenses		544.00	1,234.37
V. (Loss) before tax (III-IV)		(132.51)	(275.35)
VI. Income tax expense			
(a) Current tax	23	-	-
(b) Deferred tax		-	-
Total tax expense		-	-
VII. (Loss) for the year/period (V-VI)		(132.51)	(275.35)
Total other comprehensive income/(loss) for the year/period, net of tax		-	-
Total comprehensive (loss) for the year/period		(132.51)	(275.35)
Earnings per equity share [Nominal value of share INR 10]	24		
Basic (INR)		(1,325.08)	(2,753.52)
Diluted (INR)		(1,325.08)	(2,753.52)
Summary of material accounting policies	2		

The accompanying notes are an integral part of the financial statements

As per our report of even date
VISHAL B SRIVASTAVA & ASSOCIATES
Chartered Accountants
ICAI Firm Registration No. 130036W

VISHAL B SRIVASTAVA
Proprietor
Membership No: 128405
Place: Mumbai
Date : 09 May 2025



For and on behalf of the Board of Directors of
Next Tree Products Private Limited
CIN : U74999MH2017PTC292162

Prabhkirandeep Singh
Director
(DIN: 03579034)
Place: Bengaluru
Date : 09 May 2025

Prashant Sharma
Director
(DIN: 10478931)
Place: Bengaluru
Date : 09 May 2025



Next Tree Products Private Limited
CIN - U74999MH2017PTC292162
Statement of Cash Flows for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Cash flows from operating activities		
Profit/(Loss) before tax	(132.51)	(275.35)
Adjustments for:		
Depreciation of property, plant and equipment	0.07	0.20
Amortisation of intangible assets	-	1.74
Allowances for bad and doubtful debts	-	36.28
Interest income	-	(0.93)
Share of profit from LLP		
Operating (loss) before working capital changes	(132.44)	(238.06)
Changes in working capital:		
(Increase) in trade receivables	2.41	(2.45)
(Increase) / Decrease in inventories	(70.78)	213.32
(Increase) / Decrease in other assets	(63.05)	12.17
Increase in trade payables	127.83	109.44
(Decrease) in other liabilities	(1.00)	(5.80)
Cash generated from operations	(137.03)	88.62
Income taxes paid (net of refund)	40.49	(22.14)
Net cash flows (used in) operating activities	(96.54)	66.48
Cash flows from financing activities		
Repayment of current borrowings	-	(0.40)
Net cash flows (used in) from financing activities	-	(0.40)
Net increase in cash and cash equivalents	(96.54)	66.08
Cash and cash equivalents at the beginning of the period	103.31	37.23
Cash and cash equivalents at the end of the period	6.77	103.31
Components of Cash and cash equivalents		
Balances with banks - on current accounts	6.77	103.31
	6.77	103.31
Total Cash and cash equivalents	6.77	103.31

Corporate information and summary of significant accounting policies (refer note 1&2)

The accompanying notes are an integral part of the standalone financial statements.

As per our report of even date

FOR VISHAL B SRIVASTAVA & ASSOCIATES
Chartered Accountants
ICAI Firm Registration No. 130036W

VISHAL B SRIVASTAVA
Proprietor
Membership No.: 128405
Place: Mumbai
Date : 09 May 2025



For and on behalf of the Board of Directors of
Next Tree Products Private Limited
CIN : U74999MH2017PTC292162

Prabhkirandeep Singh
Director
(DIN: 03579034)
Place: Bengaluru
Date : 09 May 2025

Prashant Sharma
Director
(DIN: 10478931)
Place: Bengaluru
Date : 09 May 2025



Next Tree Products Private Limited
CIN - U74999MH2017PTC292162
Statement of Changes in Equity for the year ended March 31, 2025
(All amounts in Rs Lakhs ; unless otherwise stated)

a. Equity share capital

Particulars	No. of shares	INR
Equity shares of INR 10 each issued, subscribed and paid up:		
Balance as at April 1, 2023	10,000	1,00,000
Increased during the period	-	-
Balance as at March 31, 2024	10,000	1,00,000
Increased during the period	-	-
Balance as at March 31, 2025	10,000	1,00,000

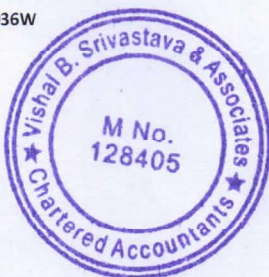
b. Other equity

Particulars	Retained earnings
As at April 01, 2023	(339.97)
(Loss) for the year	(275.35)
As at March 31, 2024	(615.32)
(Loss) for the year	(132.51)
As at March 31, 2025	(747.83)

The accompanying notes are an integral part of the financial statements

As per our report of even date
VISHAL B SRIVASTAVA & ASSOCIATES
Chartered Accountants
ICAI Firm Registration No. 130036W

