

**Purple Panda Fashions Limited**  
(Formerly known as Purple Panda Fashions Private Limited)

**Financial Statements**  
**2023-24**

## **INDEPENDENT AUDITORS' REPORT**

### **To The Members of Purple Panda Fashions Limited (Formerly known as Purple Panda Fashions Private Limited) Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the accompanying financial statements of **Purple Panda Fashions Limited (Formerly known as Purple Panda Fashions Private Limited)** ("the Company"), which comprise the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 Indian Accounting Standards prescribed under section 133 of the Act ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and its loss, total comprehensive loss, its cash flows and the changes in equity 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 specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board of Directors 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 during the course of our 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 including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibility 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 financial controls 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 with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 standalone 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.

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 financial controls 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.

## Report on Other Legal and Regulatory Requirements

1. 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 as far as it appears from our examination of those books except for the matters stated in the paragraph (i)(vi) below on reporting under Rule 11(g).
- c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
- e. On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.
- f. The modification relating to the maintenance of accounts and other matters connected therewith, is as stated in the paragraph (b) above.
- g. With respect to the adequacy of the internal financial controls with reference to financial statement of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended,

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- i. 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer note 27 to the Ind AS financial statements.
  - 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 which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 

(b) The Management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the financial statements, 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 directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures performed that have been 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 (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement
- v. The Company has not declared or paid any dividend during the year and has not proposed final dividend for the year.
- vi. Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account for the year ended March 31, 2024 which have a feature of recording audit trail (edit log) facility and the same has operated for all relevant transactions recorded in the software from May 14, 2023 for one software, till which time from April 1, 2023, such facility was not available in the earlier version of the software used.

Further, during the course of our audit, we did not come across any instance of the audit trail feature being tampered with, in respect of the accounting software for the period for which the audit trail feature was operating.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Registration No.117366W/W100018)

**Vishal L. Parekh**  
Partner  
Membership No. 113918  
UDIN: 24113918BKEQGP4348

Mumbai, dated: April 18, 2024

## **ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT**

**(Referred to in paragraph 1(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

**Report on the Internal Financial Controls with reference to Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to financial statements of **Purple Panda Fashions Limited (Formerly known as Purple Panda Fashions Private Limited)** ("the Company") as of March 31, 2024 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls with reference to financial statements (the 'Guidance Note') issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to financial statements.



**Meaning of Internal Financial Controls with reference to financial statements**

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls with reference to financial statements**

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on the criteria for internal financial control with reference to financial statements established by the Company considering the essential components of internal control stated in the Guidance Note.

For **Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Registration No.117366W/W100018)

**Vishal L. Parekh**  
Partner  
Membership No. 113918  
UDIN: 24113918BKEQGP4348

Mumbai, dated: April 18, 2024

## **ANNEXURE B" TO THE INDEPENDENT AUDITORS' REPORT**

### **(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

In terms of the information and explanations sought by us and given by the Company, and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we state that -

- (i)(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, Intangible Asset Under Development and relevant details of Right-of-Use Asset).
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (i)(b) Some of the items of Property, Plant and Equipment, were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all Property, Plant and Equipment at reasonable intervals having regard to the size of the Company and the nature of its activities. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (i)(c) The Company does not have any immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company), and hence reporting under clause 3(i)(c) of the Order is not applicable.
- (i)(d) The Company has not revalued any of its Property, Plant and Equipment (including Right of use assets) and intangible assets during the year.
- (i)(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder and hence reporting under clause 3(i)(e) of the Order is not applicable.
- (ii)(a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion and based on information and explanation given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with the books of account.
- (ii)(b) At any point of time of the year, the Company has not been sanctioned any working capital facility from banks or financial institutions on the basis of security of current assets, and hence reporting under clause 3(ii)(b) of the Order is not applicable.

- (iii) During the year, the Company has made investments in mutual funds (other parties). The Company has not provided any guarantee or security and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year, and hence reporting under clause (a), (c), (d), (e) and (f) of paragraph 3 of the Order is not applicable.

The investments made during the year are, in our opinion, prima facie, not prejudicial to the Company's interest.

- (iv) According to information and explanation given to us, the Company has not granted loans, made investments or provided guarantees or securities that are covered under section 185 and 186 of the Companies Act, 2013 and hence reporting under clause 3(iv) of the Order is not applicable.

- (v) The Company has not accepted any deposit during the year nor has any unclaimed deposits within the meaning of Sections 73 to 76 or any other relevant provisions of the Act. Hence reporting under clause 3(v) of the Order is not applicable to the Company.

- (vi) Having regard to the nature of the Company's business/ activities, reporting under Clause 3(vi) of the Order is not applicable.

- (vii)(a) In respect of statutory dues:

Undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income-tax, duty of Customs, cess and other material statutory dues applicable to the Company have been regularly deposited by it with the appropriate authorities in all cases during the year.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income-tax, duty of Custom, cess and other material statutory dues in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.

- (vii)(b) There are no cases of non-deposit with the appropriate authorities of disputed dues of Goods and Services Tax and Customs Duty. Details of dues of Income Tax which have not been deposited as on March 31, 2024 on account of disputes are given below:

Name of statute	Nature of dues	Forum where Dispute is pending	Period to which the amount relates	Amount (in Rs.)
Income Tax Act, 1961	Income Tax	Commissioner of Income Tax (Appeals)	F Y 2016-17	56,093,963

Name of statute	Nature of dues	Forum where Dispute is pending	Period to which the amount relates	Amount (in Rs.)
Income Tax Act, 1961	Income Tax	Commissioner of Income Tax (Appeals)	F Y 2017-18	977,471

- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- (ix)(a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause (ix)(a) of the Order is not applicable to the Company.
- (ix)(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (ix)(c) The Company has not taken any term loan during the year hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (ix)(d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, *prima facie*, not been used during the year for long-term purposes by the Company.
- (ix)(e) The Company did not have subsidiary or Joint Venture or associates and hence, reporting under clause 3(ix)(e) is not applicable.
- (ix)(f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- (x)(a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (x)(b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- (xi)(a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

- (xi)(b) To the best of our knowledge, no report under sub-section (12) of Section 143 of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (xi)(c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
- (xiii) The Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv)(a) In our opinion, the Company has an internal audit system commensurate with the size and the nature of its business.
- (xiv)(b) We have considered, the internal audit reports issued during the year and till the date of the audit report covering period upto March 31, 2024.
- (xv) During the year the Company has not entered into any non-cash transactions with any of its directors, or directors of its holding company, subsidiary company or persons connected with such directors and hence provisions of Section 192 of the Act are not applicable to the Company.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and hence reporting under clauses 3(xvi)(a), (b), and (c) of the Order is not applicable.
- The Group does not have any Core Investment Company (CIC) as part of the Group as per the definition of Group contained in the Core Investment Companies (Reserve Bank) Directions, 2016 and hence the reporting under clause (xvi)(d) of the Order is not applicable.
- (xvii) The Company has incurred cash losses amounting to Rs. 14.46 crores during the financial year covered by our audit and Rs. 71.20 crores in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.

- (xix) 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 and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that 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 up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The Company is not required to spend any amount towards Corporate Social Responsibility (CSR). Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

For **Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Registration No.117366W/W100018)

**Vishal L. Parekh**  
Partner  
Membership No. 113918  
UDIN: 24113918BKEQGP4348

Mumbai, dated: April 18, 2024

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**  
**Balance Sheet as at 31st March, 2024**

₹ in crore

	Notes	As at 31st March, 2024	As at 31st March, 2023
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment	1	71.98	75.49
Other Intangible Assets	1	8.33	0.75
Intangible Assets Under Development	1	12.59	6.61
Financial Assets			
Other Financial Assets	2	2.55	2.43
Deferred Tax Assets (Net)	3	-	-
Other Non- Current Assets	4	10.18	1.55
<b>Total Non-Current Assets</b>		<b>105.63</b>	<b>86.83</b>
<b>Current Assets</b>			
Inventories	5	70.59	104.56
Financial Assets			
Investments	6	8.85	10.24
Trade Receivables	7	88.26	21.50
Cash and Cash Equivalents	8	1.31	1.42
Other Financial Assets	9	1.92	80.01
Other Current Assets	10	59.76	65.53
<b>Total Current Assets</b>		<b>230.69</b>	<b>283.26</b>
<b>Total Assets</b>		<b>336.32</b>	<b>370.09</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Equity Share Capital	11	0.25	0.25
Other Equity	12	221.65	196.00
		<b>221.90</b>	<b>196.25</b>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
Financial Liabilities			
Lease Liabilities		53.74	56.30
Provisions	13	3.43	1.73
<b>Total Non-Current Liabilities</b>		<b>57.17</b>	<b>58.03</b>
<b>Current Liabilities</b>			
Financial Liabilities			
Lease Liabilities		8.46	7.46
Trade Payables	14		
Micro and Small Enterprises		1.69	23.60
Other than Micro and Small Enterprises		40.24	78.56
Other Financial Liabilities	15	0.93	1.29
Other Current Liabilities	16	5.65	4.37
Provisions	17	0.28	0.53
<b>Total Current Liabilities</b>		<b>57.25</b>	<b>115.81</b>
<b>Total Liabilities</b>		<b>114.42</b>	<b>173.84</b>
<b>Total Equity and Liabilities</b>		<b>336.32</b>	<b>370.09</b>

