

**INDEPENDENT AUDITOR'S REPORT ON THE STANDALONE IND AS  
FINANCIAL STATEMENTS TO THE MEMBERS OF SHANKARA BUILDPRO  
LIMITED, BENGALURU FOR THE PERIOD BEGINNING FROM OCTOBER 13  
2023 TO MARCH 31, 2024**

To the Members of  
Shankara Buildpro Limited, Bengaluru

**Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the Standalone Ind AS financial statements of Shankara Buildpro Limited, Bengaluru ("the Company"), which comprise the standalone balance sheet as at March 31, 2024, and the standalone statement of profit and loss (including other comprehensive income), standalone statement of changes in equity and standalone statement of cash flows for the period beginning from October 13, 2023 to March 31, 2024, and notes to the Standalone Ind AS financial statements, including a summary of Material accounting policies information and other explanatory information (hereinafter referred to as "the Standalone Ind AS financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other



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accounting principles generally accepted in India, of the state of affairs of the Company, as at March 31, 2024, its loss , changes in equity and its cash flows for the period ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Ind AS financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Information Other than the Standalone Ind AS financial statements and Auditor's Report Thereon**

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the





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Company's annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the Standalone Ind AS 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 Standalone Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Responsibilities of the Management and Those Charged with Governance  
for the Standalone Ind AS 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 Standalone Ind AS 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



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accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Ind AS financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless 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.





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**Auditor's Responsibilities for the Audit of the Standalone Ind AS financial  
statements**

Our objectives are to obtain reasonable assurance about whether the Standalone Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Ind AS financial statements.

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

- Identify and assess the risks of material misstatement of the standalone Ind AS 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



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fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 Standalone Ind AS financial statements or, if such disclosures are





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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 Standalone Ind AS financial statements, including the disclosures, and whether the Standalone Ind AS 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.



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**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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 standalone Balance Sheet, the standalone Statement of Profit and Loss (including other comprehensive income), the standalone Statement of Changes in Equity and the standalone Cash Flows statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid Standalone Ind AS financial statements comply with the Ind AS specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.





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- (e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2".
- (g) The Company has not paid any remuneration to any Directors and hence reporting compliance of requirements of Section 197 (16) of the Act, does not arise.
- (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 Auditor's) 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 litigation which would impact its financial position .



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- ii. The Company did not have any long-term contract including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company;
- iv. a) The Management has represented that, to the best of its knowledge and belief, 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 entity ("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, , 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



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our notice that has caused us to believe that the representations made by the management under sub-clause (a) and (b) above, contain any material misstatement.

- v. No Dividend was declared during the year.
- vi. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1<sup>st</sup> April , 2023.

Based on our examination which included test checks, the company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated for the period under this report for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.



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

For Sundaram & Srinivasan  
Chartered Accountants  
Firm Registration No. 004207S

*K. Srinivasan*

Place: Chennai  
Date : May 16 , 2024

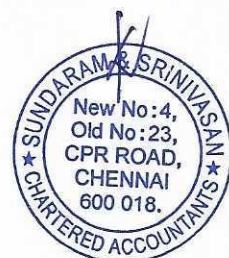
Srinivasan K  
Partner  
Membership No. 209120  
UDIN: 24209120BKBKHY3157





Annexure 1 referred to in our report under "Report on Other Legal and Regulatory requirements Para 1" of even date on the accounts for the Period beginning from October 13 2023 to March 31, 2024

- (i) (a) (A) The company does not have any Property, Plant and Equipment and hence reporting under para 3(i) (a) (A) of the Order is not applicable
- (B) The company does not have any Intangible Assets and hence reporting under para 3(i) (a) (B) of the Order is not applicable
- (b) The Company does not have any Property, Plant and Equipment and hence reporting under para 3 (i) (b) of the Order is not applicable
- (c) The Company does not own Property, Plant and Equipment and Intangible Assets and hence reporting under para 3 (i) (c) of the Order is not applicable
- (d) The company does not own Property, Plant and Equipment (including Right-of-Use asset) or intangible assets and hence reporting under para 3 (i) (d) of the Order is not applicable
- (e) No proceedings have been initiated during the year or are pending against the company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.



