

Independent Auditors' Report

To the Members of Eco Car Rental Services Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Eco Car Rental Services Private Limited** ("the Company"), which comprise the balance sheet as at March 31, 2023, and the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") read together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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 Annual Report but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this Auditors' Report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.



When we read Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Management's Responsibility for the Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 the Standards on Auditing 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 Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Other Matter

The comparative financial information of the Company for the year ended March 31, 2022 and April 01, 2021, included in these financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules 2006, audited by the predecessor auditor Deepak Bahl & Co., Chartered Accountants, having firm registration no. 011057N, whose has expressed and unmodified opinion on the financial statements for the year ended March 31, 2022 dated September 02, 2022, and for the year ended March 31, 2021 dated November 25, 2021, as adjusted for the difference in the accounting principle adopted by the Company on transition of Ind AS, which have been audited by us.

Report on Other Legal and Regulatory Requirements

1. Provisions of the Companies (Auditor's Report) order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act are not applicable to the Company as it is covered in the exception list due to non-fulfilment of few criteria. Therefore, statement for the matter specified in para 3 & 4 of the Order is not attached.

2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.



- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The balance sheet, the statement of profit and loss (including other comprehensive income), statement of changes in equity and the statement of cash flows dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant Rules issued thereunder;
- e) On the basis of the written representations received from the directors as on March 31, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of Section 164 (2) of the Act;
- f) Clause (i) of section 143(3) of the Act, with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, is not applicable pursuant to notification G.S.R. 583 E dated June 13, 2017, as amended and hence not commented upon.
- g) In our opinion, and according to the information and explanations given to us, the provisions of section 197 read with Schedule V of the Act are not applicable to the Company for the year ended March 31, 2023; and
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations as on March 31, 2023, which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There is no amount 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 note no - 36 of notes to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The management has represented, that, to the best of its knowledge and belief, as disclosed in note no. - 36 of notes to the financial statements, no funds have been received by the Company from any person or entity, including foreign entity ("Funding Parties"),



with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

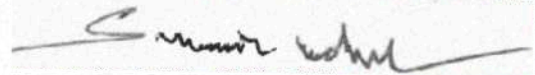
(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. The Company has not declared or paid any dividend during the year.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For S. S. KOTHARI MEHTA & CO

Chartered Accountants

Firm's Registration No. 000756N



Sunil Wahal

Partner

Membership No. 087294

Place: New Delhi

Date: December 18, 2023

UDIN: 24087294BKAHBU6725



ECO CAR RENTAL SERVICES PRIVATE LIMITED
CIN-U63000DL2015PTC278870
Balance Sheet as at March 31, 2023
(All amounts are in rupees lakhs, unless otherwise stated)

| Particulars | Note | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
|---|------|-------------------------|-------------------------|-------------------------|
| ASSETS | | | | |
| Non-current assets | | | | |
| Property, plant and equipment | 3 | 73.88 | 125.49 | 23.39 |
| Deferred tax assets (net) | 5 | 30.74 | 80.82 | 199.55 |
| Total non-current assets | | 104.62 | 206.31 | 322.94 |
| Current assets | | | | |
| Financial assets | | | | |
| Trade receivables | 6 | 172.94 | 63.00 | 9.52 |
| Cash and cash equivalents | 7 | 12.20 | 12.88 | 9.01 |
| Other bank balances | 8 | 0.06 | 0.06 | 0.06 |
| Other financial assets | 4 | 0.00 | 0.00 | 0.11 |
| Current tax assets | 9 | 14.92 | 17.82 | 28.80 |
| Other current assets | 10 | 70.20 | 96.25 | 151.28 |
| Total current assets | | 270.32 | 190.01 | 208.78 |
| Total assets | | 374.94 | 396.32 | 531.72 |
| EQUITY & LIABILITIES | | | | |
| Equity | | | | |
| Equity share capital | 11 | 1.00 | 1.00 | 1.00 |
| Other equity | 12 | (92.49) | (241.05) | (326.15) |
| Total equity | | (91.49) | (240.05) | (325.15) |
| Liabilities | | | | |
| Non current liabilities | | | | |
| Provisions | 15 | 0.72 | 0.45 | 0.60 |
| Total non current liabilities | | 0.72 | 0.45 | 0.60 |
| Current liabilities | | | | |
| Financial liabilities | | | | |
| Borrowings | 13 | 331.93 | 510.00 | 738.61 |
| Trade payables | | - | - | - |
| a) Outstanding dues of MSMED | 14 | 2.41 | 0.09 | 0.02 |
| b) Outstanding dues of creditors other than MSMED | | 45.90 | 38.96 | 28.80 |
| Other financial liabilities | 16 | 76.25 | 76.38 | 98.46 |
| Provisions | 15 | 0.17 | 0.03 | 0.02 |
| Other current liabilities | 17 | 9.05 | 10.46 | 7.36 |
| Total current liabilities | | 465.71 | 635.92 | 855.27 |
| Total liabilities | | 466.43 | 636.37 | 855.87 |
| Total equity and liabilities | | 374.94 | 396.32 | 531.72 |

Significant Accounting Policies 2
 Accompanying notes form an integral part of these financial statements.

As per our report of even date attached
 For S.S. Kothari Mehta & Co
 Chartered Accountants
 Firm Reg. No. 000756N

Suail Wahal
 Partner
 Membership No. 087294
 Place: New Delhi
 Date: December 18, 2023



For and on behalf of the Board of Directors
 ECO CAR RENTAL SERVICES PRIVATE LIMITED

RAJESH LOOMBA
 Director
 DIN : 00082353

ADITYA LOOMBA
 Director
 DIN : 00082331

ECO CAR RENTAL SERVICES PRIVATE LIMITED
CIN-U63000DL2015PTC278870

Statement of profit & loss for the year ended March 31, 2023

(All amounts are in rupees lakhs, unless otherwise stated)

| Particulars | Note | For the year ended March 31, 2023 | For the year ended March 31, 2022 |
|--|------|--------------------------------------|--------------------------------------|
| Income | | | |
| Revenue from operations | 18 | 725.65 | 475.72 |
| Other income | 19 | 8.73 | 19.43 |
| Total Income | | 734.37 | 495.15 |
| Expenses | | | |
| Cost of service | 20 | 402.17 | 192.86 |
| Employee benefit expense | 21 | 19.58 | 8.87 |
| Finance cost | 22 | 48.10 | 64.14 |
| Depreciation and amortisation expense | 23 | 48.86 | 88.36 |
| Other expense | 24 | 17.14 | 35.79 |
| Total expenses | | 535.85 | 389.02 |
| Profit before tax for the year | | 198.52 | 116.13 |
| Income tax expense | | | |
| Current tax | 25 | - | - |
| Tax relating to earlier years | | - | 0.30 |
| Deferred tax (credit)/charge | | 50.04 | 28.73 |
| Total tax expense for the year | | 50.04 | 29.03 |
| Profit after tax for the year | | 148.48 | 87.10 |
| Other comprehensive income for the year | | | |
| (i) Items that will not be reclassified to profit or loss | | | |
| Remeasurements gains/(losses) on defined benefit plans | | 0.11 | - |
| Income tax relating to the above item | | (0.03) | - |
| (ii) Items that will be reclassified to profit or loss | | | |
| Income tax relating to the above item | | - | - |
| Total comprehensive income for the year | | 148.56 | 87.10 |
| Earnings per equity share of face value Rs. 10/- each | | | |
| 1) Basic and Diluted (in ₹) | 26 | 1,484.76 | 85.00 |
| Significant Accounting Policies | | | |
| 2 Accompanying notes form an integral part of these financial statements. | | | |

As per our report of even date attached

For S.S. Kothari Mehta & Co

Chartered Accountants

Firm Reg. No. 000756N

Sunil Wahal

Partner

Membership No. 087294

Place: New Delhi

Date: December 18, 2023



For and on behalf of the Board of Directors
ECO CAR RENTAL SERVICES PRIVATE LIMITED

RAJESH LOOMBA

Director

DIN : 00082353

ADITYA LOOMBA

Director

DIN : 00082353

ECO CAR RENTAL SERVICES PRIVATE LIMITED
CIN-U63000DL2015PTC278870
Statement of cash flow for the year ended March 31, 2023
(All amounts are in rupees lakhs, unless otherwise stated)

| PARTICULARS | For the year ended March 31, 2023 | For the year ended March 31, 2022 |
|--|--------------------------------------|--------------------------------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit before tax: | 198.52 | 114.13 |
| Adjustments:- | | |
| Depreciation and amortisation expense | 48.86 | 83.36 |
| Finance cost | 48.10 | 64.14 |
| Profit on sale of property, plant and equipment | (2.69) | (8.15) |
| Interest income | (1.03) | (1.26) |
| Balances written back | (2.51) | (2.31) |
| Balances written off | 1.59 | 6.38 |
| Operating profit before working capital changes | 290.84 | 256.29 |
| (Increase) / Decrease in trade receivables | (111.52) | (59.88) |
| (Increase) / Decrease in other current assets | 26.05 | 55.02 |
| (Increase) / Decrease in other current financial assets | (0.00) | 0.11 |
| Increase / (Decrease) in trade payables | 11.76 | 17.54 |
| Increase / (Decrease) in other financial liabilities | (0.13) | (15.07) |
| Increase / (Decrease) in non current provisions | 0.27 | (0.15) |
| Increase / (Decrease) in current provisions | 0.25 | 0.01 |
| Increase / (Decrease) in other current liabilities | (1.41) | 3.10 |
| Cash generated from operations | 216.10 | 256.97 |
| Income taxes paid | 2.91 | 10.69 |
| Net cash generated from operating activities | 219.01 | 267.66 |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | |
| Payments for purchase of property, plant & equipment | - | (2.00) |
| Proceeds from sale of property, plant & equipment | 5.44 | 14.69 |
| Interest received | 1.03 | 1.26 |
| Net cash generated from investing activities | 6.47 | 13.95 |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Repayment of short term borrowings (net) | (223.76) | 285.96 |
| Interest paid (net) | (2.40) | (1.78) |
| Net cash used in financing activities | (226.16) | 287.74 |
| Net decrease in cash & cash equivalents | (0.68) | (6.13) |
| Opening balance of cash & cash equivalents | 12.88 | 19.01 |
| Closing balance of cash & cash equivalents | 12.20 | 12.88 |
| Note: Cash and cash equivalents included in the Statement of Cash Flows comprise of the following :- | | |
| i) Cash on hand | 1.08 | 0.88 |
| ii) Balance with banks : | | |
| -In current accounts | 11.12 | 12.00 |
| Total | 12.20 | 12.88 |

The above Statement of Cash Flows has been prepared under the Indirect method as set out in IND AS - 7.
Figures in brackets indicate cash outflows.