VISHAL B SRIVASTAVA
Proprietor
Membership No: 128405
Place: Mumbai
Date : 09 May 2025



For and on behalf of the Board of Directors of
Next Tree Products Private Limited
CIN : U74999MH2017PTC292162

Prabhkirandeep Singh
Director
(DIN: 03579034)
Place: Bengaluru
Date : 09 May 2025

Prashant Sharma
Director
(DIN: 10478931)
Place: Bengaluru
Date : 09 May 2025



NEXT TREE PRODUCTS PRIVATE LIMITED

CIN - U74999MH2017PTC292162

Notes to the Financial Statements for the year ended March 31, 2025

1. Corporate information

Next tree Products Private Limited ("the Company"), a private limited company domiciled in India and was incorporated on March 08, 2017, ('date of incorporation') under the provisions of the Companies Act, 2013. The company is a subsidiary of M/s Bewakoof Brands Private Limited. The registered office of the Company is located at S. No - 91/2, Swarajya Complex, Purna, Kalher Village Road, Kalher, Thane, Bhiwandi, Maharashtra, India, 421302..

The Company is a new-age digital venture fashion and lifestyle space focusing on direct to customer operations in India and deals in apparels and related accessories.

The Financial statements have been approved by the Board of Directors in their meeting held on May 09, 2025.

2.1 Compliance with Ind AS and historical cost convention

The Financial Statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), read with Section 133 of the Companies Act, 2013 ("the Act") and presentation requirements of Division II of Schedule III of the Act and other relevant provisions of the Act as applicable. The Financial Statements have been prepared on accrual basis under the historical cost convention, except the following assets and liabilities, which have been measured at fair value as required by the relevant Ind AS:

- Certain financial assets and liabilities (refer accounting policy regarding financial instruments);
- Defined employee benefit plans;

2.2 Functional and Presentation Currency:

The Financial Statements are presented in Indian Rupee (INR / Rs. / ₹) which is the functional currency of the Company. All amounts are rounded to two decimal places to the nearest Lakhs, unless otherwise stated. (₹ 1 Lakh is equal to ₹ 0.10 Million)

2.3 Current versus non-current classification

The Company presents assets and liabilities in the Balance Sheet based on current / non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is treated as current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.



NEXT TREE PRODUCTS PRIVATE LIMITED

CIN - U74999MH2017PTC292162

Notes to the Financial Statements for the year ended March 31, 2025

2.4 Material Accounting Policies**(a) Revenue recognition**

Revenue from contracts with customers is recognised upon transfer of control of promised goods/ services to customers at an amount that reflects the consideration to which the Company expect to be entitled for those goods/ services.

To recognize revenues, the Company applies the following five-step approach:

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognise revenues when a performance obligation is satisfied.

Revenue from sale of products

Revenue is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts and volume rebates, taking into account contractually defined terms of payment excluding taxes or duties collected on behalf of the government.

Goods and Service Tax (GST) is not received by the Company in its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue.

(b) Property, Plant and Equipment

Property, plant and equipment is stated at historical cost net of accumulated depreciation and accumulated impairment losses, if any.

Depreciation methods, estimated useful lives and residual value

Depreciation on property, plant and equipment is calculated on straight line basis over the useful life of the asset estimated by the management. Depreciation on addition is provided on a pro rata basis from the month of installation or acquisition. Depreciation on deletion/ disposal is provided on pro rata basis upto the month preceding the month of deletion/disposal. The management believes that these estimated useful lives reflect fair approximation of the period over which the assets are likely to be used. The company has used the following rates to provide depreciation on its tangible fixed asset:

(a) Asset where useful life is same as Schedule II of the Companies Act, 2013

Assets	Class of Assets	Useful life as described by Schedule II of the companies Act, 2013
Other office equipment	Office equipment	5 years
Electrical installation and equipment	Office equipment	5 years

(c) Going concern

The management has performed an assessment of the Company's ability to continue as a going concern. Based on the assessment, the management believes that there is no material uncertainty with respect to any events or conditions that may cast a significant doubt on the entity to continue as a going concern, hence the Financial Statements have been prepared on a going concern basis.