Annexure 1 referred to in our report under "Report on Other Legal and Regulatory requirements Para 1" of even date on the accounts for the Period beginning from October 13 2023 to March 31, 2024

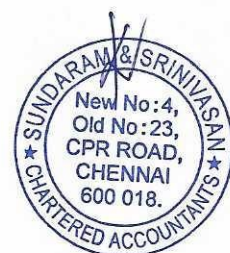
(ii) (a) The Company does not have Inventory and hence reporting under para 3(ii) (a) of the Order is not applicable.

(b) The company has not been sanctioned working capital limits at any point of time for the period under this report ,on the basis of security of current assets from any Banks or financial institutions and hence reporting under para 3 (ii) (b) of the order is not applicable .

(iii) During the period under this report, the company has neither made any investments in, nor provided any guarantee or security or granted any loans or advances in the nature of loans ,secured or unsecured, to companies , firms, Limited Liability Partnerships or any other parties .

(a) During the period under this report, the company has not provided loans or provided advances in the nature of loans , or stood guarantee or provided security to any other entity and hence reporting under para 3 (iii) (a) of the order is not applicable

(b) The Company has not made any investments, provided guarantees, given security and hence reporting under para 3(iii) (b) of the Order is not applicable .





Annexure 1 referred to in our report under "Report on Other Legal and Regulatory requirements Para 1" of even date on the accounts for the Period beginning from October 13 2023 to March 31, 2024

- (c) As the company has not granted any loan and advances in the nature of loans, reporting under para 3(iii) (c), (d), (e) and (f) of the Order are not applicable.
- (iv) The Company has neither made any investments in nor provided any guarantee or security or granted any loans and hence reporting on compliance by the company with the provisions of Section 185 and section 186 with respect to loans, investments , guarantees and security does not arise
- (v) The company has not accepted any deposit as mentioned in the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 of the Act or any other relevant provisions of the Act and the rules framed thereunder and hence reporting under para 3 (iii) (v) of the Order is not applicable ..
- (vi) The Central Government has not prescribed the maintenance of cost records for any of the products of the company under sub-section (1) of section 148 of the Act.
- (vii) (a) The company has no employee and hence reporting on regularity of depositing undisputed statutory dues like Provident Fund , Employee State Insurance does not arise.



Annexure 1 referred to in our report under "Report on Other Legal and Regulatory requirements Para 1" of even date on the accounts for the Period beginning from October 13 2023 to March 31, 2024

Further the company has no taxable income for the period under report. Hence reporting on regularity of payment of Income Tax does not arise.

During the period covered by this report, the company was not liable to remit customs duty, Goods and Service tax and other statutory dues

The Company is yet to commence its business operations and is not therefore liable for income tax, customs duty , Goods and Service Tax , Cess. Thus the question of remitting undisputed dues in this regard which are due more than six months from the date on which they became payable does not arise.

(b) The company does not owe any statutory dues and hence the question of reporting disputed dues not deposited with the concerned authorities does not arise.

(viii) As the Company is yet to commence its business operations, reporting on unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) does not arise





Annexure 1 referred to in our report under "Report on Other Legal and Regulatory requirements Para 1" of even date on the accounts for the Period beginning from October 13 2023 to March 31, 2024

(ix) (a) As the Company has not availed any loan , reporting on default in repayment of loans nor in payment of interest thereon to any lender does not arise

(b) The company has not availed loan from any bank or financial institution or other lender. Hence reporting on para 3 (ix) (b) does not arise.

(c) The Company has not availed any term loans and hence reporting under para 3 (ix) (c ) of the Order is not applicable

(d) The Company has not raised any funds on short term basis and hence reporting under para 3 (ix) (d) of the Order is not applicable.

(e) The company has no subsidiaries and hence reporting on whether funds were taken from any entity or person on account of or to meet the obligations of subsidiaries does not arise.

The company does not have a joint venture or an associate.