Material Accounting Policies

B

See accompanying notes to the financial statements 1 to 35

**Purple Panda Fashions Limited**

**(Formerly known as Purple Panda Fashions Private Limited)**

As per our Report of even date

For and on behalf of the Board

**Deloitte Haskins & Sells LLP**

Chartered Accountants

(Firm's Registration No. 117366W/W-100018)

**Akhilesh Prasad**

Director

DIN: 01757265

**Vishal L. Parekh**

Partner

M No.: 113918

**Neha**

Whole Time Director

DIN: 06380757

**Shiv Kumar Bhardwaj**

Director

DIN: 00001584

**Krishnan Sudarshan**

Director

DIN: 01029826

Date: April 18, 2024



**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**  
**Statement of Profit and Loss for the year ended 31st March, 2024**

₹ in crore

	Notes	2023-24	2022-23
<b>Income</b>			
Value of Sales		258.87	226.53
Income from Services		20.37	94.40
<b>Value of Sales &amp; Services (Revenue)</b>		279.24	320.93
Less: GST Recovered		17.76	29.22
<b>Revenue from Operations</b>	<b>18</b>	<b>261.48</b>	<b>291.71</b>
Other Income	<b>19</b>	1.45	3.80
<b>Total Income</b>		<b>262.93</b>	<b>295.51</b>
<b>Expenses</b>			
Cost of Materials Consumed	<b>20</b>	83.24	160.25
Changes in Inventories of Finished Goods, Work-in- Progress and Stock-in-Trade	<b>21</b>	33.35	(59.90)
Employee Benefits Expense	<b>22</b>	28.12	48.99
Finance Costs	<b>23</b>	6.01	5.19
Depreciation and Amortisation Expenses	<b>1</b>	13.82	8.75
Other Expenses	<b>24</b>	126.92	213.16
<b>Total Expenses</b>		<b>291.46</b>	<b>376.44</b>
<b>Loss Before Tax</b>		<b>(28.53)</b>	<b>(80.93)</b>
<b>Tax Expenses:</b>			
Current Tax	<b>25</b>	-	-
Deferred Tax	<b>25</b>	-	-
<b>Loss for the year</b>		<b>(28.53)</b>	<b>(80.93)</b>
<b>Other Comprehensive Income (OCI)</b>			
(i) Items that will not be reclassified to Profit or Loss	<b>19.1</b>	<b>0.49</b>	<b>(0.48)</b>
<b>Total Other Comprehensive Income for the year</b>		<b>0.49</b>	<b>(0.48)</b>
<b>Total Comprehensive (Loss) for the year</b>		<b>(28.04)</b>	<b>(81.41)</b>
<b>Earnings per Equity share of face value of ₹10 each</b>			
A. Basic EPS	<b>26</b>	<b>(1,120.98)</b>	<b>(3,179.84)</b>
B. Diluted EPS		<b>(1,120.98)</b>	<b>(3,179.84)</b>

Material Accounting Policies

**B**

See accompanying notes to the financial statements

**1 to 35**

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**  
As per our Report of even date

For and on behalf of the Board

**Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

**Akhilesh Prasad**  
Director  
DIN: 01757265

**Vishal L. Parekh**  
Partner  
M No.: 113918

**Neha**  
Whole Time Director  
DIN: 06380757

**Shiv Kumar Bhardwaj**  
Director  
DIN: 00001584

Date: April 18, 2024

**Krishnan Sudarshan**  
Director  
DIN: 01029826

Purple Panda Fashions Limited  
(Formerly known as Purple Panda Fashions Private Limited)  
Statement of Changes in Equity for the year ended March 31, 2024

## A. Equity Share Capital

₹ in crore

Particulars	No. of Shares	Amount
Balance as at April 01, 2022	2,54,510	0.25
Changes during the year	-	-
Balance as at March 31, 2023	2,54,510	0.25
Changes during the year	-	-
Balance as at March 31, 2024	2,54,510	0.25

## B. Other Equity

₹ in crore

Particulars	Reserve and Surplus					Items of Other Comprehensive Income	Total
	Zero coupon optionally fully convertible debentures (OFCD)	Security Premium	Share Options Outstanding Reserve	Instruments entirely Equity in Nature	Retained Earnings		
Balance as at April 01, 2022	-	95.83	3.41	-	(128.31)	(0.11)	(29.18)
Total Comprehensive Loss	-	-	-	-	(80.93)	(0.48)	(81.41)
Additions during the year	310.00	-	-	-	-	-	310.00
Movement as the options lapsed on cancellation of scheme	-	-	(3.41)	-	-	-	(3.41)
Balance as at March 31, 2023	310.00	95.83	-	-	(209.24)	(0.59)	196.00
Total Comprehensive Loss/Income	-	-	-	-	(28.53)	0.49	(28.04)
OFCD issued during the year	53.68	-	-	-	-	-	53.68
Balance as at March 31, 2024	363.68	95.83	-	-	(237.77)	(0.10)	221.65

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**

As per our Report of even date

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Director  
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**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**  
**Cash Flow Statement for the year ended 31st March, 2024**

₹ in crore

	2023-24	2022-23
<b>A: Cash Flow From Operating Activities</b>		
<b>Net Loss before Tax as per Statement of Profit and Loss</b>	<b>(28.53)</b>	(80.93)
<b>Adjusted for:</b>		
Depreciation and amortization expense	13.82	8.75
Employee share based written back	-	(3.41)
Finance Costs	6.01	5.19
Bad Debts Written off	-	0.98
Interest Income	(0.03)	-
Liabilities no longer required written back	-	(0.14)
Gain on sale of investment in mutual fund	(0.61)	(1.88)
Provision for impairment in investments	-	(0.01)
Provision for doubtful deposits	0.25	-
(Reversal) / Provision for doubtful debts	-	(1.51)
<b>Subtotal</b>	<b>19.44</b>	7.97
<b>Operating (Loss) before Working Capital Changes</b>	<b>(9.09)</b>	(72.96)
<b>Adjusted for:</b>		
(Increase) in Trade Receivables	(67.01)	(7.41)
(Increase) in Inventory	33.97	(59.68)
Decrease / (Increase) in Other Non-Current Assets	0.25	0.31
(Increase) in Other Non-Current Financial Assets	(0.13)	(1.45)
(Increase) in Other Current Financials Assets	78.09	(80.01)
(Increase) in Other Current Assets	5.77	(34.94)
Increase in Trade Payable	(60.20)	34.79
(Decrease) / Increase in Other Financial Liabilities	(0.37)	(0.03)
Increase in provisions	1.94	0.53
(Decrease) / Increase in Other Current Liabilities	1.28	(9.06)
<b>Cash (Used in) Operations</b>	(15.50)	(229.91)
Taxes Paid (Net)	(8.90)	(0.28)
<b>Net Cash (Used in) Operating Activities</b>	<b>(24.39)</b>	(230.20)
<b>B: Cash Flow From Investing Activities</b>		
Purchase of Property, Plant and Equipment and Other Intangible Assets	(17.57)	(16.62)
Movement in Investment in Mutual Fund	1.48	(10.14)
Income from Investment in Mutual Fund	0.53	1.79
Interest Income	0.03	-
<b>Net Cash Flow (used in) Investing Activities</b>	<b>(15.53)</b>	(24.97)
<b>C: Cash Flow From Financing Activities</b>		
Proceeds from Issue of Zero Coupon Optionally fully convertible debentures	53.68	310.00
Repayment of Borrowings - Long Term	-	(7.51)
Repayment of Short-Term Borrowings	-	(40.36)
Lease liability paid	(7.86)	(6.60)
Interest Paid	(6.01)	(5.19)
<b>Net Cash Flow Generated from Financing Activities</b>	<b>39.81</b>	250.34
<b>Net (Decrease)/ Increase in Cash and Cash Equivalents</b>	<b>(0.11)</b>	(4.82)
<b>Opening Balance of Cash and Cash Equivalents</b>	1.42	6.24
<b>Closing Balance of Cash and Cash Equivalents (refer note 8)</b>	<b>1.31</b>	1.42

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**

As per our Report of even date

For and on behalf of the Board

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Chartered Accountants  
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**Akhilesh Prasad**  
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Director  
DIN: 01029826

Date: April 18, 2024

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**A. CORPORATE INFORMATION**

Purple Panda Fashion Limited is a Public Company (Formerly known as Purple Panda Fashions Private Limited) ("the Company") incorporated on June 12, 2012. The Company is engaged in the business of manufacturing and selling of apparels & trading of personal care products. The Company's immediate holding Company is Reliance Retail Ventures Limited and Ultimate holding Company is Reliance Industries Limited.

**B. MATERIAL ACCOUNTING POLICIES**

**B.1 BASIS OF PRESENTATION AND PRESENTATION**

**i. Compliance with IndAS**

The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013.

**ii. Historical cost convention**

The Financial Statements have been prepared on a historical cost basis, except for the certain financial assets and liabilities that are measured at fair value at the end of each reporting period.

Company's financial statements are presented in Indian Rupees (₹), which is also its functional currency and all values are rounded to the nearest crore ( ` 00,00,000) upto decimal places except when otherwise stated.

**a) SUMMARY OF MATERIAL ACCOUNTING POLICIES**

**b) 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 realized or intended to be sold or consumed in normal operating cycle
- Held primarily for purpose of trading
- Expected to be realized within twelve months after the reporting period, or
- cash or cash equivalent 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 current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for 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

**Purple Panda Fashions Limited  
(Formerly known as Purple Panda Fashions Private Limited)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

All other liabilities are classified as non current.