NEXT TREE PRODUCTS PRIVATE LIMITED

CIN - U74999MH2017PTC292162

Notes to the Financial Statements for the year ended March 31, 2025

(d) Financial instruments:

- a) Classification of Financial instrument at amortised cost: The company classifies its instrument at amortised cost only if both of the following criteria are met: (a) the asset is held within a business model whose objective is to collect the contractual cash flows and (b) the contractual terms give rise to cash flows that are solely payment of principal and interest. Financial assets classified at amortised cost comprises trade receivables, loans, security deposit.
- b) Classification of Financial assets at fair value through other comprehensive income : Financial assets at fair value through other comprehensive income (FVOCI) comprise equity securities (unlisted) which are not held for trading, and for which the company has irrevocably elected at initial recognition to recognise changes in fair value through OCI rather than profit or loss. These are strategic investments and company considers this classification to be more relevant.
- c) Classification of Financial assets at fair value through profit or loss: The company classifies the following financial asset at fair value through the profit or loss (FVPL) : (a) debt investments (bond, debenture or mutual fund) that do not equally qualify for measurement at either amortised cost or FVOCI, (b) equity instruments that are held for trading and (c) equity investments for which the entity has not elected to recognize fair value gains and losses through OCI, and investments in financial instruments issued by subsidiaries, associate and joint venture, whose contractual terms are not wholly equity in nature.

(e) Trade receivables:

Trade receivables are amount due from customers for goods sold in the ordinary course of business and reflect the company'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 component. 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.

For trade receivables and contract assets, the company applies the simplified approach required by IndAS 109, which requires expected lifetime losses to be recognised from initial recognition of receivables.

(f) Inventories:

Traded goods are valued at cost or net realizable value, whichever is lower. Cost is determined on weighted average cost basis

2.5 New and amended standards adopted by the Company:

The Ministry of Corporate Affairs vide notification dated 9 September 2024 and 28 September 2024 notified the Companies (Indian Accounting Standards) Second Amendment Rules, 2024 and Companies (Indian Accounting Standards) Third Amendment Rules, 2024, respectively, which amended/ notified certain accounting standards (see below), and are effective for annual reporting periods beginning on or after 1 April 2024:

- Insurance contracts - Ind AS 117; and
- Lease Liability in Sale and Leaseback - Amendments to Ind AS 116

These amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

2.6 Standards issued but not yet effective:

Companies are required to explain if there are any accounting standards which are issued but not yet effective and are expected to have a material impact on the company. As on the date, MCA has not issued any standards/ amendments to accounting standards which are effective from 1 April 2025.



Next Tree Products Private Limited

CIN - U74999MH2017PTC292162

Notes to the financial statements for the year ended March 31, 2025

(All amounts in Rs Lakhs ; unless otherwise stated)

Note : 3

PROPERTY, PLANT AND EQUIPMENT

Particulars	Office equipment	Electrical Equipment	Total
[A] Cost			
As at April 1, 2023	0.23	0.37	0.60
Additions	-	-	-
Disposals	-	-	-
As at March 31, 2024	0.23	0.37	0.60
Additions	-	-	-
Disposals	(0.23)	(0.37)	(0.60)
As at March 31, 2025	-	-	-
[B] Accumulated depreciation			
As at April 1, 2023	0.11	0.21	0.32
Depreciation for the period	0.09	0.11	0.20
As at March 31, 2024	0.20	0.32	0.52
Depreciation for the period	0.02	0.05	0.07
Disposals	(0.22)	(0.37)	(0.59)
As at March 31, 2025	-	-	-
Net carrying value as at: [A-B]			
As at March 31, 2024	0.03	0.05	0.06
As at March 31, 2025	-	-	-

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Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in Rs Lakhs ; unless otherwise stated)

NOTE: 4

NON CURRENT FINANCIAL ASSETS

Particulars	As on March 31, 2025	As on March 31, 2024
Security deposits - Unsecured, considered good	1.16	1.00
Total	1.16	1.00

NOTE: 5

NON-CURRENT TAX ASSETS

Particulars	As on March 31, 2025	As on March 31, 2024
Income tax assets (Net)	4.94	45.43
Total	4.94	45.43

NOTE: 6

INVENTORIES

Particulars	As on March 31, 2025	As on March 31, 2024
<i>At lower of cost and net realisable value</i>		
Stock-in-trade	92.75	22.01
Total	92.75	22.01

NOTE: 7

TRADE RECEIVABLES

Particulars	As at March 31, 2025	As at March 31, 2024
Trade receivables	0.04	2.45
Trade receivables - credit impaired	36.28	36.28
	36.32	38.73
Less: Loss allowance	(36.28)	(36.28)
Total	0.04	2.45

Particulars	Outstanding as on March 31, 2025 (for following periods from due date of payment)						
	Not due	0 - 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables – considered good	-	0.04	-	-	-	-	0.04
(ii) Undisputed - Credit Impaired	-	-	-	-	36.28	-	36.28
Total	-	0.04	-	-	36.28	-	36.32
Less: Provision for bad and doubtful debts	-	-	-	-	(36.28)	-	(36.28)
Total	-	0.04	-	-	-	-	0.04

Particulars	Outstanding as on March 31, 2024 (for following periods from due date of payment)						
	Not due	0 - 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables – considered good	-	2.45	-	-	-	-	2.45
(ii) Undisputed - Credit Impaired	-	-	-	36.28	-	-	36.28
Total	-	2.45	-	36.28	-	-	38.73
Less: Provision for bad and doubtful debts	-	-	-	(36.28)	-	-	(36.28)
Total	-	2.45	-	-	-	-	2.45

There are no non-current trade receivables as on March 31, 2025 (March 31, 2024 : Nil).



Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in Rs Lakhs ; unless otherwise stated)

NOTE: 8
CASH AND CASH EQUIVALENTS

Particulars	As at March 31, 2025	As at March 31, 2024
Balances with banks:		
-On Current accounts	6.62	103.31
Cash on hand	0.15	-
Total	6.77	103.31

NOTE: 9
CURRENT OTHER FINANCIAL ASSETS

Particulars	As at March 31, 2025	As at March 31, 2024
Advances to employees	0.78	0.79
Total	0.78	0.79

NOTE: 10
OTHER CURRENT ASSETS

Particulars	As at March 31, 2025	As at March 31, 2024
Capital advances		
Balances with government authorities (other than income tax)	97.52	37.30
Advance to suppliers	2.86	-
Prepayments	0.03	0.19
Total	100.41	37.49

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Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE: 11

EQUITY SHARE CAPITAL

a) Authorised share capital

Particulars	No. of shares	Amount
Equity shares of ₹ 10 each		
As at April 1, 2023	50,000	5.00
Increased during the year	-	-
As at March 31, 2024	50,000	5.00
Increased during the year	-	-
As at March 31, 2025	50,000	5.00

b) Issued, Subscribed and fully paid-up equity share capital

Particulars	No. of shares	Amount
Equity shares of ₹ 10 each, fully paid up		
As at April 1, 2023	10,000	1.00
Increased during the year	-	-
As at March 31, 2024	10,000	1.00
Increased during the year	-	-
As at March 31, 2025	10,000	1.00

c) Terms/rights attached to equity shares

The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all the preferential amount, in the proportion of the number of equity shares held by each share holders.

d) Details of shareholders holding more than 5% shares in the Company

Name of the shareholder	As at March 31, 2025		As at March 31, 2024	
	No. of shares held	% of paid-up share capital	No. of shares held	% of paid-up share capital
Equity shares of Rs 10 each, fully paid				
Bewakoof Brands Private Limited	10,000	100%	10,000	100%

e) Shares held by Promoters :

Particulars	Shares held by Promoters as at March 31, 2025		Shares held by Promoters as at March 31, 2024	
	No. of Shares	% of total shares	No. of Shares	% of total shares
Promoter name				
Bewakoof Brands Private Limited	10,000	100%	10,000	100%
Total	10,000	100%	10,000	100%

f) Details of shares held by holding company

Name of the shareholder	As at March 31, 2025		As at March 31, 2024	
	No. of shares held	Amount	No. of shares held	Amount
Bewakoof Brands Private Limited	10,000	1.00	10,000	1.00

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NOTE: 12
OTHER EQUITY

Particulars	As on March 31, 2025	As on March 31, 2024
Reserves and surplus		
Retained earnings		
As at the beginning of the year	(615.31)	(339.96)
(Loss) for the year	(132.51)	(275.35)
As at the end of the year	<u>(747.82)</u>	<u>(615.31)</u>

Note : 13
TRADE PAYABLES

Particulars	As at March 31, 2025	As at March 31, 2024
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises*	952.35	824.52
Total	<u>952.35</u>	<u>824.52</u>

There are no non-current trade payables as on March 31, 2025 (March 31, 2024: Nil).

The amount due to Micro, small and medium enterprise as per the "Micro, small and medium Enterprise Development Act, 2006" (MSMED) has been determined to the extent such parties have been identified on the basis of information available with the company. The disclosure relating to micro, small and medium enterprises ('MSME') are not given as there is no amount due to such parties on the reporting dates.

The above disclosures are provided by the Company based on the information available with the Company in respect of the registration status of its vendors/suppliers.

- (a) Trade payables are non-interest bearing and are generally settled up to 60 days
(b) For explanations on the Company's credit risk management processes, refer to Note 31.
(c) Trade payables (outstanding for following periods from the date of transaction) ageing schedule:

Ageing of Trade Payables:

Particulars	Outstanding as on March 31, 2025 (for following periods from due date of payment)					
	Not due (including unbilled)	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	62.34	890.01	-	-	-	952.35
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-	-

Ageing of Trade Payables:

Particulars	Outstanding as on March 31, 2024 (for following periods from due date of payment)					
	Not due (including unbilled)	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	41.63	782.89	-	-	-	824.52
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-	-



Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE: 14
CURRENT FINANCIAL LIABILITIES - OTHERS

Particulars	As at March 31, 2025	As at March 31, 2024
Employee benefits payable	0.19	0.10
Total	0.19	0.10