As per our report of even date
For S.S. Kothari Mehta & Co
Chartered Accountants
Firm Reg. No. 000756N



Sunil Wahal
Partner
Membership Number: 087294

For and on behalf of the Board of Directors
ECO CAR RENTAL SERVICES PRIVATE LIMITED

RAJESH LOOMBA
Director
DIN : 00082353

ADITYA LOOMBA
Director
DIN : 00082331

Place: New Delhi
Date: December 18, 2023

ECO CAR RENTAL SERVICES PRIVATE LIMITED
 CIN-UG3000DL2015PTC278870
 Statement of change in equity for the year ended March 31, 2023
 (All amounts are in rupees lakhs, unless otherwise stated)

a. Equity Share Capital

| Particulars | Note | As at March 31, 2023 | | As at March 31, 2022 | | As at April 01, 2021 | |
|--|------|----------------------|--------|----------------------|--------|----------------------|--------|
| | | No. of Shares | Amount | No. of Shares | Amount | No. of Shares | Amount |
| Balance at the beginning of the reporting year | 11 | 10,000 | 1.00 | 10,000 | 1.00 | 10,000 | 1.00 |
| Issued during the year | | - | - | - | - | - | - |
| Balance at the end of the reporting year | | 10,000 | 1.00 | 10,000 | 1.00 | 10,000 | 1.00 |

b. Other Equity

| Particulars | Retained Earnings | Other Comprehensive Income | Total other equity |
|--|-------------------|----------------------------|--------------------|
| Balance as at April 01, 2021 | (326.15) | - | (326.15) |
| Opening Ind AS adjustments | - | - | - |
| Restated balance as at April 01, 2021 | (326.15) | - | (326.15) |
| Profit for the year | 85.10 | - | 85.10 |
| Balance as at March 31, 2022 | (241.05) | - | (241.05) |
| Profit for the year | 148.48 | - | 148.48 |
| Remeasurements gains/(losses) on defined benefit plans | - | 0.08 | 0.08 |
| Balance as at March 31, 2023 | (92.57) | 0.08 | (92.49) |

Refer Note 12 for nature and purpose of other equity.

Accompanying notes form an integral part of these financial statements.

As per our report of even date
 For S.S. Kothari Mehta & Co
 Chartered Accountants
 Firm Reg. No. 000756N

Sunil Wabal
 Partner
 Membership Number: 087294

Place: New Delhi
 Date: December 18, 2023



For and on behalf of the Board of Directors
 ECO CAR RENTAL SERVICES PRIVATE LIMITED

RAJESH LOOMBA
 Director
 DIN : 00082353

ADITYA LOOMBA
 Director
 DIN : 00082331

ECO CAR RENTAL SERVICES PRIVATE LIMITED
CIN-U63000DL2015PTC278870

Notes to the financial statements for the year ended March 31, 2023
(All amounts are in rupees lakhs, unless otherwise stated)

3 Property, plant and equipment

| Particulars | Motor Vehicles | Office Equipments | Total |
|---|----------------|-------------------|---------------|
| At April 01, 2021 (At deemed cost) | 213.39 | - | 213.39 |
| Additions | - | 2.00 | 2.00 |
| Disposals/adjustments | 9.09 | - | 9.09 |
| At March 31, 2022 | 204.30 | 2.00 | 206.30 |
| Additions | - | - | - |
| Disposals/adjustments | 6.00 | - | 6.00 |
| At March 31, 2023 | 198.30 | 2.00 | 200.30 |
| Accumulated Depreciation | | | |
| At April 01, 2021 | - | - | - |
| Charge for the year | 82.83 | 0.53 | 83.36 |
| Disposals/adjustments | 2.55 | - | 2.55 |
| At March 31, 2022 | 80.28 | 0.53 | 80.81 |
| Charge for the year | 48.20 | 0.66 | 48.86 |
| Disposals/adjustments | 3.25 | - | 3.25 |
| At March 31, 2023 | 125.23 | 1.19 | 126.42 |
| Net carrying amount | | | |
| At April 01, 2021 | 213.39 | - | 213.39 |
| At March 31, 2022 | 124.02 | 1.47 | 125.49 |
| At March 31, 2023 | 73.07 | 0.81 | 73.88 |

Notes:-

- The Company has elected to continue with the carrying value of all its property, plant and equipment as recognised in the financial statements as
- at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments.
 - Refer note 13 for information on charges created on property, plant and equipment



| 4 Other financial assets | | | | | |
|--|----------------------|----------------------|----------------------|-----------|-------------------|
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 | | |
| Current | | | | | |
| Unsecured, considered good | | | | | |
| Unbilled revenue | - | - | 0.11 | | |
| Interest accrued | 0.00 | 0.00 | 0.00 | | |
| Total | 0.00 | 0.00 | 0.11 | | |
| 5 Deferred tax (liability)/assets (net) | | | | | |
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 | | |
| Opening balance | 80.82 | 109.55 | 109.55 | | |
| Deferred tax charged/(credited) to statement of profit and loss during the year | (50.04) | (28.73) | - | | |
| Deferred tax charged/(credited) to Other comprehensive income during the year | (0.03) | - | - | | |
| Closing balance | 30.74 | 80.82 | 109.55 | | |
| (a) Reconciliation of Deferred Tax Asset: | | | | | |
| Business losses brought forward | 16.46 | 64.31 | 91.48 | | |
| Property, plant and equipment | 14.08 | 16.37 | 17.89 | | |
| Provisions for employee benefits | 0.21 | 0.14 | 0.18 | | |
| Total | 30.75 | 80.82 | 109.55 | | |
| 6 Trade receivables | | | | | |
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 | | |
| (Valued at amortised cost) | | | | | |
| Current | | | | | |
| Unsecured considered good | 172.94 | 63.00 | 9.52 | | |
| Unsecured considered doubtful | - | - | - | | |
| Total | 172.94 | 63.00 | 9.52 | | |
| Less: Allowance for doubtful trade receivables | - | - | - | | |
| Total | 172.94 | 63.00 | 9.52 | | |
| Trade receivables ageing schedule | | | | | |
| Particulars | Less than 6 Month | 6 Month to 1 year | 1-2 years | 2-3 years | More than 3 years |
| As at March 31, 2023 | | | | | |
| Undisputed Trade Receivable | | | | | |
| Considered good | 172.94 | - | - | - | - |
| Which have significance increase in credit risk | - | - | - | - | - |
| Credit impaired | - | - | - | - | - |
| Disputed Trade Receivable | | | | | |
| Considered good | - | - | - | - | - |
| Which have significance increase in credit risk | - | - | - | - | - |
| Credit impaired | - | - | - | - | - |
| Total | 172.94 | - | - | - | - |
| As at March 31, 2022 | | | | | |
| Undisputed Trade Receivable | | | | | |
| Considered good | 63.00 | - | - | - | - |
| Which have significance increase in credit risk | - | - | - | - | - |
| Credit impaired | - | - | - | - | - |
| Disputed Trade Receivable | | | | | |
| Considered good | - | - | - | - | - |
| Which have significance increase in credit risk | - | - | - | - | - |
| Credit impaired | - | - | - | - | - |
| Total | 63.00 | - | - | - | - |
| As at April 01, 2021 | | | | | |
| Undisputed Trade Receivable | | | | | |
| Considered good | 9.52 | - | - | - | - |
| Which have significance increase in credit risk | - | - | - | - | - |
| Credit impaired | - | - | - | - | - |
| Disputed Trade Receivable | | | | | |
| Considered good | - | - | - | - | - |
| Which have significance increase in credit risk | - | - | - | - | - |
| Credit impaired | - | - | - | - | - |
| Total | 9.52 | - | - | - | - |
| Trade receivables include dues from related party Rs. 172.94 lakhs (March 31, 2022: Rs. 63.00 lakhs, April 01, 2021: Rs. 9.52 lakhs) (Refer Note 27) | | | | | |
| 7 Cash and cash equivalents | | | | | |
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 | | |
| Balances with banks | - | - | - | | |
| -In current accounts | 11.12 | 12.00 | 18.29 | | |
| Cash on hand | 1.08 | 0.88 | 0.72 | | |
| Total | 12.20 | 12.88 | 19.01 | | |
| 8 Other bank balances | | | | | |
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 | | |
| Bank deposits due to mature after 3 months of original maturities but within 12 months of the reporting date* | 0.06 | 0.06 | 0.06 | | |
| Total | 0.06 | 0.06 | 0.06 | | |
| 9 Current tax assets | | | | | |
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 | | |
| TDS receivable | 14.92 | 17.82 | 28.80 | | |
| Total | 14.92 | 17.82 | 28.80 | | |
| 10 Other assets | | | | | |
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 | | |
| Current | | | | | |
| Unsecured considered good | | | | | |
| Prepaid expenses | 17.18 | 18.12 | 21.92 | | |
| Advance to suppliers | 21.57 | 12.70 | 20.65 | | |
| Advance to employees | 0.20 | 0.24 | - | | |
| Balances with government authority | 31.25 | 65.19 | 108.71 | | |
| Total | 70.20 | 96.25 | 151.28 | | |