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

**c) Property, plant and equipment**

Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Property, Plant and Equipment which are significant to the total cost of that item of Property, Plant and Equipment and having different useful life are accounted separately.

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. Leasehold improvements are amortized over the lower of estimated useful life or lease period.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

**d) Leases**

The Company, as a lessee, recognizes a right of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset. The cost of the right of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.



**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

For short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the lease term.

**e) Intangible Assets**

Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortization/depletion and impairment loss, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under Intangible Assets Under Development.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognized.

A summary of amortization policies applied to the Company's intangible assets to the extent of depreciable amount is, as follows:

Particular	Depreciation
Computer Software	Over a period of 6 years

**f) Cash and Cash Equivalent**

Cash comprises cash on hand, cash at Bank, short term deposits and short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**g) Inventories**

- i. Inventories of finished goods manufactured by the company are valued style-wise and at lower of cost and estimated net realizable value. Cost includes material cost on FIFO basis and appropriate share of overheads incurred in bringing them to their present location and condition. In the case of manufactured inventories and work-in progress, cost includes an appropriate share of fixed production overheads based on normal operating capacity.

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

- ii. Inventories of raw material, work in progress, accessories & consumables are valued at cost (weighted average method) or at estimated net realizable value whichever is lower. WIP cost includes appropriate portion of allocable overheads. Raw materials and other supplies held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable value.
- iii. 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

**h) Impairment of non- financial assets- property, plant and equipment and intangible assets**

The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment and intangible assets or group of assets, called cash generating units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognized in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre- tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

**i) Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**j) Employee Benefit Expenses**

**i. Short term Employee Benefits**

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**ii. Other long-term employee benefit obligations**

Other long-term employee benefits include earned leaves and sick leaves. The liabilities for earned leaves and sick leaves are not expected to be settled wholly within operating cycle i.e. twelve months after the end of the period in which the employees render the related service. They are therefore measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss. The obligations are presented as provisions in the standalone balance sheet.

**iii. Post – Employment Benefits**

Gratuity is a post-employment benefit and is in the nature of a defined benefit plan. The liability recognised in the balance sheet in respect of gratuity is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets, together with adjustments for unrecognised actuarial gains or losses and past service costs. The defined benefit obligation is determined by actuarial valuation as on the balance sheet date, using the projected unit credit method.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- (i) The date of the plan amendment or curtailment, and
- (ii) The date that the Company recognises related restructuring costs.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset.

The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- (i) Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- (ii) Net interest expense or income

- **Provident Fund Plan**

The Company makes monthly contributions at prescribed rates towards Employees' Provident Fund administered and managed by the Government of India.

- **Employee State Insurance**

The Company makes prescribed monthly contributions towards Employees' State Insurance Scheme.

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**k). Tax Expenses**

The tax expense for the period comprises current and deferred tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the comprehensive income or in equity. In which case, the tax is also recognised in other comprehensive income or equity.

**a. Current tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

**b. Deferred tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilized

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

**k) Foreign currency translation and translation**

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets, are capitalized as cost of assets. Additionally, exchange gains or losses on foreign currency borrowings taken prior to April 1, 2016 which are related to the acquisition or construction of qualifying assets are adjusted in the carrying cost of such asset.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item(i.e., translation differences on items whose fair value gain or loss is recognized in OCI or Statement of Profit and Loss are also recognized in OCI or Statement of Profit and Loss, respectively).

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**l) Revenue Recognition**

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangement, because it typically controls the goods or services before transferring them to the customer.

Generally, control is transfer upon shipment of goods to the customer or when the goods is made available to the customer, provided transfer of title to the customer occurs and the Company has not retained any significant risks of ownership or future obligations with respect to the goods shipped.

Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Revenue is measured at the amount of consideration which the company expects to be entitled to in exchange for transferring distinct goods or services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when it becomes unconditional.

In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its most likely amount, which is assessed at each reporting period.

**Contract balances**

Trade receivables

A receivable represents the Company's right to an amount of consideration that is unconditional.

**Contract liabilities**

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

**Interest income**

Interest income from a financial asset is recognised using effective interest rate method.

**Dividends**

Revenue is recognised when the Company's right to receive the payment has been established.

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**m) Financial Instruments**

**i. Financial Assets**

**A. Initial recognition and measurement**

All Financial Assets are initially recognized at fair value. However, trade receivable that do not contain significant financing component are recognized at transaction price. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets, which are not at Fair Value Through Profit and Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognized using trade date accounting.

**B. Subsequent measurement**

**a) Financial assets carried at amortised cost (AC)**

All financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**b) Financial assets at fair value through other comprehensive income (FVTOCI)**

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on a specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**c) Financial assets at fair value through profit or loss (FVTPL)**

A financial asset which is not classified in any of the above categories are measured at FVTPL.

Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

**C. Other Equity Investments**

Other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'. However, dividend on such equity investments are recognized in Statement of Profit and loss when the Company's right to receive payment is established.

**Purple Panda Fashions Limited  
(Formerly known as Purple Panda Fashions Private Limited)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**D. Impairment of Financial Assets**

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

**ii. Financial Liabilities**

**A. Initial recognition and measurement**

All financial liabilities are initially recognized at fair value and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

**B. Subsequent measurement**

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**iii. Derecognition of financial instruments**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

**iv. Offsetting**

Financial Assets and Financial Liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024**

**n) Earnings per share**

Basic earnings per share is calculated by dividing the net profit / (Loss) after tax by the weighted average number of equity shares outstanding during the year adjusted for bonus element in equity share. Diluted earnings per share adjusts the figures used in determination of basic earnings per share to take into account the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period unless issued at a later date.

**o) Contingent Liabilities**

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non- occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

**C. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The preparation of the Company's financial statements requires management to make judgement, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. 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.

**a. Depreciation/amortization**

Property, plant and equipment / intangible assets are depreciated / amortised over their estimated useful lives, after taking into account estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

**b. Provisions**

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

**c. Recognition of Deferred Tax Assets and liabilities**

Deferred tax assets and liabilities are recognised for deductible temporary differences and unused tax losses for which there is probability of utilisation against the future taxable profit. The Company uses judgement to determine the amount of deferred tax that can be recognised, based upon the likely timing and the level of future taxable profits and business developments.



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1 Property, Plant and Equipment, Intangible Assets, Capital Work-in-progress and Intangible Assets under Development

₹ in crore

Description	Gross block				Depreciation/ amortisation				Net block	
	As at 1st April, 2023	Additions/ Adjustments	Deductions/ Adjustments	As at 31st March, 2024	As at 1st April, 2023	For the year	Deductions/ Adjustments	As at 31st March, 2024	As at 31st March, 2024	As at 31st March, 2023
<b>Property, Plant and Equipment</b>										
<b>Own Assets:</b>										
Plant and Machinery	0.03	-	-	0.03	0.01	0.00	-	0.01	0.02	0.02
Electrical Installations	2.17	0.57	-	2.74	0.77	0.71	-	1.48	1.26	1.40
Equipment	1.11	0.33	-	1.44	0.20	0.24	-	0.44	1.00	0.92
Furniture and Fixtures	10.38	1.50	-	11.88	1.53	1.05	-	2.58	9.30	8.84
Leasehold Improvements	2.95	1.16	-	4.11	0.27	0.38	-	0.65	3.46	2.68
<b>Sub-Total</b>	<b>16.64</b>	<b>3.56</b>	<b>-</b>	<b>20.20</b>	<b>2.78</b>	<b>2.38</b>	<b>-</b>	<b>5.16</b>	<b>15.04</b>	<b>13.86</b>
<b>Right-of-Use Assets</b>										
Premises	69.14	6.75	0.72	75.17	7.51	10.99	0.27	18.23	56.94	61.63
<b>Sub-Total</b>	<b>69.14</b>	<b>6.75</b>	<b>0.72</b>	<b>75.17</b>	<b>7.51</b>	<b>10.99</b>	<b>0.27</b>	<b>18.23</b>	<b>56.94</b>	<b>61.63</b>
<b>Total (A)</b>	<b>85.78</b>	<b>10.31</b>	<b>0.72</b>	<b>95.37</b>	<b>10.29</b>	<b>13.37</b>	<b>0.27</b>	<b>23.39</b>	<b>71.98</b>	<b>75.49</b>
<b>Other Intangible Assets</b>										
Software's	1.17	8.03	-	9.20	0.42	0.45	-	0.87	8.33	0.75
<b>Total (B)</b>	<b>1.17</b>	<b>8.03</b>	<b>-</b>	<b>9.20</b>	<b>0.42</b>	<b>0.45</b>	<b>-</b>	<b>0.87</b>	<b>8.33</b>	<b>0.75</b>
<b>Total (A+B)</b>	<b>86.95</b>	<b>18.34</b>	<b>0.72</b>	<b>104.57</b>	<b>10.71</b>	<b>13.82</b>	<b>0.27</b>	<b>24.26</b>	<b>80.31</b>	<b>76.24</b>
<b>Previous Year</b>	<b>20.69</b>	<b>72.41</b>	<b>6.15</b>	<b>86.95</b>	<b>4.49</b>	<b>8.75</b>	<b>2.53</b>	<b>10.71</b>	<b>76.24</b>	<b>16.20</b>
<b>Intangible Assets Under Development (IAUD)</b>	<b>6.61</b>	<b>13.90</b>	<b>7.92</b>	<b>12.59</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12.59</b>	<b>6.61</b>