NOTE: 15
OTHER CURRENT LIABILITIES

Particulars	As at March 31, 2025	As at March 31, 2024
Statutory dues (other than income-tax)	1.01	1.42
Advance received from customer	0.12	0.80
Total	1.13	2.23

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Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE: 16

REVENUE FROM OPERATIONS

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Disaggregation of revenue		
Sale of products	59.48	105.27
Total revenue from sale of products	59.48	105.27
Sale of Services		
- Income From Other Services	296.64	-
- Commission and service income	48.68	852.82
	404.80	958.09
Other operating revenues		
Process waste sale	4.09	-
Revenue from contract with customers	408.89	958.09

(a) Contract balances:

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Contract assets		
Trade receivables	0.04	2.45
Contract liabilities		
Advance received from customers	0.12	-

(b) Timing of revenue recognition

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Goods transferred at a point in time	63.58	105.27
Services transferred at a point in time	345.32	852.82
Revenue from contract with customers	408.90	958.09

(c) Reconciling the amount of revenue recognised in the statement of profit and loss with the contracted price

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Revenue as per contracted price	408.90	958.09
Revenue from contract with customers	408.90	958.09

(d) Performance obligations and remaining performance obligations:

The remaining performance obligation disclosure provides the aggregate amount of the transaction price yet to be recognized as at the end of the reporting period and an explanation as to when the Company expects to recognize these amounts in revenue. Applying the practical expedient as given in Ind AS 115, the Company has not disclosed the remaining performance obligation related disclosures for contracts that have original expected duration of one year or lesser.

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Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in Rs Lakhs ; unless otherwise stated)

NOTE: 17
OTHER INCOME

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Interest income on income tax refund	2.60	0.93
Total	2.60	0.93

NOTE: 18
PURCHASE OF STOCK IN TRADE

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Purchase of stock in trade	226.24	160.94
Total	226.24	160.94

NOTE: 19
CHANGES IN INVENTORIES OF STOCK-IN-TRADE

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Opening stock-in-trade	22.01	235.32
Less : Closing stock-in-trade	(92.75)	(22.01)
Net (Increase) / Decrease	(70.74)	213.31

NOTE: 20
EMPLOYEE BENEFITS EXPENSE

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Salaries, wages and bonus	6.52	6.50
Staff welfare expenses	0.32	0.42
Total	6.84	6.92

NOTE: 21
DEPRECIATION AND AMORTISATION EXPENSE

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Depreciation on property, plant and equipment	0.07	0.20
Amortisation on intangible assets	-	1.74
Total	0.07	1.94

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Next Tree Products Private Limited

Notes to the financial statements for the year ended March 31, 2025

(All amounts in Rs Lakhs ; unless otherwise stated)

NOTE: 22

OTHER EXPENSES

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Electricity Charges	0.61	1.09
Repairs and maintenance - Buildings	1.44	-
Repairs and maintenance - Plant and machinery	1.47	0.02
Insurance	0.28	0.28
Commission To Selling Agents	88.26	195.76
Advertisement And Sales Promotion	-	24.62
Transportation And Handling Charges	159.00	353.35
Payment gateway charges	0.11	-
Royalty Expenses	88.26	195.76
Contract labour expenses	4.40	15.97
Printing And Stationery	0.01	0.02
Communication Expenses	0.36	0.30
Audit Fees*	1.10	0.76
Rates And Taxes	0.17	0.15
Legal and Professional expenses	5.38	0.71
Rent expenses	27.85	22.71
Allowances for bad and doubtful debts	-	36.28
Housekeeping and security charges	1.83	2.93
Miscellaneous Expenses	1.06	0.55
Total	381.59	851.26

* Payment to auditor

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Payment to statutory auditor:		
Statutory audit fees	1.10	0.76
Total	1.10	0.76

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Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE: 23

INCOME TAX EXPENSE

The major components of income tax (income)/ expense are:

Standalone Statement of Profit and Loss:
Profit or loss section

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Current income tax		
Current income tax charge	-	-
Adjustments in respect of current income tax of previous period		
(A)	-	-
Deferred tax		
Relating to origination and reversal of temporary differences	-	-
MAT credit (entitlement)/ write-off		
(B)	-	-
Total	(A+B)	

Reconciliation of tax (income)/ expense and the accounting profit/ (loss) multiplied by India's domestic tax rate

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Accounting Loss before income tax	(132.51)	(275.35)
Tax expense/(credit) at India's statutory income tax rate of 25.17% (March 31, 2024: 25.17%)	25.17%	25.17%
Current income tax charge (Minimum alternate tax)	(33.35)	(69.30)
Deferred tax expense/ (credit) (Refer Note - 6)		
Relating to origination and reversal of temporary differences	33.35	69.30
Total	-	-

Deferred tax relates to the following:

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Deferred Tax Asset		
Brought forward losses and unabsorbed depreciation	175.55	142.18
Property, plant and equipment and Intangible Assets: Impact of difference between tax depreciation allowed under the Income Tax Act and depreciation/amortisation charged for financial reporting	-	2.67
	175.55	144.85
Provision on bad and doubtful debts	-	9.13
	175.55	153.98
Less: Deferred tax not recognised (Refer note (i) below)	(175.55)	(153.98)
Net deferred tax Asset	-	-



Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE: 24
EARNINGS PER SHARE (EPS)

Basic EPS amounts are calculated by dividing the profit/(loss) for the period attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the period.