(f) The company has no subsidiaries and hence reporting on whether the company has raised loans during the year on the pledge of securities held in its subsidiaries does not arise . The company does not have a joint venture or an associate.



Annexure 1 referred to in our report under "Report on Other Legal and Regulatory requirements Para 1" of even date on the accounts for the Period beginning from October 13 2023 to March 31, 2024

- (x) (a) The Company has not raised money by way of initial public issue offer or further public offer (including debt instruments) and hence the question of utilization of money raised by way of initial public offer does not arise.
- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year .
- (xi) (a) Based on the audit procedures adopted and information and explanations furnished to us by the management, no fraud on or by the company has been noticed or reported during the year.
- (b) In view of what is stated in para xi (a) above, no report under sub-section 12 of section 143 of Companies Act, 2013 has been filed in Form ADT-4 during the year.
- (c) The whistle blower mechanism is not applicable to the company
- (xii) The Company is not a Nidhi Company. Therefore, para 3(xii) (a) and 3(xii) (b) and 3 (xii) (c) of the Order is not applicable to the Company
- (xiii) According to the information and explanation given to us, all transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of Act, where applicable and the details have been





Annexure 1 referred to in our report under "Report on Other Legal and Regulatory requirements Para 1" of even date on the accounts for the Period beginning from October 13 2023 to March 31, 2024 disclosed in note no 12 to the Standalone Ind AS Financial Statements as required by the applicable accounting standards.

(xiv) (a) The Company does not have an internal audit system and is not required to have an internal audit system as per the provisions of section 138 of the Companies Act. Hence, para 3 (xiv)(a) and para 3 (xiv) (b) of the Order are not applicable to the company.

(xv) According to the information and explanations furnished to us, the company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Act.

(xvi) (a) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).

(b) The company has not conducted any Non-Banking Financial or Housing Finance activities and hence para 3(xvi) (b) of the order is not applicable

(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and hence para 3 (xvi) (c) is not applicable to the company

(d) In our opinion, there is no core investment company within the Group (including the company) (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and hence para 3 (xvi) (d) is not applicable .



Annexure 1 referred to in our report under "Report on Other Legal and Regulatory requirements Para 1" of even date on the accounts for the Period beginning from October 13 2023 to March 31, 2024

(xvii) The company has incurred cash loss of Rs 0.03 Crores in the financial year 2023-24. The Company was incorporated on 13<sup>th</sup> October 2023 and hence reporting cash loss in the immediately preceding financial year does not arise

(xviii) During the year, there has been no resignation of statutory auditors.

Accordingly, reporting under para 3 (xviii) is not applicable

(xix) The Company is yet to start its business operations and as at the period ended 31<sup>st</sup> March 2024 does not have huge liability and hence reporting on company's ability to meet the liability as and when they fall due within a period of one year from the balance sheet date does not arise. Under the circumstances obtaining there was no need to go into Management plans etc

(xx) (a) The provisions of section 135 of the Companies act, 2013 relating to Corporate Social Responsibility are not applicable . Hence para 3(xx) (a) and para 3 (xx) (b) of the Order are not applicable .





**SUNDARAM & SRINIVASAN**  
**CHARTERED ACCOUNTANTS**  
**23, C.P. RAMASWAMY ROAD,**  
**ALWARPET, CHENNAI - 600 018.**

Annexure 1 referred to in our report under "Report on Other Legal and Regulatory requirements Para 1" of even date on the accounts for the Period beginning from October 13 2023 to March 31, 2024

(xxi) The reporting under para 3 (xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company . Accordingly reporting under para 3 (xxi) of the order are not applicable

**For Sundaram & Srinivasan**  
**Chartered Accountants**  
**Firm Registration. No. 004207S**



**Srinivasan K**  
**Partner**  
**Membership Number : 209120**  
**UDIN: 24209120BKBKHY3157**

**Place: Chennai**  
**Date : May 16 , 2024**



**ANNEXURE - 2** referred to in our report under "Report on Other Legal and Regulatory requirements Para 2 (f) " of even date on the accounts for the period beginning from October 13 2023 to March 31, 2024

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

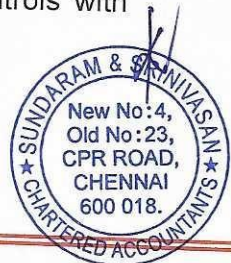
We have audited the internal financial controls with reference to standalone financial statements of Shankara Buildpro Limited, Bengaluru ("the Company") as of March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the period ended on that date.