1.1 IAUD Includes:

IAUD As at March 31, 2024

₹ in crores

Particulars	<1 Year	1-2 Years	2-3 Years	>3 Years	Total
<b>Intangible Assets Under Development</b>					
Software	11.86	0.73	-	-	12.59
<b>Total</b>	<b>11.86</b>	<b>0.73</b>	<b>-</b>	<b>-</b>	<b>12.59</b>

IAUD As at March 31, 2023

₹ in crore

Particulars	<1 Year	1-2 Years	2-3 Years	>3 Years	Total
<b>Intangible Assets Under Development</b>					
Software	6.61	-	-	-	6.61
<b>Total</b>	<b>6.61</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6.61</b>

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	₹ in crore	
	As at	As at
	1st March, 2024	31st March 2023
<b>2 Others Financial Assets - Non Current (Unsecured and Considered Good)</b>		
Deposits*	2.55	2.43
<b>Total</b>	<b>2.55</b>	<b>2.43</b>

\*Net of provision aggregating to Rs. 0.56 cr (as at 31st March 2023, for Rs. 0.56cr)

	₹ in crore	
	As at	As at
	31st March, 2024	31st March 2023
<b>3 Deferred Tax</b>		
Deferred Tax Assets (Net)	-	-
Deferred Tax Liabilities (Net)	-	-
<b>Net Deferred Tax Liabilities</b>	<b>-</b>	<b>-</b>

	₹ in crore	
	As at	As at
	31st March, 2024	31st March 2023
<b>Component of Deferred tax Assets</b>		
<b>/(Liabilities)</b>		
<b>Deferred tax asset (Net) in relation to:</b>		
Property, Plant & Equipment's	(0.52)	0.02
ROU and Lease Liability	1.32	0.56
Provision for doubtful debts	0.22	0.22
Provision for gratuity	0.66	0.51
Provision for leave encashment	0.27	0.08
Provision for Doubtful Deposits	0.13	0.13
Provision for Sales Return	0.49	0.35
Unabsorbed Depreciation and business loss	28.95	45.50
<b>Total</b>	<b>31.52</b>	<b>47.37</b>
<b>Net Deferred Tax Assets/ (Liabilities)</b>	<b>31.52</b>	<b>47.37</b>

In view of carried forward losses and absence of reasonable certainty of realisation, deferred tax assets have not been recognised.

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	As at 31st March, 2024	₹ in crore As at 31st March, 2023
<b>4 Other Non- Current Assets (Unsecured and Considered Good)</b>		
Capital Advances	-	0.27
Advance Income Tax (Net of Provision)	10.16	1.26
Deposits <sup>(i)</sup>	0.02	0.02
<b>Total</b>	<b>10.18</b>	<b>1.55</b>
<sup>(i)</sup> Deposits includes deposit of ₹ 0.02 cr given to Statutory Authorities.		
<b>4.1 Advance Income Tax (Net of Provision)</b>		
	As at 31st March, 2024	As at 31st March, 2023
At start of year	1.26	0.98
Paid during the year	8.90	0.28
<b>At end of year</b>	<b>10.16</b>	<b>1.26</b>
<b>5 Inventories</b>		
( Valued at lower of cost or net realisable value)	As at 31st March, 2024	₹ in crore As at 31st March, 2023
Raw Materials	2.17	2.79
Work-in-Progress	-	1.46
Finished Goods	68.42	100.31
<b>Total</b>	<b>70.59</b>	<b>104.56</b>
<b>6 Investments</b>		
	As at 31st March, 2024	₹ in crore As at 31st March, 2023
<b>Investments Measured at Fair Value Through Profit and Loss (FVTPL) *</b>		
Investment in Mutual Funds 247,488.298 units of ICICI Prudential Liquid Fund Direct Plan Growth (Previous year 232988.21 units of ICICI Prudential Overnight Fund Direct Plan Growth)	8.85	10.24
<b>Total of Investments Measured at Fair Value Through Profit and Loss</b>	<b>8.85</b>	10.24
<b>Total Investments-Current</b>	<b>8.85</b>	10.24
Aggregate Value of Quoted Investment	8.85	10.24
<b>Category-wise Current investment</b>		
Financial assets measured at Fair value through Profit and Loss	8.85	10.24
<b>Total Current investment</b>	<b>8.85</b>	10.24

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**7 Trade Receivables\***

	As at 31st March, 2024	As at 31st March, 2023
- Related parties	63.31	2.59
- Others	24.95	18.91
<b>Total</b>	<b>88.26</b>	<b>21.50</b>

\*Net of provision aggregating to Rs. 0.82 cr (as at 31st March 2023, for Rs. 0.85cr)

**7.1 Trade Receivables ageing**

Particulars	Outstanding for following periods from due date of payment*						
	Not Due	< 6 Months	6 months - 1 year	1-2 years	2-3 years	>3 years	Total
<b>As at 31st March, 2024:</b>							
(i) Undisputed Trade receivables considered good	51.33	32.90	3.72	0.31	-	-	88.26
(ii) Undisputed Trade Receivables which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables credit impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>51.33</b>	<b>32.90</b>	<b>3.72</b>	<b>0.31</b>	-	-	<b>88.26</b>

\*Amount are net of provision

Particulars	Outstanding for following periods from due date of payment *						
	Not Due	< 6 Months	6 months - 1 year	1-2 years	2-3 years	>3 years	Total
<b>As at 31st March, 2023</b>							
(i) Undisputed Trade receivables considered good	7.24	13.73	0.45	0.08	-	-	21.50
(ii) Undisputed Trade Receivables which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables credit impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>7.24</b>	<b>13.73</b>	<b>0.45</b>	<b>0.08</b>	-	-	<b>21.50</b>

\*Amount are net of provision

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8	Cash and Cash Equivalents	₹ in crore	
		As at 31st March, 2024	As at 31st March, 2023
	Cash on Hand	0.03	0.04
	Balances with banks <sup>(i), (ii)</sup>	1.28	1.38
	<b>Cash and Cash Equivalent as per Balance Sheet</b>	<b>1.31</b>	<b>1.42</b>
	<b>Cash and Cash Equivalent as per Consolidated Cash Flow Statement</b>	<b>1.31</b>	<b>1.42</b>

<sup>(i)</sup>Includes deposits ₹ 0.01 crore (previous year ₹ 0.92 crore) with maturity period of more than 3 months.

<sup>(ii)</sup>The deposits of Nil (previous year ₹ 0.01 crore) were pledged as a margin money with bank for cash credit facility provided to the Company.

9	Other Financial Assets – Current (Unsecured and Considered Good)	₹ in crore	
		As at 31st March, 2024	As at 31st March, 2023
	*Interest accrued on Investments	0.00	0.01
	Unbilled Receivable	1.92	80.00
	<b>Total</b>	<b>1.92</b>	<b>80.01</b>

\*Amount is Rs. 18,466/- (previous year Rs. 1,31,635/-)

10	Other Current Assets (Unsecured and Considered Good)	₹ in crore	
		As at 31st March, 2024	As at 31st March, 2023
	Balance with Customs, Central Excise, GST and State Authorities	56.44	58.86
	Others <sup>(i)</sup>	3.32	6.67
	<b>Total</b>	<b>59.76</b>	<b>65.53</b>

<sup>(i)</sup> Includes advances to vendors, employees and prepaid expenses

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		₹ in crore	
		As at	As at
		31st March, 2024	31st March, 2023
<b>11</b>	<b>Equity Share Capital</b>		
	<b>Authorised:</b>		
	(10,00,000 Equity Shares of ₹ 10 each,)	1.00	1.00
	(2,35,000 Preference Shares of ₹ 100/- each,)	2.35	2.35
	(15,000 Series A1 Subscription Preference Shares of ₹ 100/- each,)	0.15	0.15
	(7,000 Series B1 Subscription Preference Shares of ₹ 100/- each,)	0.07	0.07
	(30,500 Series B Subscription Preference Shares of ₹ 100/- each,)	0.31	0.31
	(7,500 Series B2 Subscription Preference Shares of ₹ 100/- each,)	0.07	0.07
	(20,000 Series B3 Subscription Preference Shares of ₹ 100/- each)	0.20	0.20
	<b>Total</b>	<b>4.15</b>	<b>4.15</b>
	<b>Issued, Subscribed and Fully Paid-Up:</b>		
	254,510 Equity Shares of ₹ 10 each	0.25	0.25
	(254,510 Equity Shares of ₹ 10 each)		
	<b>Total</b>	<b>0.25</b>	<b>0.25</b>

11.1 Out of the above, 2,31,745 (Previous Year 231745) equity shares of ₹ 10 each fully paid-up are held by Reliance Retail Ventures Limited, the Holding Company along with its nominee.