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| 11 Share capital | | | |
|---|-----------------------------|-----------------------------|-----------------------------|
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
| (a) Authorised share capital | | | |
| 10,000 (31 March 2022: 10,000, 01 April 2021: 10,000) equity share of Rs. 10/- each | 1.00 | 1.00 | 1.00 |
| | 1.00 | 1.00 | 1.00 |
| (b) Issued, subscribed and fully paid up share capital | | | |
| 10,000 (31 March 2022: 10,000, 01 April 2021: 10,000) equity share of Rs. 10/- each | 1.00 | 1.00 | 1.00 |
| | 1.00 | 1.00 | 1.00 |
| (c) Movements in equity share capital | | | |
| Particulars | No. of shares | | Amount in Rs. |
| As at April 01, 2021 | 10,000 | | 1.00 |
| Issued during the year | - | | - |
| As at March 31, 2022 | 10,000 | | 1.00 |
| Issued during the year | - | | - |
| As at March 31, 2023 | 10,000 | | 1.00 |

(d) Terms and rights attached to equity shares
The Company has only one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation of the Company, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

| (e) Particulars of shareholders holding more than 5% shares of fully paid up equity shares and shares held by promoters group | | | | | | |
|--|-----------------------|------------------|-----------------------|------------------|-----------------------|------------------|
| Name of shareholder | March 31, 2023 | | March 31, 2022 | | April 01, 2021 | |
| | No. of shares | % holding | No. of shares | % holding | No. of shares | % holding |
| Ecos (India) Mobility And Hospitality Pvt. Ltd.* | 10,000 | 100% | 10,000 | 100% | 10,000 | 100% |
| *Shareholding of Ecos (India) Mobility and Hospitality Private Limited includes shares held by its nominee | | | | | | |

There were no buy back of shares or issue of shares pursuant to contract (without payment being received in cash during the previous 5 years.

As per the records of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

| 12 Other equity | | | |
|----------------------------|-----------------------------|-----------------------------|-----------------------------|
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
| Retained earnings | (92.57) | (241.05) | (326.15) |
| Other comprehensive income | 0.08 | - | - |
| Total other equity | (92.49) | (241.05) | (326.15) |

Movement in other equity

| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
|--------------------------|-----------------------------|-----------------------------|-----------------------------|
| Retained earnings | | | |
| Opening balance | (241.05) | (326.15) | (326.15) |
| Profit during the year | 148.48 | 83.10 | - |
| Closing balance | (92.57) | (241.05) | (326.15) |

Other comprehensive income

| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
|---|-----------------------------|-----------------------------|-----------------------------|
| Opening balance | - | - | - |
| Remeasurement gain/(loss) on defined benefit plan | 0.08 | - | - |
| Closing balance | 0.08 | - | - |

Nature and purpose of reserves

(i) Retained earnings

Retained earnings are profits that the Company has earned till date less transfer to other reserve, dividend or other distribution or transaction with shareholders.

(ii) Other comprehensive income

Other comprehensive income (OCI) represent the balance in equity for items to be accounted in OCI. It is classified into (i) items that will not be reclassified to statement of profit and loss, and (ii) items that will be reclassified to statement of profit and loss.

| 13 Borrowings | | | |
|--|-----------------------------|-----------------------------|-----------------------------|
| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
| Non-current (Valued at amortised cost) | | | |
| Secured | | | |
| From banks | | | |
| HDFC Bank Limited | - | - | 14.44 |
| Less: Current maturities of long term borrowings | - | - | (14.44) |
| Total | - | - | - |
| Current (Valued at amortised cost) | | | |
| Secured | | | |
| From banks | | | |
| Current maturities of long term borrowings | - | - | 14.44 |
| Unsecured - Repayable on demand | | | |
| - From Holding Company (Refer Note 27) | 331.93 | 510.00 | 719.17 |
| Total | 331.93 | 510.00 | 733.61 |
| Total | 331.93 | 510.00 | 733.61 |

Terms & Conditions:

| Financier Name | Year | Outstanding Amount | Rate of Interest |
|---|----------------|---------------------------|-------------------------|
| Ecos (India) Mobility and Hospitality Limited | March 31, 2023 | 331.93 | 10% |
| | March 31, 2022 | 510.00 | |
| | April 01, 2021 | 719.17 | |

| Financier Name | Year | Outstanding Amount | Rate of Interest |
|-----------------------|----------------|---------------------------|-------------------------|
| HDFC Bank Limited | March 31, 2023 | - | 8-8.5% |
| | March 31, 2022 | - | |
| | April 01, 2021 | 14.44 | |

The loan from HDFC Bank Limited is secured by hypothecation of the vehicles acquired.



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14 Trade payables

| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
|--|----------------------|----------------------|----------------------|
| Current | | | |
| Total outstanding dues of micro enterprise and small enterprise | 2.41 | 0.09 | 0.02 |
| Total outstanding dues of creditors other than micro enterprise and small enterprise | 45.90 | 38.96 | 23.80 |
| Total | 48.31 | 39.05 | 23.82 |

Trade payable ageing schedule

| Particulars | Unbilled | Less than 1 year | 1-2 years | 2-3 years | more than 3 years | Total |
|--|----------|------------------|-------------|-------------|-------------------|--------------|
| As at March 31, 2023 | | | | | | |
| Total outstanding dues to micro enterprises and small enterprises | - | 2.41 | - | - | - | 2.41 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 3.67 | 40.58 | 0.95 | 0.32 | 0.38 | 45.90 |
| Disputed dues of micro enterprises and small enterprises | - | - | - | - | - | - |
| Disputed dues of creditors other than micro enterprises and small enterprises | - | - | - | - | - | - |
| Carrying Amount | | 43.00 | 0.95 | 0.32 | 0.38 | 48.31 |

As at March 31, 2022

| | | | | | | |
|--|---|--------------|-------------|-------------|---|--------------|
| Total outstanding dues to micro enterprises and small enterprises | - | 0.09 | - | - | - | 0.09 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | - | 38.27 | 0.32 | 0.38 | - | 38.96 |
| Disputed dues of micro enterprises and small enterprises | - | - | - | - | - | - |
| Disputed dues of creditors other than micro enterprises and small enterprises | - | - | - | - | - | - |
| Carrying Amount | | 38.36 | 0.32 | 0.38 | | 39.05 |

As at April 01, 2021

| | | | | | | |
|--|---|--------------|-------------|-------------|---|--------------|
| Total outstanding dues to micro enterprises and small enterprises | - | 0.02 | - | - | - | 0.02 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | - | 23.16 | 0.38 | 0.26 | - | 23.80 |
| Disputed dues of micro enterprises and small enterprises | - | - | - | - | - | - |
| Disputed dues of creditors other than micro enterprises and small enterprises | - | - | - | - | - | - |
| Carrying Amount | | 23.18 | 0.38 | 0.26 | | 23.82 |

15 Provisions

| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
|---------------------------------|----------------------|----------------------|----------------------|
| Non-current | | | |
| Provision for employee benefits | | | |
| -Leave encashment | 0.22 | - | 0.10 |
| -Gratuity | 0.50 | 0.45 | 0.50 |
| Total | 0.72 | 0.45 | 0.60 |
| Current | | | |
| Provision for employee benefits | | | |
| -Leave encashment | 0.06 | 0.03 | 0.02 |
| -Gratuity | 0.11 | - | - |
| Total | 0.17 | 0.03 | 0.02 |
| Total | 0.89 | 0.48 | 0.62 |

16 Other financial liabilities

| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
|-----------------------------|----------------------|----------------------|----------------------|
| Current | | | |
| Accrued salary and benefits | 2.50 | 0.28 | 1.28 |
| Security deposits | 73.75 | 76.10 | 90.18 |
| Total | 76.25 | 76.38 | 91.46 |

17 Other current liabilities

| Particulars | As at March 31, 2023 | As at March 31, 2022 | As at April 01, 2021 |
|----------------|----------------------|----------------------|----------------------|
| Statutory dues | 9.05 | 10.46 | 7.36 |
| Total | 9.05 | 10.46 | 7.36 |



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Balance Sheet as at March 31, 2023
(All amounts are in rupees lakhs, unless otherwise stated)

| Particulars | For the year ended | |
|--|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| 18 Revenue from operations | | |
| Revenue from contract with customers | | |
| Sale of services | 725.65 | 475.72 |
| Total revenue from operations | 725.65 | 475.72 |
| i) Timing of revenue recognition | | |
| Services transferred over a period of time | 725.65 | 475.72 |
| Total revenue from contracts with customers | 725.65 | 475.72 |
| ii) Revenue by location of customers | | |
| India | 725.65 | 475.72 |
| Total revenue from contracts with customers | 725.65 | 475.72 |
| iii) Reconciliation of revenue recognised in statement of profit and loss with contracted price | | |
| Revenue as per contracted price | 725.65 | 475.72 |
| Less: Discounts | - | - |
| Total revenue from contracts with customers | 725.65 | 475.72 |

iv) Performance obligation

Sale of service: The performance obligation in respect of services is satisfied over the period of time and acceptance of the customer. Payment is generally due upon completion of service and acceptance of the customer