**Management's Responsibility for Internal Financial Controls with reference to Financial Statements**

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to financial statements, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with





**ANNEXURE - 2** referred to in our report under "Report on Other Legal and Regulatory requirements Para 2 (f) " of even date on the accounts for the period beginning from October 13 2023 to March 31, 2024

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

reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

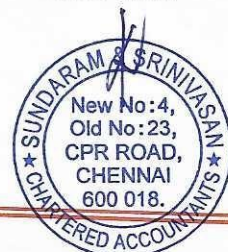
Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an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

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

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

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that;

- I. pertain to the maintenance of records, that in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- II. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with



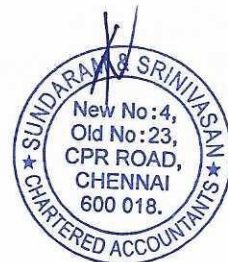
**ANNEXURE - 2** referred to in our report under "Report on Other Legal and Regulatory requirements Para 2 (f) " of even date on the accounts for the period beginning from October 13 2023 to March 31, 2024

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

- generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- III. provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls with reference to Financial Statements**

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





**ANNEXURE - 2** referred to in our report under "Report on Other Legal and Regulatory requirements Para 2 (f) " of even date on the accounts for the period beginning from October 13 2023 to March 31, 2024

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

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at Mach 31, 2024, based on;

- i. existing policies that are presently adopted in relation to the existing circumstances and size of operations

For Sundaram & Srinivasan  
Chartered Accountants  
Firm Registration. No. 004207S



Srinivasan K  
Partner

Membership Number : 209120  
UDIN: 24209120BKBKHY3157

Place: Chennai  
Date : May 16 , 2024



Particulars		(Rupees in Lakhs)	
I ASSETS	Note No.	As at 31-03-2024	
(1) Non-current assets			
(a) Property, Plant and Equipment		-	
(b) Capital work-in-progress		-	
(c) Investment Property		-	
(d) Right-of-use Asset		-	
(e) Intangible assets		-	
(f) Intangible assets under development		-	
(g) Financial Assets		-	
(i) Investments		-	
(ii) Trade receivables		-	
(iii) Loans		-	
(iv) Other financial assets	4	-	
(h) Deferred tax assets (net)	9	0.30	
(i) Other non-current assets		0.70	
<b>Total Non-current assets</b>		-	
(2) Current assets		1.00	
(a) Inventories		-	
(b) Financial Assets		-	
(i) Trade receivables		-	
(ii) Cash and cash equivalents	5	0.70	
(iii) Bank balances other than (ii) above		-	
(iv) Other financial assets		-	
(c) Other current assets		-	
<b>Total current assets</b>		-	
<b>Total Assets</b>		0.70	
<b>Total Assets</b>		1.70	
II EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	6	1.00	
(b) Other Equity	7	(2.09)	
<b>Total Equity</b>		(1.09)	
Liabilities			
(1) Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	
(ia) Lease Liabilities		-	
(ii) Other financial liabilities		-	
(b) Provisions		-	
(c) Deferred tax liabilities (Net)		-	
<b>Total Non-current liabilities</b>		-	
(2) Current liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	
(ia) Lease Liabilities		-	
(ii) Trade payables:-		-	
(A) total outstanding dues of micro enterprises and small enterprises ; and		-	
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		-	
(iii) Other financial liabilities	8	2.79	
(b) Other current liabilities		-	
(c) Provisions		-	
(d) Current Tax Liabilities(Net)		-	
<b>Total current liabilities</b>		-	
<b>Total Equity and Liabilities</b>		2.79	
<b>Total Equity and Liabilities</b>		1.70	
Material accounting policies information		1 to 3	

See accompanying notes to the standalone financial statements

This is the first year of operation and hence prior period figures are not required to be furnished.