Diluted EPS amounts are calculated by dividing the profit/(loss) attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the period plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity share.

The following reflects the profit/(loss) and equity share data used in the basic and diluted EPS computations:

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
Earnings Per Share (EPS) is calculated as under:		
Profit / (Loss) as per the Statement of Profit and Loss	(A)	(275.35)
Profit / (Loss) for calculation of EPS	(A)	(275.35)
Weighted average number of equity shares for calculation of Basic EPS	(B)	10,000
Basic EPS (₹)	(A/B)	(2,753.52)
Weighted average number of equity shares outstanding*		10,000
Weighted average number of equity shares for calculation of Diluted EPS		10,000
Diluted EPS (₹)	(C)	(2,753.52)
Nominal value of shares (₹)		10.00

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Next Tree Products Private Limited

Notes to the financial statements for the year ended March 31, 2025

(All amounts in Rs Lakhs ; unless otherwise stated)

NOTE: 25

SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. Estimates and assumptions are reviewed on periodic basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised.

The key assumptions concerning the future and other key sources of estimation, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities, within the next financial year, are described below. The Company's assumptions and estimates are based on parameters available at the time of preparation of financial statements. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

(a) Revenue recognition

Revenue from contracts with customers is recognised upon transfer of control of promised goods/ services to customers at an amount that reflects the consideration to which the Company expect to be entitled for those goods/ services.

To recognize revenues, the Company applies the following five-step approach:

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognise revenues when a performance obligation is satisfied.

Revenue from sale of products

Revenue is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts and volume rebates, taking into account contractually defined terms of payment excluding taxes or duties collected on behalf of the government.

Goods and Service Tax (GST) is not received by the Company in its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue.

(b) Going concern

The management has performed an assessment of the Company's ability to continue as a going concern. Based on the assessment, the management believes that there is no material uncertainty with respect to any events or conditions that may cast a significant doubt on the entity to continue as a going concern, hence the financial statements have been prepared on a going concern basis.

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Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE - 26
RELATED PARTY TRANSACTIONS

Names of related parties and related party relationship with whom transactions have taken place:

Holding Company
Bewakoof Brands Private Limited
Ultimate Holding Company
Aditya Birla Fashion Retail Limited

Key Management Personnel ("KMP")

Directors

Mr. Prashanth Aluru - Nominee Director with effect from February 15, 2023
Mr. Manish Singhai - Director (15th February 2023 - 12th April 2024)
Mr. Prashant Sharma - Nominee Director (from 12th April 2024)
Mr. Prabhkirandeep Singh - Director

Transactions with related parties

Transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended March 31, 2025, the Company has not recorded any impairment of receivables relating to amounts owed by related parties (March 31, 2024 : Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

Nature of Transactions	For period ended March 31, 2025		
	Holding Company	Subsidiaries	KMP
Sale of product	0.23	-	-
Purchase of goods	137.21	-	-
Reimbursement of expenses paid	10.64	-	-
Logistic Fees	158.87	-	-
Commission	88.26	-	-
Royalty	88.26	-	-

Nature of Transactions	For period ended March 31, 2024		
	Holding Company	Subsidiaries	KMP
Sale of product	8.27	-	-
Purchase of goods	55.22	-	-
Reimbursement of expenses paid to	12.08	-	-
Utilization of Services	743.88	-	-

Balances outstanding

Particulars	As at March 31, 2025		
	Holding Company	Subsidiaries	KMP
Trade Payables	729.48	-	-
Equity investment	1.00	-	-

Balances outstanding

Particulars	As at March 31, 2024		
	Holding Company	Subsidiaries	KMP
Trade Payables	643.00	-	-

Note : 27

Segment information

The Company operates in a single business segment i.e. apparels and Lifestyle accessories and single geographic location having activities with in India, hence disclosure of segment information as per Ind AS 108 - operating segments is not applicable

Note : 28

Commitments

The Company has no commitments as at March 31, 2025 (March 31, 2024: Nil)

Note : 29

Contingent liabilities

The Company has no contingent liabilities as at March 31, 2025 (March 31, 2024: Nil)



Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE - 30

FINANCIAL INSTRUMENTS: ACCOUNTING CLASSIFICATION FAIR VALUE MEASUREMENT

A. Accounting classification and fair values

The carrying value and fair value of financial instruments by categories as at March 31, 2025 are as follows:

As at March 31, 2025

	FVTPL	FVTOCI	Amortised cost	Total carrying value	Total fair value	Fair value		
						Level 1	Level 2	Level 3
Financial assets								
Security deposits	-	-	1.16	1.16	1.16	-	-	-
Trade receivables	-	-	0.05	0.05	0.05	-	-	-
Cash and cash equivalents	-	-	6.77	6.77	6.77	-	-	-
Total			7.98	7.98	7.98			
Financial liabilities								
Trade Payables	-	-	952.35	952.35	952.35	-	-	-
Other financial liabilities	-	-	0.19	0.19	0.19	-	-	-
Total			952.54	952.54	952.54			

The carrying value and fair value of financial instruments by categories as at March 31, 2024 are as follows:

As at March 31, 2024

	FVTPL	FVTOCI	Amortised cost	Total carrying value	Total fair value	Fair value		
						Level 1	Level 2	Level 3
Financial assets								
Trade receivables	-	-	2.45	2.45	2.45	-	-	-
Cash and cash equivalents	-	-	103.31	103.31	103.31	-	-	-
Other financial assets	-	-	1.79	1.79	1.79	-	-	-
Total			107.55	107.55	107.55			
Financial liabilities								
Trade payables	-	-	824.52	824.52	824.52	-	-	-
Other financial liabilities	-	-	0.10	0.10	0.10	-	-	-
Total			824.62	824.62	824.62			

The management assessed that cash and cash equivalent, trade receivables, trade payables, other financial assets-others (current), and other financial liability (current) approximates their fair value largely due to short-term maturities of these instruments.

The fair value of remaining financial instruments are determined on transaction date based on discounted cash flows calculated using lending/ borrowing rate. Subsequently, these are carried at amortized cost. There is no significant change in fair value of such liabilities and assets.

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Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE - 31

Financial risk management

B. Risk management objectives and policies

The Company's principal financial liabilities, comprise of trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade and other receivables and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk The analyses exclude the impact of movements in market variables on the carrying values of gratuity and other post-retirement obligations and provisions.

i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As the company does not have any floating interest rate borrowings or deposits, it is not exposed to interest rate risk

ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exchange risk arises from its foreign currency assets and liabilities. The Company's exposure to the risk of changes in foreign exchange rates arises on account of purchases from foreign countries and export sales. The Company has not taken any derivative instrument during the year and there is no derivative instrument outstanding as at the year end.

b) Credit risk

Credit risk is the risk that counter party will not meet its obligations under a financial instruments or customer contract leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its investing activities (primarily deposits with banks).

The Company monitors the exposure to credit risk on an ongoing basis through ageing analysis and historical collection experience. Outstanding customer receivables are regularly monitored by the senior management.

Accordingly the Company considers the credit risk low.

The maximum credit risks is represented by the total carrying amount of these financial assets in the Balance Sheet. The Company is exposed to credit risk from its operating activities (primarily trade receivables and security deposits).

i) Trade receivables

Customer credit risk is managed by the Company subject to the Company's established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly monitored. To manage this, the company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of trade receivable. The Company creates allowance for all trade receivables based on lifetime expected credit loss model (ECL). The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The Company does not hold collateral as security.

The following table summarises the change in the loss allowance measured using ECL.

Particulars	As at	As at
	March 31, 2025	March 31, 2024
Opening balance	36.28	-
Allowance made during the year (net)	-	36.28
Closing balance	36.28	36.28

ii) Other financial assets

Other financial assets includes security deposits and deposits with banks. Cash and cash equivalents and interest receivable are placed with a reputable financial institution with high credit ratings and no history of default.



Next Tree Products Private Limited

Notes to the financial statements for the year ended March 31, 2025

(All amounts in ₹ Lakhs; unless otherwise stated)

c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting financial obligations due to shortage of funds. The Company's financing activities are managed centrally by maintaining an adequate level of cash and cash equivalents to finance the Company's operations. Typically the Company ensures that it has sufficient cash on demand to meet expected short term operational expenses. The Company manages its surplus funds centrally by placing them with reputable financial institution with high credit rating and no history of default.

The table below summarises the maturity profile of the Company's financial liabilities at the reporting date. The amounts are based on contractual undiscounted payments.