19 Other income

| Particulars | For the year ended | |
|---|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| i) Interest income | | |
| Interest income on Staff Loan | 0.03 | 0.02 |
| Interest income on Fixed Deposit | 0.00 | 0.00 |
| Interest income on Income Tax Refund | 1.00 | 1.24 |
| | 1.03 | 1.26 |
| ii) Others | | |
| Business Support Charges | 2.32 | 7.65 |
| Profit on sale of property, plant and equipment | 2.69 | 8.15 |
| Balance written back | 2.51 | 2.31 |
| Other Income | 0.18 | 0.06 |
| | 7.70 | 18.17 |
| Total | 8.73 | 19.43 |

20 Cost of Service

| Particulars | For the year ended | |
|-------------------------------------|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Car Hire Charges | 271.40 | 134.31 |
| Car Running and Maintenance Charges | 54.49 | 19.37 |
| Parking Expenses | 15.24 | 4.64 |
| Road and Token Tax | 8.45 | 5.44 |
| Insurance Expenses | 20.33 | 23.44 |
| Chauffeur Charges | 32.26 | 5.66 |
| Total | 402.17 | 192.86 |

21 Employee benefit expenses

| Particulars | For the year ended | |
|---|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Salaries and wages | 17.50 | 3.80 |
| Contribution to provident and other funds | 1.20 | 0.65 |
| Gratuity expenses | 0.27 | (0.05) |
| Leave encashment expenses | 0.34 | 0.12 |
| Staff welfare | 0.27 | 0.35 |
| Total | 19.58 | 4.87 |

22 Finance cost

| Particulars | For the year ended | |
|-----------------------------|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Interest on Car Loan | - | 1.58 |
| Interest on Unsecured Loan* | 45.70 | 62.36 |
| Interest - Others | 2.40 | 0.20 |
| Total | 48.10 | 64.14 |

*Interest on unsecured loan includes payment to related party Rs. 45.70 lakhs (March 31, 2022: Rs. 62.36 lakhs) (Refer Note 27)



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Balance Sheet as at March 31, 2023
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23 Depreciation and amortisation expenses

| Particulars | For the year ended | |
|--|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Depreciation on property, plant and equipments | 48.86 | 83.36 |
| Total | 48.86 | 83.36 |

24 Other expenses

| Particulars | For the year ended | |
|-----------------------------------|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Business Support Expense* | 1.17 | 18.00 |
| Audit Fee | 2.50 | 2.50 |
| Bank Charges | - | 0.06 |
| Rent## | 7.75 | 4.58 |
| Repairs and Maintenance Expense | 0.07 | 0.02 |
| Rates and Taxes# | 0.00 | 0.04 |
| Travelling and Conveyance Expense | 0.10 | 0.24 |
| Legal and Professional Charges | 1.55 | 2.85 |
| Miscellaneous expenses | 4.00 | 7.50 |
| Total | 17.14 | 35.79 |

*Business Support Expense includes payment to related party Rs. 1.17 lakhs (March 31, 2022: Rs. 18.00 lakhs) (Refer Note 27)

Rates and Taxes includes payment to related party Rs. 0.00 lakhs (March 31, 2022: Nil) (Refer Note 27)

Rent includes payment to related party Rs. 0.66 lakhs (March 31, 2022: Nil) (Refer Note 27)

Detail of payment to auditors

| | | |
|--------------|-------------|-------------|
| Audit fee | 2.50 | 2.50 |
| Total | 2.50 | 2.50 |

25 Income tax expenses

Income tax expenses recognized in statement of profit and loss:

| Particulars | For the year ended | |
|--|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Current income tax: | | |
| Current income tax charge | - | - |
| Tax relating to earlier years | - | 0.30 |
| Total current tax expense | - | 0.30 |
| Deferred tax: | | |
| Business Losses brought forward | 47.85 | 27.17 |
| Property, plant and equipment | 2.29 | 1.52 |
| Provisions for employee benefits | (0.10) | 0.04 |
| Total deferred tax expense recognized | 50.04 | 28.73 |
| Deferred tax expense recognised in other comprehensive income | 0.03 | - |
| Income tax expenses charged in statement of profit & loss | 50.07 | 29.03 |

(a) Reconciliation of Effective Tax Rate for the year:

| Particulars | For the year ended | |
|---|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Accounting Profit before income tax | 198.52 | 114.13 |
| Applicable Income Tax rate | 25.17% | 25.17% |
| Computed tax expenses | 49.96 | 28.72 |
| Penalty under GST | 0.07 | - |
| Income Tax Demand | - | 0.30 |
| Others | 0.01 | 0.01 |
| Tax expenses in statement of profit & loss | 50.04 | 29.03 |

26 Earnings per share

Basic/Diluted Earnings per share

| Particulars | | For the year ended | |
|--|----------------|--------------------|----------------|
| | | March 31, 2023 | March 31, 2022 |
| Numerator for earnings per share | | | |
| Profit after tax for the year as per statement of profit and loss | (Rs. in lakhs) | 148.48 | 85.10 |
| Denominator for earnings per share | | | |
| Weighted average number of equity shares outstanding | (Numbers) | 10,000 | 10,000 |
| Earnings per share- Basic and diluted (one equity share of Rs. 10/- each) | | 1,484.76 | 851.00 |



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27 Related party disclosure

List of related parties:-

I. Enterprises which control the entity (Holding Company)

ECOS (India) Mobility & Hospitality Private Limited

II. Key Managerial Personnel & their relatives

Aditya Loomba (Director)

Rajesh Loomba (Director)

Chanchal Loomba (Mother of Mr. Rajesh Loomba)

III. Fellow Subsidiary

Consulttrans Technology Solutions Private Limited

Ecreate Events Private Limited

IV. Enterprises under the control of Key Managerial Personnel

Silver Service (Proprietorship of Aditya Loomba)

| Particulars | Nature of transaction | Transactions during the year ended | |
|---|---------------------------|------------------------------------|----------------|
| | | March 31, 2023 | March 31, 2022 |
| ECOS (India) Mobility & Hospitality Private Limited | Repayment of Borrowings | 267.89 | 299.10 |
| ECOS (India) Mobility & Hospitality Private Limited | Loan from Holding Company | 48.69 | 33.81 |
| ECOS (India) Mobility & Hospitality Private Limited | Payment to Contractor | 18.65 | - |
| ECOS (India) Mobility & Hospitality Private Limited | Finance Cost | 45.70 | 62.36 |
| ECOS (India) Mobility & Hospitality Private Limited | Revenue from Operations | 725.65 | 475.37 |
| ECOS (India) Mobility & Hospitality Private Limited | Business Support Expense | 1.17 | 18.00 |
| Silver Service (Proprietorship of Aditya Loomba) | Business Support Charges | - | 0.35 |
| Chanchal Loomba | Rent | 0.66 | - |

Outstanding balances with related parties:

| Particulars | Nature of transaction | As at | As at | As at |
|---|-----------------------|----------------|----------------|----------------|
| | | March 31, 2023 | March 31, 2022 | April 01, 2021 |
| ECOS (India) Mobility & Hospitality Private Limited | Borrowing | 331.93 | 510.00 | 719.17 |
| ECOS (India) Mobility & Hospitality Private Limited | Trade Receivable | 172.94 | 63.00 | 9.52 |

Terms & Conditions

(i) Transactions with related parties during the year were based on terms that would be available to third parties. All other transactions were made in ordinary course of business and at arm's length price.

(ii) All outstanding balances are unsecured and are repayable in cash.

(iii) Above transactions do not include the provision made for gratuity, as they are determined on an actuarial basis for the Company as a whole. The decisions relating to the remuneration of the KMPs are taken by the Board of Directors of the Company, in accordance with shareholders approval, wherever necessary.

28 Fair value measurement

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments:

| Particulars | As at March 31, 2023 | | As at March 31, 2022 | | As at April 01, 2021 | |
|--|----------------------|------------|----------------------|------------|----------------------|------------|
| | Carrying Amount | Fair Value | Carrying Amount | Fair Value | Carrying Amount | Fair Value |
| Financial assets at amortised cost | | | | | | |
| Trade receivables | 172.94 | 172.94 | 63.00 | 63.00 | 9.52 | 9.52 |
| Cash and cash equivalents | 12.20 | 12.20 | 12.88 | 12.88 | 19.01 | 19.01 |
| Other bank balances | 0.06 | 0.06 | 0.06 | 0.06 | 0.06 | 0.06 |
| Other financial assets (Current) | 0.00 | 0.00 | 0.00 | 0.00 | 0.11 | 0.11 |
| Financial liabilities at amortised cost | | | | | | |
| Borrowings (Current) | 331.93 | 331.93 | 510.00 | 510.00 | 733.61 | 733.61 |
| Trade payables | 48.31 | 48.31 | 39.05 | 39.05 | 23.82 | 23.82 |
| Other financial liabilities (Current) | 76.25 | 76.25 | 76.38 | 76.38 | 91.46 | 91.46 |

28.1 Fair value hierarchy

i) The Company uses the following hierarchy for fair value measurement of the company's financial assets and liabilities:

Level 1: Quoted prices/NAV (unadjusted) in active markets for identical assets and liabilities at the measurement date.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

| Particulars | Carrying Value March 31, 2023 | Fair Value | | |
|--|----------------------------------|------------|---------|---------|
| | | Level 1 | Level 2 | Level 3 |
| Assets at fair value | | | | |
| Fair value through amortised cost | | | | |
| Trade receivables | 172.94 | - | - | 172.94 |
| Cash and cash equivalents | 12.20 | - | - | 12.20 |
| Other bank balances | 0.06 | - | - | 0.06 |
| Other financial assets (Current) | 0.00 | - | - | 0.00 |
| Liability at fair value | | | | |
| Fair value through amortised cost | | | | |
| Borrowings (Current) | 331.93 | - | - | 331.93 |
| Trade payable | 48.31 | - | - | 48.31 |
| Other financial liabilities (Current) | 76.25 | - | - | 76.25 |



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28.1 Fair value hierarchy (Contd.)

| | Carrying Value | Fair Value | | |
|--|----------------|------------|---------|---------|
| | March 31, 2022 | Level 1 | Level 2 | Level 3 |
| Assets at fair Value | | | | |
| Fair value through amortised cost | | | | |
| Trade receivables | 63.00 | - | - | 63.00 |
| Cash and cash equivalents | 12.88 | - | - | 12.88 |
| Other bank balances | 0.06 | - | - | 0.06 |
| Other financial assets (Current) | 0.00 | - | - | 0.00 |
| Liability at fair value | | | | |
| Fair value through amortised cost | | | | |
| Borrowings (Current) | 510.00 | - | - | 510.00 |
| Trade payable | 39.05 | - | - | 39.05 |
| Other financial liabilities (Current) | 76.38 | - | - | 76.38 |
| Carrying Value | | | | |
| April 01, 2021 | | | | |
| Assets at fair value | | | | |
| Fair value through amortised cost | | | | |
| Trade receivables | 9.52 | - | - | 9.52 |
| Cash and cash equivalents | 19.01 | - | - | 19.01 |
| Other bank balances | 0.06 | - | - | 0.06 |
| Other financial assets (Current) | 0.11 | - | - | 0.11 |
| Liability at fair Value | | | | |
| Fair value through amortised cost | | | | |
| Borrowings (Current) | 733.61 | - | - | 733.61 |
| Trade payable | 23.82 | - | - | 23.82 |
| Other financial liabilities (Current) | 91.46 | - | - | 91.46 |

ii) Fair valuation techniques

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used to estimate the fair values:

- 1) Fair value of cash and deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short term maturities of these instruments.
- 2) Borrowings are evaluated by the Company based on parameters such as interest rates, specific country risk factors, credit risk and other risk characteristics. Fair value of the borrowings approximates their carrying values.

29 Financial risk management

The Company's principal financial liabilities comprise borrowings, trade and other payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company's principal financial assets comprise trade and other receivables and cash and cash equivalent that arise directly from its operations. The Company's activities expose it mainly to market risk, liquidity risk and credit risk. The monitoring and management of such risks is undertaken by the senior management of the Company and there are appropriate policies and procedures in place through which such financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the Company policy not to carry out any trading in derivative for speculative purposes.

A) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprises three types of risk: currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity price risk. Financial instruments affected by market risks include loan and borrowings, deposit, investments, and foreign currency receivables and payables.

(i) Interest rate risk

Borrowings availed by the Company are subject to interest on fixed rates as these are taken only for the purpose to finance the business and inducting new fleet and such borrowings are repayable on demand. The Company is not exposed to interest rate risk as it does not have any financial instruments bearing variable interest rate as at the reporting date.

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in foreign currency). The Company evaluates exchange rate exposure arising from foreign currency transactions and follows established risk management policies. There is no foreign currency risk as at March 31, 2023, March 31, 2022 and April 01, 2021 as no foreign currency receivables and payables are outstanding.

(iii) Commodity price risk

The Company is not involved in the provision and sale of products and hence, the Company is not exposed to commodity price risk.



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29 Financial risk management (Contd.)

B) Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at reasonable price.

The Company uses liquidity forecast tools to manage its liquidity. The Company is able to organise liquidity through own funds and through current borrowings. The Company has good relationship with its lenders, as a result of which it does not experience any difficulty in arranging funds from its lenders. Table here under provides the current ratio of the Company as at the year end.

| Particulars | As at | As at | As at |
|---------------------------|----------------|----------------|----------------|
| | March 31, 2023 | March 31, 2022 | April 01, 2021 |
| Total current assets | 270.32 | 190.01 | 208.78 |
| Total current liabilities | 465.71 | 635.92 | 856.27 |
| Current ratio | 0.58 | 0.30 | 0.24 |

Maturities analysis of financial liabilities:

The table below provides details regarding the contractual maturity of financial liabilities:

| Particulars | on demand | < 1 year | 1-3 year | 3-5 year | More than-5 years | Total |
|---------------------------------------|---------------|---------------|----------|----------|-------------------|---------------|
| As at March 31, 2023 | | | | | | |
| Borrowings (Current) | 331.93 | - | - | - | - | 331.93 |
| Trade payable | - | 48.31 | - | - | - | 48.31 |
| Other financial liabilities (Current) | - | 76.25 | - | - | - | 76.25 |
| | 331.93 | 124.55 | - | - | - | 456.49 |

| Particulars | on demand | < 1 year | 1-3 year | 3-5 year | More than-5 years | Total |
|---------------------------------------|---------------|---------------|----------|----------|-------------------|---------------|
| As at March 31, 2022 | | | | | | |
| Borrowings (Current) | 510.00 | - | - | - | - | 510.00 |
| Trade payable | - | 39.05 | - | - | - | 39.05 |
| Other financial liabilities (Current) | - | 76.38 | - | - | - | 76.38 |
| | 510.00 | 115.44 | - | - | - | 625.44 |

| Particulars | on demand | < 1 year | 1-3 year | 3-5 year | More than-5 years | Total |
|---------------------------------------|---------------|---------------|----------|----------|-------------------|---------------|
| As at April 01, 2021 | | | | | | |
| Borrowings (Current) | 719.17 | 14.44 | - | - | - | 733.61 |
| Trade payable | - | 23.82 | - | - | - | 23.82 |
| Other financial liabilities (Current) | - | 91.46 | - | - | - | 91.46 |
| | 719.17 | 129.72 | - | - | - | 848.89 |

C) Credit risk

Credit risk arises when a counterparty defaults on its contractual obligations to pay resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities, primarily trade receivables. The credit risks in respect of deposits with the banks, foreign exchange transactions and other financial instruments are only nominal.

The customer credit risk is managed subject to the Company's established policy, procedure and controls relating to customer credit risk management. In order to contain the business risk, prior to acceptance of an order from a customer, the creditworthiness of the customer is ensured through scrutiny of its financials, if required, market reports and reference checks. The Company remains vigilant and regularly assesses the financial position of customers during execution of contracts with a view to limit risks of delays and default. Further, in most of the cases, the Company normally allow credit period of 30-45 days to all customers which vary from customer to customer. In view of the industry practice and being in a position to prescribe the desired commercial terms, credit risks from receivables are well contained on an overall basis.

The impairment analysis is performed on each reporting period on individual basis for major customers. Some trade receivables are grouped and assessed for impairment collectively. The calculation is based on historical data of losses, current conditions and forecasts and future economic conditions. The Company's maximum exposure to credit risk at the reporting date is the carrying amount of each financial asset as detailed in notes 4, 6, 7 and 8.

30 Segment information

Operating segment are defined as components of the company about which separate financial information is available that is evaluated regularly by the chief operating decision-maker, or decision-making company, in deciding how to allocate resources and in assessing performance. The Company primarily operates in one business segment.

31 Capital management

For the purpose of Capital Management, Capital includes net debt and total equity of the Company. The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimise returns to shareholders. The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence. The Company may take appropriate steps in order to maintain, or if necessary, adjust, its capital structure.

| Particulars | As at | As at | As at |
|---|----------------|----------------|----------------|
| | March 31, 2023 | March 31, 2022 | April 01, 2021 |
| Borrowings (note 12) | 331.93 | 510.00 | 733.61 |
| Total debts | 331.93 | 510.00 | 733.61 |
| Less: Cash and cash equivalent (note 7) | 12.20 | 12.88 | 19.01 |
| Net Debt (A) | 319.73 | 497.12 | 714.60 |
| *Total equity (note 11 & note 12) (B) | (91.49) | (240.05) | (325.15) |

Gearing ratio (A/B)

Not Applicable

No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2023, March 31, 2022 and April 01, 2021.