As per our report attached of even date

For SUNDARAM & SRINIVASAN

Chartered Accountants

ICAI Firm Reg.No: 0042076

Srinivasan K

Partner

Membership No: 209120

Place: Bengaluru

Date: 16-05-2024

For and on behalf of the Board of Directors

Sukumar Srinivas

Managing Director

DIN: 01668064

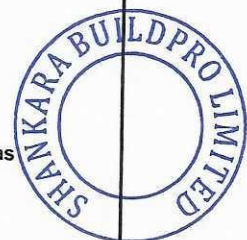
Place: Bengaluru

Date: 16-05-2024

Dhananjay Mirlay Srinivas

Director

DIN: 09108483





**STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE PERIOD FROM 13TH OCTOBER 2023 TO THE PERIOD ENDING ON 31ST MARCH 2024**

		(Rupees in Lakhs)	
Particulars	Note No.	For the period from 13-10-2023 to the period ending on 31-03-2024	
I Revenue From Operations			
II Other Income			-
III <b>Total Income (I+II)</b>			-
IV <b>Expenses</b>			-
Purchases of Stock-in-Trade			-
Changes in inventories of Stock-in-Trade			-
Employee benefits expense			-
Finance costs			-
Depreciation and amortization expense			-
Other expenses			-
<b>Total expenses (IV)</b>	10		2.79
V Profit/(loss) before exceptional items and tax (III - IV)			<b>2.79</b>
VI Exceptional items			(2.79)
VII Profit/(loss) after exceptional items and tax (V - VI)			-
VIII Tax expense:			(2.79)
(1) Current tax			-
(2) Tax relating to earlier years			-
(3) Deferred tax			(0.70)
IX <b>Profit/(Loss) for the year (VII - VIII)</b>			<b>(0.70)</b>
X <b>Other Comprehensive Income</b>			<b>(2.09)</b>
<b>Items that will not be reclassified to profit or loss</b>			
(i) Re-measurements of the defined benefit plans			-
(ii) Income tax relating to items that will not be reclassified to profit or loss			-
<b>Total A</b>			-
B <b>Items that will be reclassified to profit or loss</b>			-
(i) Effective portion of cash flow hedges			-
(ii) Income tax relating to items that will be reclassified to profit or loss			-
<b>Total B</b>			-
<b>Total Other Comprehensive Income/(loss) (A+B)</b>			-
XI <b>Total Comprehensive Income for the year (IX + X)</b>			<b>(2.09)</b>
XII <b>Earning per equity share: [Face value Rs.10 per share]</b>			
(1) Basic (in Rs.)	11		(20.90)
(2) Diluted (in Rs.)			(20.90)
<b>Material accounting policies information</b>		1 to 3	

**See accompanying notes to the standalone financial statements**

This is the first year of operation and hence prior period figures are not required to be furnished.

As per our report attached of even date

**For SUNDARAM & SRINIVASAN**

Chartered Accountants

ICAI Firm Reg.No: 004207S

**Srinivasan K**

Partner

Membership No: 209120

Place: Bengaluru

Date: 16-05-2024

**For and on behalf of the Board of Directors**

*Sukumar Srinivas*

**Sukumar Srinivas**

Managing Director

DIN: 01668064

Place: Bengaluru

Date: 16-05-2024

*Dhananjay Miralay Srinivas*

**Dhananjay Miralay Srinivas**

Director

DIN: 09108483



STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD FROM 13TH OCTOBER 2023 TO THE PERIOD ENDING ON 31ST MARCH 2024  
(Rupees in Lakhs)

A. Equity Share Capital

(1) Period ended 31st March 2024 (Refer Note No. 6)

Balance at the beginning i.e. 13th October 2023	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end i.e. 31st March 2024
-	-	-	1.00	1.00

B. Other Equity (Refer Note No. 7)

(1) Period ended 31st March 2024

Particulars	Note No	Reserves and Surplus		Other Items of other comprehensive income	Total
		Surplus in Statement of Profit and Loss	Retained Earnings		
			Defined benefit plan	Remeasurements of Net defined benefit Liability / Asset	
Balance at the beginning i.e. 13th October 2023		-	-	-	-
Profit/Loss for the period from 13th October 2023 to 31st March 2024		(2.09)	-	-	(2.09)
Other comprehensive income for the year, net of income tax		-	-	-	-
Transfer to retained earnings		-	-	-	-
Balance at the end i.e. 31st March 2024		(2.09)	-	-	(2.09)
Material accounting policies information		1 to 3			

See accompanying notes to the standalone financial statements

This is the first year of operation and hence prior period figures are not required to be furnished.