11.2 The details of Shareholders holding more than 5% shares :

Name of the Shareholder	As at		As at	
	31st March, 2024		31st March, 2023	
	No. of Shares	% held	No. of Shares	% held
<b>Reliance Retail Ventures Limited – along With nominee</b>	<b>2,31,745</b>	<b>91.06%</b>	2,31,745	91.06%

11.3 Shareholding of Promoter

As at 31st March, 2024

Sr no	Class of Equity share	Promoter's name	No. of shares at the beginning of the year	change during the year	No. of shares at the end of the year	% of total shares	% of change during the year
1	Fully paid-up equity shares of ₹10 each	Reliance Retail Ventures Limited along with nominee	2,31,745	-	2,31,745	91.06%	0.00%
Total			<b>2,31,745</b>	<b>-</b>	<b>2,31,745</b>		

As at 31st March, 2023

Sr no	Class of Equity share	Promoter's name	No. of shares at the beginning of the year	change during the year	No. of shares at the end of the year	% of total shares	% of change during the year
1	Fully paid-up equity shares of ₹10 each	Reliance Retail Ventures Limited along with nominee	-	2,31,745	2,31,745	91.06%	100.00%
Total			<b>-</b>	<b>2,31,745</b>	<b>2,31,745</b>		

Note: Neha and Pankaj Vermani, who were the promoters at the beginning of the year, have transferred 12,334 and 7,499 shares to Reliance Retail Venture Limited and percentage of shares held by them as at the year-end is 3.99% and 3.54% respectively.

11.4 The Reconciliation of the number of shares outstanding is set out below :

Particulars	As at	As at
	31st March, 2024	31st March, 2023
	No. of shares	No. of shares
Equity Shares outstanding at the beginning of the year	2,54,510	2,54,510
Add: Equity Shares issued during the year	-	-
<b>Equity Shares outstanding at the end of the year</b>	<b>2,54,510</b>	<b>2,54,510</b>

- 11.5 **Rights, preferences and restrictions attached to Equity Shares:**  
The Company has only one class of equity shares having face value of ₹ 10 each. The holder of the equity share is entitled to dividend right and voting right in the same proportion as the capital paid-up on such equity share bears to the total paid-up equity share capital of the Company. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company in the same proportion as the capital paid-up on the equity shares held by them bears to the total paid-up equity share capital of the Company.

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12 Other Equity	₹ in crore	
	As at 31st March, 2024	As at 31st March, 2023
<b>Instruments Classified as Equity</b>		
As per last Balance Sheet	310.00	-
Add: During the year	53.68	310.00
	<u>363.68</u>	<u>310.00</u>
* Zero Coupon Optionally Fully Convertible Debentures (OFCD) (3,63,68,000 Debentures of Rs. 100 each) (Refer Note 12.1)		
<b>Share Options Outstanding Account</b>		
As per last Balance Sheet	-	3.41
Less: Movement as the options lapsed on cancellation of scheme	-	3.41
	<u>-</u>	<u>-</u>
<b>Total Instrument Classified as Equity</b>	<u>363.68</u>	<u>310.00</u>
<b>Securities Premium</b>		
As per last Balance Sheet	95.83	95.83
	<u>95.83</u>	<u>95.83</u>
<b>Retained Earnings</b>		
As per last Balance Sheet	(209.24)	(128.31)
Add: Loss for the year	(28.53)	(80.93)
	<u>(237.76)</u>	<u>(209.24)</u>
<b>Other Comprehensive Income*</b>		
As per last Balance Sheet	(0.59)	(0.11)
Add: Movement in OCI (Net) during the year	0.49	(0.48)
	<u>(0.10)</u>	<u>(0.59)</u>
<b>Total</b>	<u>221.65</u>	<u>196.00</u>

**12.1 Terms/Rights attached to Debentures**

- a. Each OFCD shall have a face value of ₹100 (Rupees Hundred) and will be issued for cash, at par.
- b. OFCD shall not carry interest.
- c. The tenure of each OFCD shall be 10 (ten) years from the date of its allotment.  
Both the Company and OFCD holder have an option for early conversion at any time after allotment of the OFCDs by giving 1 (one) month notice, the conversion ratio of the OFCDs shall be the ratio derived out of the higher value per share of the following two methods:
  - (a) 565 (Five Hundred Sixty Five) OFCDs of face value of Rs. 100 (Rupees Hundred) are convertible into 2 (Two) equity shares of face value of Rs. 10 (Rupees Ten) each. For clarity, the OFCDs issued for INR 364 crores (Indian Rupees three hundred and sixty-four crores) in accordance with the terms hereof shall be convertible into an aggregate of 128,845 (one lakh twenty eight thousand eight hundred forty five) equity shares of face value of Rs. 10 (Rupees Ten) each; and
  - (b) such number of equity shares of face value of Rs. 10 (Rupees Ten) each, at a fair value determined as per Rule 11UA of Income Tax Rules, 1962, as on the date of issue of OFCD, for every 1 (one) OFCD.
- d. The tenure of each OFCD shall be 10 (ten) years from the date of its allotment. If not converted earlier, the Company will redeem the outstanding OFCDs on expiry of 10 (ten) years from the date of allotment.
- e. The Company may agree for early redemption of the outstanding OFCDs (an any date after expiry of 30 (thirty) days from the date of allotment of the OFCDs).

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<b>13 Provisions - Non Current</b>	₹ in crore	
	<b>As at 31st March, 2023</b>	As at 31st March, 2023
Provision for Employee Benefits (Refer Note 24.1) <sup>(i)</sup>	3.43	1.73
<b>Total</b>	<b><u>3.43</u></b>	<b><u>1.73</u></b>

<sup>(i)</sup> The provision for employee benefit includes gratuity, annual leave and vested long service leave entitlement accrued and compensation claims made by employees.



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₹ in crore

## 14 Trade payable

As at  
31st March, 2024      As at  
31st March, 2023

Trade payable		
(i) MSME	1.69	23.60
(ii) Others	40.24	78.56
<b>Total</b>	<b>41.93</b>	<b>102.16</b>

## 14.1 Disclosure required under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) are as under

Particulars	As At 31st March, 2024	As At 31st March, 2023
Principal amount remaining unpaid to any supplier as at the end of the year	1.69	23.60
Amount of interest due remaining unpaid to any supplier as at the end of the year.	-	-
Amount of interest paid under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year.	-	-
Amount of interest due and payable for the period of delay in making payment (where the principal has been paid but interest under the MSMED Act, 2006 not paid).	-	-
Amount of interest accrued and remaining unpaid at the end of year.	-	-
Amount of further interest remaining due and payable even in the succeeding year.	-	-

## 14.2 Trade Payable Ageing

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 year	1-2 years	2-3 years	> 3 years	
<b>As at 31st Mar, 2024:</b>						
(i) MSME	1.69	-	-	-	-	1.69
(ii) Others	26.37	13.80	0.06	0.00	0.01	40.24
(iii) Disputed Dues -MSME		-	-	-	-	-
(iv) Disputed Dues-Others		-	-	-	-	-
<b>Total</b>	<b>28.06</b>	<b>13.80</b>	<b>0.06</b>	<b>0.00</b>	<b>0.01</b>	<b>41.93</b>

## Trade Payable Ageing

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 year	1-2 years	2-3 years	> 3 years	
<b>As at 31st March, 2023:</b>						
(i) MSME	23.60	-	-	-	-	23.60
(ii) Others	69.10	9.10	0.31	0.05	-	78.56
(iii) Disputed Dues -MSME		-	-	-	-	-
(iv) Disputed Dues-Others		-	-	-	-	-
<b>Total</b>	<b>92.70</b>	<b>9.10</b>	<b>0.31</b>	<b>0.05</b>	<b>-</b>	<b>102.16</b>

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15 Other Financial Liabilities-Current	₹ in crore	
	As at 31st March, 2024	As at 31st March, 2023
Creditors for Capital Expenditure	0.15	-
Others <sup>(i)</sup>	0.78	1.29
<b>Total</b>	<b>0.93</b>	<b>1.29</b>

<sup>(i)</sup> Includes Security Deposits Received

16 Other Current Liabilities	₹ in crore	
	As at 31st March, 2024	As at 31st March, 2023
Income Received in Advance	1.79	0.25
Other Payables <sup>(i)</sup>	3.86	4.12
<b>Total</b>	<b>5.65</b>	<b>4.37</b>

<sup>(ii)</sup> Includes statutory dues

17 Provisions - Current	₹ in crore	
	As at 31st March, 2024	As at 31st March, 2023
Provision for Employee Benefits (Refer Note 22.1) <sup>(i)</sup>	0.28	0.53
<b>Total</b>	<b>0.28</b>	<b>0.53</b>

<sup>(i)</sup> The provision for employee benefit includes gratuity, annual leave and vested long service leave entitlement accrued and compensation claims made by employees.