32 Contingencies and Commitments

a) Contingent Liabilities (to the extent not provided for)

| Particulars | As at | As at | As at |
|--|----------------|----------------|----------------|
| | March 31, 2023 | March 31, 2022 | April 01, 2021 |
| (a) Claims against the company not acknowledged as debts | - | - | - |

b) Commitments

| Particulars | As at | As at | As at |
|-------------------|----------------|----------------|----------------|
| | March 31, 2023 | March 31, 2022 | April 01, 2021 |
| Other Commitments | - | - | - |



ECO CAR RENTAL SERVICES PRIVATE LIMITED

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Notes to the financial statements for the year ended March 31, 2023

(All amounts are in Rupees lakhs, unless otherwise stated)

33 Details Required Under Section 22 Of Micro, Small And Medium Enterprise Development Act, 2006

Based on the intimation received by the Company from its suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, the relevant information is provided here below:

| Particulars | As at | As at | As at |
|---|----------------|----------------|----------------|
| | March 31, 2023 | March 31, 2022 | April 01, 2021 |
| The principle amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year; | | | |
| (i) Principal Amount | 2.41 | 0.09 | 0.02 |
| (ii) Interest due on above | - | - | - |
| The amount of interest paid by the buyer in terms of section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the suppliers beyond the appointed day during each accounting year. | - | - | - |
| The amount of interest due and payable for the year on delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006, | - | - | - |
| The amount of interest accrued and remaining unpaid at the end of each accounting year, and | - | - | - |
| The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest due above are actually paid to the Small enterprise, for the purpose of disallowances of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006, | - | - | - |

34 Financial Ratios

| Ratio | Numerator | Denominator | As at | As at | Variance % | Remarks |
|----------------------------------|-------------------------------------|-----------------------------|----------------|----------------|------------|---|
| | | | March 31, 2023 | March 31, 2022 | | |
| Current Ratio | Current Assets | Current Liabilities | 0.58 | 0.30 | 94% | There is an increase in receivables and decrease in payables |
| Debt-Equity Ratio | Total Debt | Shareholders Equity | (3.63) | (2.12) | 71% | There is a decrease in Shareholders funds |
| Debt Service Coverage Ratio | Earnings available for debt Service | Debt Service | 1.31 | 0.91 | 44% | There is an increase in the earnings available for debt service with a corresponding decrease in debt serviced. |
| Return on Equity Ratio | Net Profits after taxes | Average Shareholders Equity | | Not Applicable | | Since, average shareholders' equity is negative, return on equity ratio has not been calculated. |
| Inventory Turnover Ratio | Sales | Average Inventory | | Not Applicable | | |
| Trade Receivables turnover Ratio | Net Credit Sales | Avg. Accounts Receivable | 6.15 | 13.12 | -53% | There is an increase in average trade receivables |
| Trade Payable turnover Ratio | Net Credit Purchases | Average Trade Payables | 9.21 | 6.13 | 50% | There is an increase in the cost of services during the year |
| Net Capital turnover Ratio | Net Sales | Working Capital | (3.71) | (1.07) | 248% | There is an increase in sales during the year |
| Net Profit Ratio | Net Profit | Net Sales | 20.46% | 17.89% | 14% | The Company has generated more revenue against the incremental cost incurred |
| Return on capital employed | Earning before Interest and Taxes | Capital employed | 102.57% | 66.04% | 55% | There is an increase in earnings before interest and taxes |
| Return on Investment- | Interest (Finance Income) | Investment | 5.03% | 4.45% | 13% | |

35 Corporate Social Responsibility (CSR)

The provisions of section 135 of the Companies Act, 2013 are not applicable to the Company.

36 Other Statutory Information

- The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- The Company does not have pending charges which are yet to be registered with ROC beyond the statutory period.
- The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The Company is not a declared wilful defaulter by any bank or financial Institution or other lender, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India, during the year ended March 31, 2023, and March 31, 2022.
- The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- The Company does not have any transactions with struck off companies.
- The Company does not have any borrowings from banks or financial institutions on the basis of security of current assets.



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Notes to the financial statements for the year ended March 31, 2023

(All amounts are in Rupees lakhs, unless otherwise stated)

37 Employee Benefit Expenses

A) Defined Contribution Plans:

The Company makes contribution in the form of provident funds as considered defined contribution plans and contribution to Employees Provident Fund Organisation. The Company has no further payment obligations once the contributions have been paid. Following are the schemes covered under defined contributions plans of the Company:

Provident Fund Plan & Employee Pension Scheme: The Company makes monthly contributions at prescribed rates towards Employee Provident Fund administered and managed by Ministry of Labour & Employment, Government of India.

Employee State Insurance: The Company makes prescribed monthly contributions towards Employees State Insurance Scheme and payment made to Employee State Insurance Corporation, Ministry of Labour & Employment, Government of India.

The Company has charged the following costs in contribution to Provident and Other Funds in the Statement of Profit and Loss:

| Particulars | For the year ended | |
|---|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Company's contribution to provident fund | 1.09 | 0.57 |
| Administrative charges on above fund | 0.11 | 0.08 |
| Company's contribution to employee state insurance scheme | 0.00 | - |
| | 1.20 | 0.65 |

B) Defined benefit plans - Gratuity:

(i) The Company provides for gratuity obligations through a defined benefit retirement plan (the 'Gratuity Plan') covering all company employees. The Gratuity Plan provides a payment due to vested employees at retirement or termination of employment or death of an employee, based on the respective employees' salary and years of employment with the Company.

(ii) Changes in defined benefit obligation

| Particulars | For the year ended | |
|--|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Changes in present value of obligation | | |
| Present value of obligation as at beginning of the year | 0.45 | 0.50 |
| Interest cost | 0.04 | - |
| Current service cost | 0.23 | (0.05) |
| Benefits paid | - | - |
| Remeasurement-Actuarial loss/(gain) | (0.11) | - |
| Remeasurement gains / (losses) recognised in other comprehensive income: | | |
| Actuarial (gain)/ loss arising from | | |
| -Changes in financial assumptions | - | - |
| -Changes in demographic assumptions | - | - |
| -Changes in experience adjustments | - | - |
| | 0.61 | 0.45 |

(iii) Fair Value of Plan Assets

| Particulars | For the year ended | |
|--|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Fair value of plan assets at the beginning of the year | - | - |
| Expenses recognised in profit and loss account | - | - |
| Expected return on plan assets | - | - |
| Actuarial gain/(loss) | - | - |
| Contributions by employer directly settled | - | - |
| Contributions by employer | - | - |
| Benefit payments | - | - |
| Fair value of plan assets at the end of the year | - | - |

(iv) Amount recognised in Balance Sheet

| Particulars | As at | As at | As at |
|---|----------------|----------------|----------------|
| | March 31, 2023 | March 31, 2022 | April 01, 2021 |
| Defined benefit obligation at the end of the year | 0.61 | 0.45 | 0.50 |
| Fair value of plan assets at the end of the year | - | - | - |
| Recognised in the balance sheet | 0.61 | 0.45 | 0.50 |
| Current portion of above | 0.11 | - | - |
| Non Current portion of above | 0.50 | 0.45 | 0.50 |

(v) Expense recognised in the statement of profit & loss

| Particulars | For the year ended | |
|--|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Current service cost | 0.23 | (0.05) |
| Interest expense | 0.04 | - |
| Interest Income on plan Assets | - | - |
| Remeasurement-Actuarial loss/(gain) | (0.11) | - |
| Components of defined benefit costs recognised in profit or loss | 0.16 | (0.05) |
| Remeasurement on the net defined benefit liability: | | |
| Return on plan assets (excluding amount included in net interest expense) | - | - |
| Actuarial (gain)/ loss arising from changes in financial assumptions | - | - |
| Actuarial (gain)/ loss arising from changes in demographic assumptions | - | - |
| Actuarial (gain)/ loss arising from experience adjustments | - | - |
| Components of defined benefit costs recognised in other comprehensive income | - | - |



37 Employee Benefit Expenses

(vi) The significant actuarial assumptions used for the purposes of the actuarial valuation were as follows:

| Particulars | As at | As at | As at |
|--|------------------------|------------------------|------------------------|
| | March 31, 2023 | March 31, 2022 | April 01, 2021 |
| Discounting rate | 7.50% | 5.50% | 5.50% |
| Future salary growth rate | 5% | 5% | 5% |
| Life expectancy/ Mortality rate* withdrawal rate | 100% of IALM (2012-14) | 100% of IALM (2012-14) | 100% of IALM (2012-14) |
| Method used | 20% | 20% | 20% |
| | Projected Unit Credit | Projected Unit Credit | Projected Unit Credit |

* Assumptions regarding future mortality are set based on actuarial advice in accordance with published statistics (i.e. IALM 2012-14 ultimate/PY-IALM 2012-14 ultimate). These assumptions translate into an average life expectancy in years at retirement age.

(vii) Sensitivity Analysis

| Particulars | As at | As at | As at |
|--|----------------|----------------|----------------|
| | March 31, 2023 | March 31, 2022 | April 01, 2021 |
| Changes in liability for 1% increase in discount rate | (0.02) | (0.01) | (0.02) |
| Changes in liability for 1% decrease in discount rate | 0.03 | 0.01 | 0.03 |
| Changes in liability for 1% increase in salary growth rate | 0.03 | 0.02 | 0.03 |
| Changes in liability for 1% decrease in salary growth rate | (0.03) | (0.01) | (0.03) |

The average duration of the defined benefit plan obligation at the end of the reporting period is 19.95 years (March 31, 2021: 20.73 years and April 01, 2020: 20.90 years)

38 Leases

The Company has taken office premises on cancellable leases. Lease rental payment towards such leased accommodations charged to the Statement of Profit and Loss amounts to Rs. 7.75 lakhs (March 31, 2022: Rs. 4.58 lakhs) during the current year.

39 Standards notified but not yet effective

Recent pronouncements Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023. These amendments do not have a material effect on the accounting policies of the Company.

40 Events after Balance Sheet Date

No adjusting or significant non-adjusting events have occurred between the reporting date and date of authorization of these financial statements.



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Notes to the financial statements for the year ended March 31, 2023
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41 First time adoption

As stated in note 2, this is the first year of Company's financial statements prepared in accordance with Ind AS. For all periods up to and including the year ended March 31, 2022, the Company has prepared its financial statements in accordance with the accounting standards notified under the section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies [Accounts] Rules, 2014 [Indian GAAP].

The accounting policies set out in note 2 of significant account policies have been applied in preparing these financial statements for the period ended March 31, 2023 including the comparative information for the year ended March 31, 2022 and on transition date, i.e. April 01, 2021.

In preparing and in presenting the comparative information for the year ended March 31, 2022 and on transition date i.e. April 01, 2021, the Company has adjusted amounts reported previously in financial statements prepared in accordance with Previous GAAP.