As per our report attached of even date

For SUNDARAM & SRINIVASAN

Chartered Accountants

ICAI Firm Reg No: 004207S

Srinivasan K  
Partner

Membership No: 209120

Place: Bengaluru

Date: 16-05-2024

For and on behalf of the Board of Directors

Sukumar Srinivas  
Managing Director

DIN: 01668064

Place: Bengaluru  
Date: 16-05-2024

Dhananjay Miralay Srinivas  
Director

DIN: 09108483





SHANKARA BUILDPRO LIMITED

NO. 21/1 & 35-A-1, HOSUR MAIN ROAD, ELECTRONIC CITY, VEERASANDRA, ELECTRONICS CITY, BANGALORE - 560100.  
CIN : U24311KA2023PLC179791 PHONE : 080 4011 7777  
E MAIL ID : compliance@shankarabuildpro.com

STATEMENT OF CASH FLOWS FOR THE PERIOD FROM 13TH OCTOBER 2023 TO THE PERIOD ENDING ON 31ST MARCH 2024

Particulars	Note No.	(Rupees in Lakhs)
		For the period from 13-10-2023 to the period ending on 31-03-2024
<b>Cash flow from operating activities</b>		
Profit before tax		(2.79)
<b>Adjustments to reconcile profit before tax to net cash flow:</b>		
Depreciation and amortization expense		-
Loss on sale of property, plant & equipment		-
Profit on sale of property, plant & equipment		-
(Increase) / Decrease in inventories		-
<b>Operating profit before working capital changes</b>		(2.79)
Adjustments for :		
Decrease/ (Increase) in loans and other financial assets		-
Decrease/ (Increase) in other current assets		-
Decrease/ (Increase) in other non-current assets	4	(0.30)
(Decrease)/ Increase in trade payables		-
(Decrease)/ Increase in other financial liabilities	8	2.79
(Decrease)/ Increase in other current liabilities		-
(Decrease)/Increase in provisions		-
<b>Cash flow from/(used in) operations</b>		(0.30)
Income taxes paid		-
<b>Net cash flows from/(used in) operating activities (A)</b>		(0.30)
<b>Cash flow from investing activities</b>		
Consideration paid for purchase of property, plant & equipment (Including capital work-in-progress and capital advances)		-
<b>Net cash flows from/(used in) investing activities (B)</b>		-
<b>Cash flow from financing activities</b>		
Proceeds from issuance of Equity share capital	6	1.00
<b>Net cash flows from/(used in) financing activities (C)</b>		1.00
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		0.70
<b>Cash and cash equivalents - at the beginning of the year</b>		0.70
<b>Cash and cash equivalents - at the end of the year</b>		0.70
Note: Cash and Cash equivalents in the Cash Flow Statement comprise of the		
i) Balance with Banks :		
- In Current Account		0.70
<b>Material accounting policies information</b>	1 to 3	0.70

See accompanying notes to the standalone financial statements

The above Statement of Cash Flows has been prepared under the Indirect method as set out in Ind AS -7.

This is the first year of operation and hence prior period figures are not required to be furnished.

As per our report attached of even date

For SUNDARAM & SRINIVASAN

Chartered Accountants

ICAI Firm Reg.No: 004207S

Srinivasan K

Partner

Membership No: 209120

Place: Bengaluru

Date: 16-05-2024

For and on behalf of the Board of Directors

Sukumar Srinivas  
Managing Director  
DIN: 01668064

Dhananjay Mirlay Srinivas  
Director  
DIN: 09108483



**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

**1. GENERAL INFORMATION**

Shankara Buildpro Limited ("the company") is a public limited company incorporated and domiciled in India. The registered office is situated at No. 21/1 & 35-A-1, Hosur Main Road, Electronics City, Veerasandra, Bangalore - 560100.