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		₹ in crore	
		2023-24	2022-23
<b>18</b>	<b>Revenue from Operations</b>		
	Income From Sales of Goods	244.21	211.71
	Income from Services	17.27	80.00
	<b>Total *</b>	<b>261.48</b>	<b>291.71</b>
	* Net of GST		
<b>19</b>	<b>Other Income</b>		
	<b>Interest</b>		
	Bank Deposits	0.03	-
		<b>0.03</b>	-
	<b>Gain / (Loss) on Financial Assets</b>		
	Realised Gain	0.53	1.79
	Unrealised Gain / (Loss)	0.08	0.09
		<b>0.61</b>	<b>1.88</b>
	Other Non-Operating Income*	0.81	1.92
	<b>Total</b>	<b>1.45</b>	<b>3.80</b>
	* Includes Lease Liability Written Back		
		<b>2023-24</b>	2022-23
<b>19.1</b>	<b>Other Comprehensive Income - Items that will not be reclassified to Profit and loss</b>		
	Remeasurement of Defined Benefits Plan	0.49	(0.48)
	<b>Total</b>	<b>0.49</b>	<b>(0.48)</b>
<b>20</b>	<b><u>Cost of Material Consumed</u></b>		
	<b>Raw Materials and Consumables</b>		
	Raw materials at the beginning of the year	2.79	3.01
	Add : Purchases for the year	82.62	160.03
	Less : Raw materials at the end of the year	2.17	2.79
	<b>Total Cost of Material Consumed</b>	<b>83.24</b>	<b>160.25</b>
<b>21</b>	<b>Changes in Inventories of Finished Goods, Work-in- Progress and Stock-in-Trade</b>		
	<b>Inventories (at close)</b>		
	Finished Goods/ Stock-in-Trade/Work in Progress	68.42	101.77
	<b>Inventories (at beginning)</b>		
	Finished Goods/ Stock-in-Trade/ Work in Progress	101.77	41.87
		<b>101.77</b>	<b>41.87</b>
	<b>Total</b>	<b>33.35</b>	<b>(59.90)</b>

**Purple Panda Fashions Limited**  
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**Notes to the Financial Statements for the year ended 31st March, 2024**

22	Employee Benefits Expense	₹ in crore	
		2023-24	2022-23
	Salaries and Wages	24.65	45.68
	Contribution to Provident and Other Funds	2.59	1.70
	Staff Welfare Expenses	0.88	1.61
	<b>Total</b>	<b>28.12</b>	<b>48.99</b>

22.1 As per IndAS 19 "Employee benefits", the disclosures as defined are given below :

<b>Defined Contribution Plan</b>		₹ in crore	
<b>Contribution to defined contribution plan, recognised as expenses for the year is as under:</b>			
Particulars	2023-24	2022-23	
Employer's Contribution to Provident Fund and other funds	1.38	1.28	

**Defined Benefit Plans**

<b>I. Reconciliation of Opening and Closing Balances of Defined Benefit Obligation</b>		₹ in crore	
Particulars	Gratuity (unfunded)		
	2023-24	2022-23	
Defined Benefit Obligation at beginning of the year	1.96	1.10	
Current Service Cost	0.38	0.35	
Past Service Cost	0.69	-	
Interest Cost	0.15	0.07	
Actuarial (Gain)/ Loss	(0.49)	0.48	
Benefits Paid	(0.03)	(0.04)	
Transfer In/(Out)	-	-	
Defined Benefit Obligation at year end	<b>2.64</b>	<b>1.96</b>	

<b>II. Reconciliation of Fair Value of Assets and Obligations</b>		₹ in crore	
Particulars	Gratuity (unfunded)		
	2023-24	2022-23	
Present Value of Obligation	2.64	1.96	
Amount recognised in Balance Sheet (Deficit)	(2.64)	(1.96)	

<b>III. Expenses recognised during the year</b>		₹ in crore	
Particulars	Gratuity (unfunded)		
	2023-24	2022-23	
<b>In Income Statement</b>			
Current Service Cost	0.38	0.35	
Past Service Cost	0.68	-	
Interest Cost	0.15	0.07	
Return on Plan Assets	-	-	
<b>Net Cost</b>	<b>1.21</b>	<b>0.42</b>	
<b>In Other Comprehensive income</b>			
Actuarial (Gain)/ Loss	(0.49)	0.48	
Return on Plan Assets	-	-	
<b>Net (Income)/ Expense for the year Recognised in OCI</b>	<b>(0.49)</b>	<b>0.48</b>	

## Purple Panda Fashions Limited

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Notes to the Financial Statements for the year ended 31st March, 2024

## IV. Actuarial Assumptions

Particulars	Gratuity (unfunded)	
	2023-24	2022-23
<b>Mortality Table (IALM)</b>	2012-14	2012-14
	(Ultimate)	(Ultimate)
Discount Rate (per annum)	7.23%	7.40%
Expected rate of return on plan assets (per annum)	-	-
Rate of Escalation in Salary (per annum)	6.00%	12% for the first year and 7% there-after
Rate of employee turnover (per annum)	7.00%	20% for the first year, 17% for 2nd year and 15% there-after

## V. Sensitivity Analysis – Gratuity

Particulars	₹ in crore			
	2023-24		2022-23	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%) (% change compared to base due to sensitivity)	4.9	(-4.5)	2.07	1.86
Salary Growth Rate (- / + 1%) (% change compared to base due to sensitivity)	(-4.6)	4.9	1.89	2.03
Attrition Rate (- / + 50% of attrition rates) (% change compared to base due to sensitivity)	0.2	0.1	1.84	1.99
Mortality Rate (- / + 10% of mortality rates) (% change compared to base due to sensitivity)	0	0	1.96	1.96

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Group's policy for plan assets management.

VI. The expected contributions for Defined Benefit Plan for the next financial year will be in line with Financial year 2023-24

These plans typically expose the Group to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.

**Investment risk:** The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

**Interest risk:** A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's debt investments.

**Longevity risk:** The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

**Salary risk:** The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

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**Notes to the Financial Statements for the year ended 31st March, 2024**

23	Finance Costs	₹ in crore	
		2023-24	2022-23
	Interest expenses	-	0.46
	Interest on lease liabilities	6.01	4.73
	<b>Total</b>	<b>6.01</b>	<b>5.19</b>
24	Other Expenses	₹ in crore	
		2023-24	2022-23
	<b>Selling and Distribution Expenses</b>		
	Sales Promotion and Advertisement Expenses	50.54	119.31
	Store Running Expenses	9.98	0.67
	Brokerage, Royalty and Commission	14.09	15.26
	Warehousing and Distribution Expenses	23.30	23.04
		<b>97.91</b>	<b>158.28</b>
	<b>Establishment Expenses</b>		
	Stores and Packing Materials	0.76	-
	Other Repairs and Maintenance	5.11	0.49
	Rent including Lease Rentals	1.80	1.02
	Insurance	0.35	0.26
	Rates and Taxes	0.05	0.44
	Travelling and Conveyance Expenses	1.47	0.75
	Payment to Auditors	0.21	0.19
	Professional Fees	1.23	32.31
	Exchange Differences (Net)	(0.10)	-
	Electricity Expenses	1.47	0.57
	Hire Charges	12.72	11.54
	Communication Charges	0.95	4.32
	Bad debts written off	-	0.98
	Provision for Doubtful Debts	0.25	-
	Miscellaneous Expenses	2.74	2.01
		<b>29.01</b>	<b>54.88</b>
	<b>Total</b>	<b>126.92</b>	<b>213.16</b>
24.1	Payment to Auditors as:	₹ in crore	
		2023-24	2022-23
	Statutory and Tax Audit Fees*	0.21	0.19
		<b>0.21</b>	<b>0.19</b>

\* Net of GST

**Purple Panda Fashions Limited**  
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**Notes to the Financial Statements for the year ended 31st March, 2024**

₹ in crore

<b>25 Taxation</b>	<b>2023-24</b>	2022-23
<b>Income Tax recognised in the Statement of Profit or Loss</b>		
Current Tax	-	-
Deferred Tax	-	-
<b>Total Income Tax Expense</b>	<b>-</b>	<b>-</b>

The Income Tax expenses for the year can be reconciled to the accounting profit as follows:

<b>Particulars</b>	<b>2023-24</b>	2022-23
Profit before Tax	<b>(28.53)</b>	(80.93)
Applicable Tax Rate	22.00%	26.00%
Computed Tax Expense	<b>(6.28)</b>	(21.04)
Tax Effect of :		
Tax impact of expenses permanently not allowed	22.13	2.23
Deferred tax asset not recognised (Refer Note 3)	(15.85)	18.81
<b>Current Tax Provision (A)</b>	<b>-</b>	<b>-</b>
Incremental Deferred Tax Liability on account of Property Plant and Equipments and Other Intangible Assets	-	-
Incremental Deferred Tax Liability on account of Financial Assets and Other items	-	-
<b>Deferred Tax Provision (B)</b>	<b>-</b>	<b>-</b>
<b>Tax Expenses recognised in Statement of Profit and Loss (A+B)</b>	<b>-</b>	<b>-</b>
<b>Effective Tax Rate</b>	<b>0.00%</b>	0.00%

**Purple Panda Fashions Limited**  
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<b>26 Earnings Per Share (EPS)</b>	<b>2023-24</b>	<b>2022-23</b>
<b>Face Value per Equity Share (₹)</b>	<b>10</b>	<b>10</b>
<b>Basic / Diluted Earnings per Share (₹) *</b>	<b>(1120.98)</b>	<b>(3,179.84)</b>
Net Loss as per Profit and Loss Statement attributable to Equity Shareholders (₹ Crore)	<b>(28.53)</b>	<b>(80.93)</b>
Weighted average number of equity shares used as denominator for calculating Basic / Diluted EPS	<b>2,54,510</b>	<b>2,54,510</b>

\* Diluted EPS is same as Basic EPS, being antidilutive



**Purple Panda Fashions Limited**  
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**27 Commitments and Contingent Liabilities**

	₹ in crore	
	As at	As at
	31st March, 2024	31st March, 2023
<b>(I) Contingent Liabilities</b>		
(A) Guarantees		
(i) Outstanding guarantees furnished to banks including in respect of letters of credit *	-	0.79
(ii) Performance Guarantees		
(B) Claim against the Group/ Disputed Liabilities not acknowledged as Debts**	-	1.75
<b>(II) Commitments</b>		
(A) Estimated amount of contracts remaining to be executed on capital accounts and not provided for	-	0.22

\*\* During the year ended 31 March 2020, the Company had received an order dated 01 December 2019 under section 144 of the Income-tax Act, 1961, with respect to assessment year 2017-18, wherein income has been assessed by assessing officer amounting to Rs 39,192,300 on which income tax payable is Rs 16,531,035. The Company had filed an appeal dated 31 December 2019 with CIT (Appeals), New Delhi.