This note explains the principal adjustments made by the Company in restating its financial statements prepared in accordance with Previous GAAP, and how the transition from Previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows.

Transition of Balance sheet as at April 01, 2021

| Particulars | Notes | As per IGAAP April 01, 2021 | Reclassifications | Remeasurement | As per Ind AS April 01, 2021 |
|---------------------------------------|-------|--------------------------------|-------------------|---------------|---------------------------------|
| Assets | | | | | |
| Non-Current Assets | | | | | |
| Property, Plant & Equipments | | 213.39 | - | - | 213.39 |
| Deferred Tax Assets | | 109.55 | - | - | 109.55 |
| Total Non Current Assets | | 322.94 | - | - | 322.94 |
| Current Assets | | | | | |
| Financial Assets | | | | | |
| Trade Receivables | | 9.52 | - | - | 9.52 |
| Cash & Cash Equivalents | | 19.01 | - | - | 19.01 |
| Other bank balances | | - | 0.06 | - | 0.06 |
| Other financial assets | | - | 0.11 | - | 0.11 |
| Current tax assets | | - | 28.80 | - | 28.80 |
| Other current assets | | 180.25 | (28.97) | - | 151.28 |
| Total Current Assets | | 208.78 | - | - | 208.78 |
| Total Assets | | 531.72 | - | - | 531.72 |
| Equity & Liabilities | | | | | |
| Equity | | | | | |
| Equity Share Capital | | 1.00 | - | - | 1.00 |
| Other Equity | | (326.15) | - | - | (326.15) |
| Total Equity | | (325.15) | - | - | (325.15) |
| Non Current Liabilities | | | | | |
| Financial Liabilities | | | | | |
| Provisions | | 0.60 | - | - | 0.60 |
| Total Non Current Liabilities | | 0.60 | - | - | 0.60 |
| Current Liabilities | | | | | |
| Financial Liabilities | | | | | |
| Borrowings | | 733.61 | - | - | 733.61 |
| Trade Payable | | 19.86 | 3.96 | - | 23.82 |
| Other financial liability | | - | 91.46 | - | 91.46 |
| Other current liabilities | | 102.78 | (95.42) | - | 7.36 |
| Provisions | | 0.02 | - | - | 0.02 |
| Total Current Liabilities | | 856.27 | - | - | 856.27 |
| Total Equity & Liabilities | | 531.72 | - | - | 531.72 |



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Notes to the financial statements for the year ended March 31, 2023
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41 First time adoption (Contd.)

Transition of Balance sheet as at March 31, 2022

| Particulars | Notes | As per IGAAP March 31, 2022 | Reclassifications | Remeasurement | As per Ind AS March 31, 2022 |
|---------------------------------------|-------|--------------------------------|-------------------|---------------|---------------------------------|
| Assets | | | | | |
| Non-Current Assets | | | | | |
| Property, Plant & Equipments | | 125.49 | - | - | 125.49 |
| Deferred Tax Assets | | 80.74 | - | 0.08 | 80.82 |
| Total Non Current Assets | | 206.23 | - | 0.08 | 206.30 |
| Current Assets | | | | | |
| Financial Assets | | | | | |
| Trade Receivables | | 63.00 | - | - | 63.00 |
| Cash & Cash Equivalents | | 12.88 | - | - | 12.88 |
| Other bank balances | | - | 0.06 | - | 0.06 |
| Other financial assets | | - | 0.00 | - | 0.00 |
| Current tax assets | | - | 17.82 | - | 17.82 |
| Other current assets | | 114.13 | (17.88) | - | 96.25 |
| Total Current Assets | | 190.01 | - | - | 190.01 |
| Total Assets | | 396.24 | - | 0.08 | 396.31 |
| Equity & Liabilities | | | | | |
| Equity | | | | | |
| Equity Share Capital | | 1.00 | - | - | 1.00 |
| Other Equity | | (241.13) | - | 0.08 | (241.05) |
| Total Equity | | (240.13) | - | 0.08 | (240.05) |
| Non Current Liabilities | | | | | |
| Financial Liabilities | | | | | |
| Provisions | | 0.45 | - | - | 0.45 |
| Total Non Current Liabilities | | 0.45 | - | - | 0.45 |
| Current Liabilities | | | | | |
| Financial Liabilities | | | | | |
| Borrowings | | 510.00 | - | - | 510.00 |
| Trade Payable | | 30.85 | 8.20 | - | 39.04 |
| Other financial liabilities | | - | 76.38 | - | 76.38 |
| Other current liabilities | | 95.04 | (84.58) | - | 10.46 |
| Provisions | | 0.03 | - | - | 0.03 |
| Total Current Liabilities | | 635.92 | - | - | 635.92 |
| Total Equity & Liabilities | | 396.25 | - | 0.08 | 396.32 |

Transition of Statement of Profit and Loss as at March 31, 2022

| Particulars | Notes | As per IGAAP March 31, 2022 | Reclassifications | Remeasurement | As per Ind AS March 31, 2022 |
|---------------------------------------|-------|--------------------------------|-------------------|---------------|---------------------------------|
| Income | | | | | |
| Revenue from operations | | 475.72 | - | - | 475.72 |
| Other income | | 19.43 | - | - | 19.43 |
| Total Income | | 495.15 | - | - | 495.14 |
| Expenses | | | | | |
| Cost of service | | 192.86 | - | - | 192.86 |
| Employee benefit expense | | 4.87 | - | - | 4.87 |
| Finance cost | | 63.93 | 0.20 | - | 64.14 |
| Depreciation and amortisation expense | | 83.36 | - | - | 83.36 |
| Other expense | | 36.29 | (0.50) | - | 35.79 |
| Total expenses | | 381.32 | (0.30) | - | 381.02 |
| Profit before tax for the year | | 113.83 | 0.30 | - | 114.13 |
| Income tax expense | | | | | |
| Current tax | | - | - | - | - |
| Tax relating to earlier years | | - | 0.30 | - | 0.30 |
| Deferred tax (credit)/charge | | 28.81 | - | (0.08) | 28.73 |
| Total tax expense | | 28.81 | 0.30 | (0.08) | 29.03 |
| Profit after tax for the year | | 85.02 | - | 0.08 | 85.10 |

Reconciliation between previous GAAP and Ind AS

| Particulars | As at March 31, 2022 |
|-----------------------------------|----------------------|
| Total Equity as per IGAAP | (241.13) |
| Ind AS Adjustments | - |
| Rectification in tax calculation | 0.08 |
| Total Equity as per Ind AS | (241.05) |

Reconciliation of profit/loss for the period ended March 31, 2022

| Particulars | As at March 31, 2022 |
|--|----------------------|
| Profit for the period as per IGAAP | 85.02 |
| Ind AS Adjustments | - |
| Rectification in tax calculation | 0.08 |
| Profit for the period as per Ind AS | 85.10 |



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Notes to the financial statements for the year ended March 31, 2023

(All amounts are in rupees lakhs, unless otherwise stated)

A. Explanatory Notes

Ind AS 101 First time adoption of Indian Accounting Standard allows first time adopter certain exemption from the retrospective's application of certain requirements under Ind AS, effective from the April 01, 2021 opening balance sheet. The Company has applied the exemption which are as follow: -

1 Deemed cost of property plant and equipment

The Company has elected to continue with the carrying value of all its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments.

2 Remeasurement of post-employment benefit obligations

Under Ind AS, Remeasurement i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognized in other comprehensive income instead of profit and loss. Under the previous GAAP, this remeasurement was forming part of the profit and loss for the year.

3 Classification of security deposit

Under Ind AS, security deposit received/given are recorded as current financial liability/current financial assets as the same is repayable/receivable on demand.

4 Classification of Financial Assets

The company has classified financial assets in accordance with conditions that existed at the date of transition to Ind AS.

5 De-recognition of financial assets and financial liabilities

There are no items of financial asset and liabilities which are required to be de-recognized as per Ind AS 109.

As per our report of even date
For S.S. Kothari Mehta & Co
Chartered Accountants
Firm Reg. No. 000756N

For and on behalf of the Board of Directors
ECO CAR RENTAL SERVICES PRIVATE LIMITED

Sunil Wahal
Partner
Membership Number: 087294

Place: New Delhi
Date: December 18, 2023



RAJESH LOOMBA
Director
DIN : 00082353

ADITYA LOOMBA
Director
DIN : 00082331

1 CORPORATE INFORMATION

Eco Car Rental Service Private Limited ("Company") is a private limited company incorporated in India under the provision of the Companies Act, 2013. The Company was incorporated on April 09, 2015 and engaged in business of car rental and providing taxi/cab services, by motor taxis, motor cars, vans buses trailers, tempo, carts, carriages and other such vehicles, appropriate for the carriage of passengers, luggage, goods or in any other manner whatsoever all over the country and to acquire arrange, equip, establish, employ, purchase, recondition, maintain, own, take on hire or lease, import or export, fleet of automobiles vehicles and all other kinds of transports, which can be used for the purpose of transportation, between places inside or outside the country and offer same to general public for their use.

The Registered office of the company situated at A-264, 3rd floor, Bishma Pitamaha Marg, Defence Colony, New Delhi, 110024.

These financial statements were approved for issue in accordance with a resolution of directors on December 18, 2023.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of preparation and presentation

(i) Compliance with Ind AS

These financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III). These financial statements are presented in INR and all values are rounded to the nearest lakhs, except when otherwise indicated.

For all periods up to and including the year ended 31st March, 2022, the Company has prepared its financial statements in accordance with the accounting standards notified under the section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies [Accounts] Rules, 2014 [Indian GAAP].