As at March 31, 2025

Particulars	₹ in Lakhs			
	Less than 1 years	1 to 5 years	More than 5 years	Total
Trade payables	952.35			
Other financial liabilities	0.19			
Total	952.54	-	-	-

As at March 31, 2024

Particulars	₹ in Lakhs			
	Less than 1 years	1 to 5 years	More than 5 years	Total
Trade payables	824.52			824.52
Other financial liabilities	0.10	-	-	0.10
Total	824.61	-	-	824.61

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Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE - 32
CAPITAL MANAGEMENT

The Company's objective, when managing capital is to ensure the going concern operation and to maintain an efficient capital structure to reduce the cost of capital, support the corporate strategy and meet shareholder's expectations. The policy of the Company is to borrow funds through banks/ financial institutions supported by committed borrowing facilities to meet anticipated funding requirements. The Company manages its capital structure and makes adjustments in the light of changes in economic conditions and the requirement of financial markets.

The capital structure is governed by policies approved by the Board of Directors, and is monitored by various metrics. Funding requirements are reviewed periodically with any debt issuances.

The following table summarises the capital of the Company (debts excludes lease liabilities):

Particulars	As at March 31, 2025	As at March 31, 2024
Equity	(746.82)	(614.31)

NOTE - 33
RATIO DISCLOSURES

	As at March 31, 2025	As at March 31, 2024	Difference	Reason for variance exceeding 25% as compared to the preceding period
Current ratio (times) ¹	0.21	0.20	5% NA	
Debt equity ratio (times) ² #	NA	NA	NA NA	
Debt service coverage ratio	NA	NA	NA NA	
Return On Equity (%) ⁴	19%	58%	-66%	Significant decrease in loss during the year leads to improvement in ratio.
Inventory turnover (times) ⁵	1.04	0.83	25%	Increase in inventory during the year leading to improvement in ratio.
Trade Payables turnover	0.25	0.21	22% NA	
Net capital turnover (times) ⁸	(0.54)	(1.45)	-63%	Decrease in revenue during the year
Net profit margin (%) ⁹	-32%	-29%	13% NA	
Return On Average Capital Employed (%) ¹⁰	18%	45%	-60%	Loss has decreased during the year and capital employed has increased.
Trade Receivable Turnover Ratio	328.21	49.48	563%	Trade receivables have significantly decreased leads to higher turnover ratio.

Ratios have been computed as follows:

1. Current ratio = Current Assets / Current Liabilities (excluding Lease Liabilities accounted as per Ind AS 116)

2. Debt equity ratio = Debt / Equity

Debt = Borrowings (excluding Lease Liabilities accounted as per Ind AS 116) - Cash and Bank Balance (includes fixed deposits) - Liquid Investments

Equity = Equity share capital + Other equity (excluding Ind AS 116)

3. Debt service coverage ratio = Earnings before interest* and tax / [Finance cost* + Principal repayment of non-current borrowings (netted off to the extent of non-current borrowings availed during the same period for the repayments)]

4. Return on equity ratio = Profit after tax / Average of opening and closing Net Worth

5. Inventory turnover = Revenue from Operations for the year / Average of opening and closing Inventories

6. Trade payables turnover = Total Purchases / Average of opening and closing Trade Payables

7. Net capital turnover = Revenue from Operations for the year / Average of opening and closing Working Capital

8. Net profit margin = Profit After Tax / Revenue from Operations

9. Return on Average Capital Employed = Earnings before interest and tax / Average of opening and closing Capital

10. Trade Receivable Turnover ratio = Revenue from Operations for the year / Average of opening and closing of Trade receivables

* Finance cost/ interest comprises of Interest expense on borrowings and excludes interest expense on lease liabilities and interest charge on fair value of financial instruments.

The Company does not have any borrowings as at March 31, 2024, hence debt equity ratio and debt service coverage ratio is not applicable.



Next Tree Products Private Limited
Notes to the financial statements for the year ended March 31, 2025
(All amounts in ₹ Lakhs; unless otherwise stated)

NOTE - 34

Other statutory information

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company has no transactions with the struck off Companies.
- (iii) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (iv) The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- (v) The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.
- (vi) The Company does not have any charges or satisfaction which is yet to be registered with the Registrar of Companies ("ROC") beyond the statutory period.
- (vii) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (viii) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries)
- (b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries
- (ix) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (x) The Company has not entered into any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the period in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- (xi) The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.
- (xii) Title deeds of all immovable properties are held in the name of the Company.
- (xiii) The Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken.
- 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 and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

As per our report of even date

FOR VISHAL B SRIVASTAVA & ASSOCIATES

Chartered Accountants
ICAI Firm Registration No. 130036W

VISHAL B SRIVASTAVA
Proprietor
Membership No.: 128405
Place: Mumbai
Date : 09 May 2025



**For and on behalf of the Board of Directors of
Next Tree Products Private Limited**

CIN : U74999MH2017PTC292162

Prabhkirandeep Singh
Director
(DIN: 03579034)
Place: Bengaluru
Date : 09 May 2025

Prashant Sharma
Director
(DIN: 10478931)
Place: Bengaluru
Date : 09 May 2025