\*During the year ended 31st March 2022, the company had received an order dated 12th January 2022 under section 270A of the Income Tax Act, 1961, with respect to assessment year 2018-19, wherein penalty has been imposed by the assessing officer amounting to Rs. 9,77,471. The Company has filed an appeal dated 15th February 2022 to Appeal to the Commissioner of Income-tax (Appeals).

During the year ended 31st March 2024, the company had received rectification order u/s 154, additions made u/s 68 & 69 interest and Penalty of Rs 3,95,62,928 wherein total income tax payable is 5,60,93,963. Appeal against this order u/s 154 is filed on 11-05-2023. Also hearing for original notice u/c 144 of income tax act, 1961 is also scheduled on 14th June 2023 and we have also submitted our response on 14-06-2023.

Further outflow in respect of above matters is determinable only on receipt of judgement/decision pending at various authorities. However, the Company is hopeful of succeeding and as such does not expect any significant liability to crystallise. The probability of outcome is remote hence not recognising contingent liability as on 31st March 2024.

\* The letter of credit of USD 94980 in FY 22-23 dated 22/12/2022 issued by ICICI Bank Limited against security of Fixed Deposit of ₹ 0.92 crore, in the favour of Ingenitex (BD) Limited, Bengal House I 75, Gulshan Avenue, Gulshan-1, Dhaka-1212 Bangladesh. It was closed in the month of Jun'2023.

**28 Capital Management**

The Group adheres to a disciplined Capital Management framework, the pillars of which are as follows:

- Maintain diversity of sources of financing and spreading the maturity across tenure buckets in order to minimise liquidity risk.
- Manage financial market risks arising from foreign exchange, interest rates and commodity prices, and minimise the impact of market volatility on earnings.
- Leverage optimally in order to maximise shareholder returns while maintaining strength and flexibility of Balance Sheet. This framework is adjusted based on underlying macroeconomic factors affecting business environment, financial market conditions and interest rates environment.

The Net gearing ratio at the end of the reporting year was as follows:

	₹ in crore	
	As at	As at
	31st March, 2024	31st March, 2023
Gross Debt	-	-
Cash and Marketable Securities*	10.16	11.66
<b>Net Debt (A)</b>	<b>(10.16)</b>	<b>(11.66)</b>
<b>Total Equity (As per Balance Sheet) (B)</b>	<b>221.90</b>	<b>196.26</b>
<b>Net Gearing (A/B)</b>	<b>NA</b>	<b>NA</b>

\*Cash and Marketable Securities include Cash and Cash Equivalents of ₹ 1.31 crore (Previous Year ₹ 1.42 crore), Current Investments and Marketable securities of ₹ 8.85 crore (Previous Year ₹ 10.24 crore).

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**Notes to the Financial Statements for the year ended 31st March, 2024**

**29 Financial Instruments**

**29.1 Fair values**

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	31st March, 2024	31st March, 2023
	Carrying Values	Carrying Values
<b>A. Financial assets Measured at Amortised Cost</b>		
Other financial assets	4.47	82.44
Trade receivables	88.26	21.50
Cash and Bank Balances	1.31	1.42
<b>Total financial assets at amortised cost (A)</b>	<b>94.04</b>	<b>105.36</b>
<b>B. Financial assets measured at Fair Value through P&amp;L</b>		
Current Investments	8.85	10.24
<b>Total financial assets at Fair Value through P&amp;L (C)</b>	<b>8.85</b>	<b>10.24</b>
<b>Total Financial Assets (A+B)</b>	<b>102.89</b>	<b>115.60</b>
<b>A. Financial liabilities Measured at Amortised Cost</b>		
Trade payables	41.93	102.16
Lease Liabilities	62.20	63.76
Other financial liabilities	0.93	1.29
<b>Total Financial liabilities carried at Amortised Cost</b>	<b>105.06</b>	<b>167.21</b>

Fair Value of assets and liabilities carried at amortised cost approximates its fair value.

**Valuation Methodology**

All financial instruments are initially recognised and subsequently re-measured at fair value as described below:

- The fair value of investment in quoted Mutual Funds is measured at quoted price or NAV.
- All foreign currency denominated assets and liabilities are translated using exchange rate at reporting date.

**Fair value measurement hierarchy:**

₹ in crore

Particulars	As at 31st March, 2024				As at 31st March, 2023			
	Carrying Amount	Level of input used in			Carrying Amount	Level of input used in		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
<b>Financial Assets</b>								
<b>At Amortised Cost</b>								
Trade Receivables	88.26	-	-	-	21.50	-	-	-
Cash and Bank Balances	1.31	-	-	-	1.42	-	-	-
Other Financial Assets	4.47	-	-	-	82.44	-	-	-
<b>At FVTPL</b>								
Investments	8.85	8.85	-	-	10.24	10.24	-	-
<b>Financial Liabilities</b>								
<b>At Amortised Cost</b>								
Trade Payables	41.93	-	-	-	102.15	-	-	-
Lease Liability	62.20	-	-	-	63.77	-	-	-
Other Financial Liabilities	0.93	-	-	-	1.29	-	-	-

The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities; and

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

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

The sensitivity of level 3 investments is not expected to be material

**Purple Panda Fashions Limited****(Formerly known as Purple Panda Fashions Private Limited)****Notes to the Financial Statements for the year ended 31st March, 2024****29.2 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 currency rates. Exposures can arise on account of the various assets and liabilities which are denominated in currencies other than Indian Rupee.

The following table shows foreign currency exposures in USD, GBP, EUR & AUD on financial instruments at the end of the reporting period. The exposure to other foreign currencies are not material.

(i) Foreign Currency Exposure	As at 31st March, 2024				As at 31st March 2022				₹ in crore
	USD	GBP	EUR	AUD	USD	GBP	EUR	AUD	
	Trade Payables	1.60	-	-	-	0.05	-	-	
Trade Receivables	1.61	-	-	-	0.87	-	-	-	
<b>Net Exposure (unhedged)</b>	<b>0.00</b>	-	-	-	<b>0.82</b>	-	-	-	

Sensitivity analysis of % change in foreign exchange rate is not likely to be material

**29.3 Credit risk**

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. Credit risk arises from company's activities in investments, dealing in derivatives and receivables from customers. The Company ensure that sales of products are made to customers with appropriate creditworthiness. Investment and other market exposures are managed against counterparty exposure limits. Credit information is regularly shared between businesses and finance function, with a framework in place to quickly identify and respond to cases of credit deterioration.

The Company has a prudent and conservative process for managing its credit risk arising in the course of its business activities. Credit risk across the company is actively managed through Letters of Credit, Bank Guarantees, Parent Group Guarantees, advance payments and factoring & forfaiting without recourse to the company. The company restricts its fixed income investments in liquid securities carrying high credit rating.

**29.4 Liquidity Risk**

Liquidity risk arises from the Company's inability to meet its cash flow commitments on the due date. The Company maintains sufficient stock of cash, marketable securities and committed credit facilities. The Company accesses global and local financial markets to meet its liquidity requirements. It uses a range of products to ensure efficient funding from across well-diversified markets. Treasury monitors rolling forecasts of the company's cash flow position and ensures that the company is able to meet its financial obligation at all times including contingencies.

The Company's liquidity is managed centrally with operating units forecasting their cash and liquidity requirements. Treasury pools the cash surpluses and arranges to either fund the net deficit or invest the net surplus in a range of short-dated, secure and liquid instruments including short-term bank deposits and similar instruments. The portfolio of these investments is diversified to avoid concentration risk in any one instrument or counterparty.