The Company has voluntarily adopted Ind AS as per Companies [Indian Accounting Standards] [Ind AS] Rules, 2015 as notified under section 133 of the Companies Act, 2013 for these financial statements beginning from 1st April, 2021. As per the principles of Ind AS 101 "First time adoption of Indian Accounting Standard", the transition date to Ind AS is 1st April, 2021 and hence the comparatives for the previous year ended 31st March, 2022, and transition date on 1st April 2021, has been restated as per the principles of Ind AS, wherever deemed necessary. An explanation of how transition has affected the previously reported financial position, financial performance and cash flows of the company is provided in note - 41.

(ii) Historical cost convention

The financial statements have been prepared on a historical cost basis except for certain assets and liabilities (including derivative instruments) that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

(iii) The Company has prepared the financial statements on the basis that it will continue to operate as going concern.

(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 realised or intended to be sold or consumed in normal operating cycle
- ▶ Held primarily for the purpose of trading
- ▶ Expected to be realised within twelve months after the reporting period, or
- ▶ Cash or cash 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 the purpose of trading
- ▶ It is due to be settled within twelve months after the reporting period, or
- ▶ There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

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

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

(c) **Foreign currencies**

(i) **Functional and presentation currency**

The financial statements are presented in Indian rupee (INR), which is Company's functional and presentation currency unless stated otherwise.

(ii) **Transactions and balances**

Transactions in foreign currencies are initially recorded by the Company's entities at their respective functional currency spot rates at the date the transaction first qualifies for recognition. However, for practical reasons, the Company uses average rate if the average approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

(iii) Foreign exchange gains and losses are presented in the statement of profit and loss on a net basis within other income/expenses.

(iv) Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. 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 recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

(d) **Revenue recognition**

(i) **Sale of services**

Revenues from contract with customers is recognized over the period of time when the Company satisfies the performance obligation to the customer at transaction amount that reflects the consideration to which the Company expects to be entitled in exchange for those services. Revenue is stated net of Goods and Service tax and net of returns, trade allowances and discounts.

(ii) **Contract balance**

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. Contract assets are in the nature of unbilled receivables, which arises when Company satisfies a performance obligation but does not have an unconditional right to consideration. A receivables represents the Company's right to an amount of consideration that is unconditional. Contract assets are subject to impairment assessment. Refer to accounting policies on impairment of financial assets in section (Financial instruments – initial recognition and subsequent measurement).

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 recognized when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognized as revenue when the Company performs under the contract (i.e., transfers control of the related goods or services to the customer).

A trade receivable is recognized if an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in section (Financial instruments – initial recognition and subsequent measurement).

(iii) **Other income**

Other income comprise interest income and others miscellaneous income.

Interest income is accrued on a timely basis, by reference to the principal outstanding and recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset. When calculating the EIR, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument but does not consider the expected credit losses.

In respect of others, Company recognized income when the right to receive is established.

(e) **Income tax**

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

(i) **Current tax**

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date where the Company operates and generates taxable income.

Current income tax relating to items recognised outside the statement of profit and loss is recognised outside statement of profit and loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. The Company shall reflect the effect of uncertainty for each uncertain tax treatment by using either most likely method or expected value method, depending on which method predicts better resolution of the treatment.

(ii) **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 liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences, the carry forward of unused tax credits and unused tax losses to the extent that it is probable that taxable profits will be available against which those deductible temporary differences, the carry forward of unused tax credits and unused tax losses can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

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

Deferred tax relating to items recognized outside the statement of profit and loss is recognized outside the statement of profit and loss (either in other comprehensive income or in equity). Deferred tax items are recognized in correlation to the underlying transaction either in OCI or direct in equity.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

The Company offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

(f) **Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

(g) **Earnings Per Share (EPS)**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) if any that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effect of all potentially dilutive equity shares.

(h) **Property, plant and equipment**

Property, plant and equipment are tangible items that are held for use in the production or supply for goods and services, rental to others or for administrative purposes and are expected to be used during more than one period. The cost of an item of property, plant and equipment shall be recognised as an asset if and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

The items of property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items and are net of recoverable taxes /duty. 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 Company and the cost of the item can be measured reliably. All other repair and maintenance costs are recognised in statement of profit and loss as incurred. The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Each part of item of property, plant and equipment, if significant in relation to the total cost of the item, is depreciated separately. Further, parts of plant and equipment that are technically advised to be replaced at prescribed intervals/period of operation are depreciated separately based on their specific useful life provided these are of significant amounts commensurate with the size of the Company and scale of its operations. The carrying amount of any equipment accounted for as separate asset is derecognised when replaced.

Capital work- in- progress includes cost of property, plant and equipment under installation / under development as at the balance sheet date. Capital work in progress is stated at cost, net of accumulated impairment loss, if any.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in statement of profit or loss.

For transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment, except land and building, recognised as of April 1, 2021 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date. For land and building the company has elected to use fair value at the transition to Ind AS and use this value as its deemed cost.

Depreciation methods, estimated useful lives and residual value

Depreciation commences when the assets are ready for their intended use. Depreciation is calculated using the written down value method to allocate their cost, net of their residual values, over their estimated useful lives.

(i) **Intangible assets**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

The amount initially recognised for intangible assets is the sum of the expenditure incurred from the date when the intangible asset first meets the recognition criteria listed above. Where no intangible assets can be recognised, development expenditure is recognised in statement of profit or loss in the period in which it is incurred. Subsequent to initial recognition, such intangible assets are reported at cost less accumulated amortisation and accumulated impairment losses, on the same basis as of acquired intangible assets.

(j) **Provisions and Contingent liabilities, Contingent assets**

(i) **Provision**

A provision is recognized when the Company has a present obligation (legal or constructive) as a result of 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. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. If the effect of the time value of money is material, provisions are discounted using a current pretax 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 recognized as a finance cost.

(ii) **Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases, where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements unless the probability of outflow of resources is remote.

(iii) **Contingent assets**

Contingent assets are not recognized. However, when the realization of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognized as an asset.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

(k) **Employee benefits**

(i) **Short-term obligations**

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

(ii) **Post employment obligations**

The Company operates the following post employment schemes:

- * defined benefit plan towards payment of gratuity; and
- * defined contribution plans towards provident fund & employee pension scheme and employee state insurance.

Defined benefit plans

The Company provides for gratuity obligations through a defined benefit retirement plan (the 'Gratuity Plan') covering all employees. The Gratuity Plan provides a lump sum payment to vested employees at retirement/termination of employment or death of an employee, based on the respective employees' salary and years of employment with the Company.

The liability or asset recognised in the balance sheet in respect of the defined benefit plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The present value of the defined benefit obligation is determined using projected unit credit method by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation, with actuarial valuations being carried out at the end of each annual reporting period.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss. Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Defined contribution plans

Defined contribution plans are retirement benefit plans under which the Company pays fixed contributions to separate entities (funds) or financial institutions or state managed benefit schemes. The Company has no further payment obligations once the contributions have been paid. The defined contributions plans are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

*** Provident fund and employee pension scheme**

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

*** Employee state insurance**

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

(I) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(i) Financial assets

*** Initial Recognition and measurement**

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Company's business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient, the Company initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient are measured at the transaction price determined under Ind AS 115.

The Company's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows while financial assets classified and measured at fair value through OCI are held within a business model with the objective of both holding to collect contractual cash flows and selling.

*** Subsequent Measurement**

*** Financial assets carried at amortised cost**

A financial asset is subsequently measured at amortised cost which is held with objective 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.

*** Financial assets at fair value through other comprehensive income**

A financial asset is subsequently measured at fair value through other comprehensive income which is held with objective to achieve both collecting contractual cash flows and selling financial assets 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.

*** Financial assets at fair value through profit or loss**

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

*** Impairment of financial assets**

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. For impairment purposes significant financial assets are tested on an individual basis, other financial assets are assessed collectively in Companies that share similar credit risk characteristics.

The Company recognises life-time expected losses for all trade receivables. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognized as an impairment gain or loss in statement of profit or loss.

The Company follows 'simplified approach' for the recognition of impairment loss allowance on trade and other receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on life-time ECLs at each reporting date, right from its initial recognition.

The Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

(ii) Financial liabilities

*** Initial Recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

*** Subsequent measurement**

For purposes of subsequent measurement, financial liabilities are classified in two categories:

- Financial liabilities at fair value through profit or loss
- Financial liabilities at amortised cost (loans and borrowings)

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities at amortised cost (Loans and borrowings)

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in statement of profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

*** Derecognition**

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 as per 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.

*** Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

*** Reclassification of financial assets**

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

(m) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value.

(n) Fair value measurement

The Company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- 1 In the principal market for asset or liability, or
- 2 In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level-1 Quoted (unadjusted) market prices in active markets for identical assets or liabilities
Level-2 Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level-3 Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

(o) Critical accounting estimates, assumptions and judgements

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

Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

Eco Car Rental Sevices Private Limited

CIN : U63000DL2015PTC278870

Notes to the financial statement for the year ended March 31, 2023

(All amounts in ₹ lakhs, unless otherwise stated)

Estimates and assumptions

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

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities, are included in following notes:

- (i) Determination of the estimated useful lives of property, plant and equipment and intangible assets;
- (ii) Recognition and measurement of defined benefit obligations;
- (iii) Recognition and measurement of provisions and contingencies, key assumptions about the likelihood and magnitude of an outflow of resources;
- (iv) Recognition of deferred tax assets;
- (v) Fair value of financial instruments;
- (vi) Applicable discount rate.