Shankara Buildpro Limited has been incorporated on October 13, 2023. It has been incorporated for engaging in retailing, trading, warehousing, wholesale distribution and e-commerce activities related to all building materials. The Company is yet to start its operations.

**2. MATERIAL ACCOUNTING POLICIES INFORMATION**

**2.1 Statement of compliance**

These Standalone financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as per the Companies (Indian Accounting Standards) Rules, 2015 as amended and notified under Section 133 of the Companies Act, 2013 (the 'Act') and other relevant provisions of the Act.

The Standalone financial statements for the period beginning from October 13, 2023 and ending on March 31, 2024 are duly adopted by the Board of Directors in the meeting held on May 16, 2024 for consideration of approval by the shareholders.

**2.2 Functional and presentation currency**

These Standalone financial statements have been prepared and presented in Indian Rupees and all amounts have been presented in lakhs with two decimals, except share data and as otherwise stated.

**2.3 Basis of preparation and presentation**

These financial statements have been prepared and presented under accrual basis of accounting and as a going concern on historical cost convention or fair values, wherever applicable, as per the requirements of Ind AS prescribed under section 133 of the Act and relevant provisions thereon.

Disclosures under Ind AS are made only in respect of material items and in respect of the items that will be useful to the users of financial statements in making economic decisions.

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





**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

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 in to 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. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

**Current and Non-Current Classification**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle or 12 months or other criteria as set out in Schedule III to the Companies Act, 2013. Based on the nature of its business, the Board has ascertained its operating cycle to be 12 months for the purpose of current and non-current classification of assets and liabilities.

**2.4 Business combinations**

Business combinations have been accounted for using the acquisition method under the provisions of Ind AS 103. The cost of an acquisition is measured at the fair value of the assets transferred, equity instruments issued and liabilities incurred or assumed at the date of acquisition, which is the date on which control is transferred to the Company. The cost of acquisition also includes the fair value of any contingent consideration. Identifiable assets acquired, liabilities and contingent liabilities assumed in a business combination are measured initially at their fair value on the date of acquisition. Business combinations between entities under common control are accounted for at carrying value.

**2.5 Income taxes**

Tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

**Current tax**

Current tax is the amount of tax payable based on the taxable profit for the year as determined in accordance with the applicable tax rates and the provisions of the Indian Income Tax Act, 1961.



**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

**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 to the extent that it is probable that taxable profits will be available against which those deductible temporary differences 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. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

The carrying amount of deferred tax assets is reviewed at the end of each annual 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 assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period 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 assets and deferred tax liabilities are netted against each other if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Current and deferred tax are recognised in the Statement of Profit and Loss, except when they are related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

The Company will exercise an option to pay income tax u/s. 115BAA of the Income Tax Act, 1961. Hence the provisions relating to Minimum Alternate Tax (MAT) are not applicable to the Company.





**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

**2.6 Provisions, contingent liabilities and contingent assets**

Provisions are recognised when the Company has a present obligation (legal or constructive), as a result of past events, and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the Balance Sheet date, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Contingent Liabilities and Contingent Assets are not recognized but are disclosed in the notes.

**2.7 Earnings per share**

Basic earnings per share is computed by dividing the profit after tax / (loss) attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for treasury shares, bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares). Diluted earnings per share is computed by dividing the profit / (loss) after tax attributable to equity shareholders as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares including the treasury shares held by the company to satisfy the exercise of the share options by the employees.



**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

**2.8 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.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Statement of Profit and Loss ('FVTPL')) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit and loss are recognised immediately in Statement of Profit and Loss.

Trade receivables are recognised when they are originated.

Trade payables are in respect of the amount due on account of goods purchased or services availed in the normal course of business. They are recognised at their transaction and services availed value if the transaction do not contain significant financing component.