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**Notes to the Financial Statements for the year ended 31st March, 2024**

29.5

₹ in crore

Liquidity Risks*	<u>Maturity Profile as at 31st March, 2024</u>						Grand Total
	Below 3 months	3-6 Months	6-12 Months	1-3 Years	3-5 Years	Above 5 Years	
<b>Borrowings</b>							
Non Current	-	-	-	-	-	-	-
Current	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-
<b>Lease Liabilities**</b>	3.47	3.44	6.79	27.12	33.66	6.96	<b>81.44</b>

₹ in crore

Liquidity Risks*							Grand Total
	Below 3 months	3-6 Months	6-12 Months	1-3 Years	3-5 Years	Above 5 Years	
<b>Borrowings</b>							
Non Current	-	-	-	-	-	-	-
Current	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-
<b>Lease Liabilities**</b>	3.20	3.22	6.45	25.86	20.79	27.01	<b>86.53</b>

\* Does not include Trade Payable amounting to ₹ 41.93 crore ( ₹ 102.16 crore Previous Year)

\*\* Undiscounted lease value

**Purple Panda Fashions Limited**  
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**30 Related Party Disclosures:**

(i) List of related parties with whom transactions have taken place and relationship

<b>Sr. No</b>	<b>Name of the Related Party</b>	<b>Relationship</b>
1	Reliance Retail Ventures Limited	} Holding Company
2	Reliance Retail Limited	} Fellow Subsidiary
3	Reliance Projects & Property Management Services Limited	} Fellow Subsidiary
4	Reliance Jio Infocomm Limited	} Fellow Subsidiary
5	Reliance Corporate IT Park Limited	} Fellow Subsidiary
6	Amante India Limited	} Fellow Subsidiary
7	Reliance Industries Limited	} Ultimate Holding Company
1	Ms. Neha, Whole-time Director	} Director
2	Krishnan Sudarshan	} Director
3	Shiv Kumar Bhardwaj	} Director
4	Mr. Pankaj Vermani	} Relative of Director
5	Ms. Soumya Kant	} Relative of Director
6	Ms. Kajal Gupta till October 31, 2023	} Key Managerial Personnel

\* The above entities includes related parties where relationship existed for part of the year / previous year

**Purple Panda Fashions Limited**  
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**(ii) Transaction during the year with related parties (excluding reimbursements)**

₹ in crore

Sr. No.	Nature of Transactions	Holding Company	Fellow Subsidiaries	Joint Ventures/ Associate	Key Managerial Personnel	Significant Influence	Total
1	OFCD Issued	<b>53.68</b> <i>310.00</i>	-	-	-	-	<b>53.68</b> <i>310.00</i>
2	Revenue from Operations	-	<b>51.55</b> <i>86.65</i>	-	-	-	<b>51.55</b> <i>86.65</i>
3	<b>Expenditure</b>						
a)	Professional Fees	-	-	-	<b>0.07</b> <i>0.07</i>	-	<b>0.07</b> <i>0.07</i>
b)	Sales Promotion and Advertisement Expenses	-	<b>0.27</b> <i>0.49</i>	-	-	-	<b>0.27</b> <i>0.49</i>
c)	Commission	-	<b>0.31</b> <i>0.67</i>	-	-	-	<b>0.31</b> <i>0.67</i>
d)	Business Support Services	-	<b>1.25</b> <i>-</i>	-	-	-	<b>1.25</b> <i>-</i>
e)	Hire Charges Contracted Services - Stores	-	<b>8.01</b> <i>-</i>	-	-	-	<b>8.01</b> <i>-</i>
f)	General Expense	-	<b>0.04</b> <i>-</i>	-	-	-	<b>0.04</b> <i>-</i>
g)	Compensation to Key Managerial Personnel*	-	-	-	<b>4.32</b> <i>4.01</i>	-	<b>4.32</b> <i>4.01</i>
h)	Purchase	-	<b>0.47</b> <i>-</i>	-	-	-	<b>0.47</b> <i>-</i>
4	<b>Balance as at 31st March 2024</b>						
a)	Share Capital	<b>0.23</b> <i>0.23</i>	-	-	<b>0.02</b> <i>0.02</i>	-	<b>0.25</b> <i>0.25</i>
b)	Debenture	<b>363.68</b> <i>310.00</i>	-	-	-	-	<b>363.68</b> <i>310.00</i>
c)	Trade and Other Receivables	-	<b>65.23</b> <i>82.59</i>	-	-	-	<b>65.23</b> <i>82.59</i>
d)	Trade and Other Payables	-	<b>10.87</b> <i>-</i>	-	-	-	<b>10.87</b> <i>-</i>

\*As gratuity and compensated absences are computed for all the employees in aggregate, the amount relating to relatives of KMPs cannot be individually identified.

Figures in *italics* represents previous year's amount.

**Purple Panda Fashions Limited**  
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**Notes to the Financial Statements for the year ended 31<sup>st</sup> March 2024**

**(iii) Disclosure in respect of major related party transactions during the year:**

₹ in crore

<b>Sr No</b>	<b>Particulars</b>	<b>Relationship</b>	<b>2023-24</b>	<b>2022-23</b>
<b>1</b>	<b>OFCD Issued</b>			
	Reliance Retail Ventures Limited	Holding Company	<b>53.68</b>	310.00
<b>2</b>	<b>Revenue from Operations</b>			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	<b>0.98</b>	-
	Reliance Retail Limited	Fellow Subsidiary	<b>50.57</b>	86.65
<b>3</b>	<b>Expenditure</b>			
<b>a)</b>	<b>Sales Promotion and Advertisement Expenses</b>			
	Reliance Retail Limited	Fellow Subsidiary	<b>0.27</b>	0.49
<b>b)</b>	<b>Commission</b>			
	Reliance Retail Limited	Fellow Subsidiary	<b>0.31</b>	0.67
<b>c)</b>	<b>Purchase</b>			
	Reliance Retail Limited	Fellow Subsidiary	<b>0.35</b>	-
	Amante India Limited	Fellow Subsidiary	<b>0.12</b>	-
<b>d)</b>	<b>Business Support Services</b>			
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	<b>1.25</b>	-
<b>e)</b>	<b>Hire Charges Contracted Services - Stores</b>			
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	<b>8.01</b>	-
<b>f)</b>	<b>General Expense</b>			
	Reliance Retail Limited	Fellow Subsidiaries	<b>0.03</b>	-
	Reliance Jio Infocomm Limited	Fellow Subsidiaries	<b>0.01</b>	-
<b>g)</b>	<b>Compensation to Key Managerial Personnel*</b>			
	Pankaj Vermani		<b>1.84</b>	1.70
	Neha		<b>1.33</b>	1.20
	Soumya Kant	Key Managerial Personnel	<b>1.09</b>	1.00
	Kajal Gupta		<b>0.06</b>	0.11

\*The above entities includes related parties where relationship existed for part of the year / previous year

Purple Panda Fashions Limited  
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Notes to the Financial Statements for the year ended 31st March, 2024

31 Analytical Ratios

Ratio	Basis	As at March 31, 2024	As at March 31, 2023	Variance	Remarks for variation in ratios by more than 25%
Current Ratio =	Current Assets	4.03	2.45	64%	Due to decrease in trade payables
	Current Liabilities				
Debt – Equity Ratio =	Total Debt	-	-	NA	Not Applicable
	Shareholder's Equity				
Debt Service Coverage Ratio =	Earnings Available for Debt Service	-	-	NA	Not Applicable
	Debt Service				
Return on Equity (ROE)* =	[Net Profits after taxes – Preference Dividend (if any)]	(0.14)	(0.97)	-86%	Due to increase in accumulated losses
	Average Shareholder's Equity				
Inventory Turnover Ratio =	Sales	2.92	2.83	3%	NA
	Average Inventory				
Trade Receivables Turnover Ratio =	Net Credit Sales	4.76	16.65	-71%	Due to increase in Trade Receivables
	Avg. Accounts Receivable				
Trade Payables Turnover Ratio =	Net Credit Purchases	1.15	1.89	-39%	Due to decrease in Trade Payables
	Average Trade Payables				
Net Capital Turnover Ratio =	Net Sales	1.51	1.74	-13%	NA
	Working Capital				
Net Profit Ratio =	Net Profit	(0.11)	(0.28)	-61%	Due to decrease in revenue
	Net Sales				
Return on Capital Employed (ROCE) =	Earning before Interest and Taxes	(0.10)	(0.39)	-74%	Due to increase in accumulated losses
	Capital Employed				
Return on Investment (ROI) =	Other Income (Excluding Dividend)	0.06	0.21	-73%	Due to decrease in average Investment
	Average Cash, Cash Equivalents & Other Marketable Securities				



**Purple Panda Fashions Limited**  
**(Formerly known as Purple Panda Fashions Private Limited)**  
**Notes to the Financial Statements for the year ended 31st March, 2024**

**32 Segment Information**

The Company is mainly engaged in 'Organised Retail' primarily catering to consumers in India under various consumption baskets. All the activities of the group revolve around this main business. Accordingly, the group has only one identifiable segment reportable under Ind AS 108 - "Operating Segments". The chief operational decision maker monitors the operating results of the group's business for the purpose of making decisions about resource allocation and performance assessment.

**33 Other Statutory Information**

- 33.1** The Company does not have any Capital-work-in progress or intangible assets under development, whose completion is overdue or has exceeded its cost compared to its original plan.
- 33.2** Additional information pursuant to Ministry of Corporate Affairs notification dated March 24,2021 with respect to amendments in Schedule III of Companies Act, 2013.
- (i) There are no balances outstanding with struck off companies as per section 248 of the Companies Act, 2013.
  - (ii) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
    - (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
    - (b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
  - (iii) The Company have 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.
  - (iv) The Company have not any such transaction which is not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961.
- 34** The figures of the corresponding year has been regrouped/reclassified wherever necessary, to make them comparable.
- 35** The Financial statements were approved for issue by the Board of Directors on 18th April, 2024.

**Purple Panda Fashions Limited**  
(Formerly known as Purple Panda Fashions Private Limited)

As per our Report of even date

For and on behalf of the Board

**Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

**Akhilesh Prasad**  
Director  
DIN: 01757265

**Vishal L. Parekh**  
Partner  
M No.: 113918

**Neha**  
Whole Time Director  
DIN: 06380757

**Shiv Kumar Bhardwaj**  
Director  
DIN: 00001584

Date: April 18, 2024

**Krishnan Sudarshan**  
Director  
DIN: 01029826