**a) Financial Assets**

**(i) Recognition and initial measurement**

All financial assets are recognized initially at fair value. Transaction costs that are directly attributable to the acquisition of financial assets (other than financial assets at fair value through Statement of Profit and Loss ('FVTPL')) are added to the fair value of the financial assets, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets at FVTPL are recognized immediately in Statement of Profit and Loss.

**(ii) Subsequent measurement**

For purposes of subsequent measurement, financial assets are classified in four categories:

- Debt instruments at amortized cost
- Debt instruments at fair value through other comprehensive income (FVTOCI);
- Debt instruments and equity instruments at fair value through profit or loss (FVTPL);





**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

- Equity instruments measured at fair value through other comprehensive income (FVTOCI).

**Debt instruments at amortised cost:**

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- 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.
- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and  $\lambda$
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized 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 amortization is included in finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss. This category generally applies to trade and other receivables.

**Debt instrument at FVTOCI:**

A 'debt instrument' is classified as FVTOCI if both of the following criteria are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI).

**Debt instrument at FVTPL:**

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as amortized cost or as FVTOCI, is classified as FVTPL. Debt instruments included within the FVTPL category are



**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

measured at fair value with all changes recognized in the Statement of Profit and Loss.

In addition, the Company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as FVTPL. However, such election is chosen only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

**(iii) De-recognition of financial assets**

A financial asset is de-recognised only when;

- a. The entity has transferred the rights to receive cash flows from the financial asset or
- b. The entity retains the contractual rights to receive the cash flows of the financial asset, but expects a contractual obligation to pay the cash flows to one or more recipients.

Where entity has transferred an asset, the entity examines and assesses whether it has transferred substantially all risk and rewards of ownership of financial asset. In such cases, financial asset is de-recognised. Where entity has not transferred substantially all risks and rewards of ownership of financial asset, such financial asset is not de-recognised.

Where the entity has neither transferred a financial asset nor retains substantially all risk and rewards of ownership of the financial asset, the financial asset is de-recognised, if the entity has not retained control of the financial asset. Where the entity retains control of the financial asset is continued to be recognised to the extent of continuing involvement in the financial asset.

**b) Financial liabilities and equity instruments**

**(i) Initial recognition and measurement**

All financial liabilities are recognized initially at fair value plus transaction cost (if any) that is attributable to the acquisition of the financial liabilities which are also adjusted.

**(ii) Subsequent measurement**

The measurement of financial liabilities depends on their classification, as described below:





**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

**Loans and borrowings:**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Gains and losses are recognized in profit or loss when the liabilities are de-recognised through the EIR amortization 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 amortization is included as finance costs in the statement of profit and loss.

**Trade and other payables:**

These amounts represent liabilities for goods or services provided to the Company which are unpaid at the end of the reporting period. Trade and other payables are presented as current liabilities when the payment is due within a period of 12 months from the end of the reporting period. For all trade and other payables classified as current, the carrying amounts approximate fair value due to the short maturity of these instruments. Other payables falling due after 12 months from the end of the reporting period are presented as non-current liabilities and are measured at amortised cost unless designated at fair value through profit and loss at the inception.

**Financial guarantee**

Financial guarantee contracts are recognised initially as a liability at fair value, including transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind-AS 109 and the amount recognised less cumulative amortisation.

All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in Statement of Profit and Loss are included within finance costs or finance income.

**Other 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 statement of profit or loss. Gains or losses on liabilities held for trading or designated as at FVTPL are recognized in the profit or loss.



**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

(iii) Derecognition of financial liabilities:

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or Modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

c) Offsetting

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 recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

d) Impairment of Financial assets

The Board assesses at each date of Balance Sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognizes lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. 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 lifetime expected credit losses, if the credit risk on the financial asset has increased significantly since initial recognition.

e) Fair value measurement

The Board 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 orderly 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:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability which are accessible to the Company.

The fair value of an asset or a 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.





**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

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.

Valuation techniques that are appropriate in the circumstances are used and for which sufficient data are available to measure fair value, maximizing 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, or
- 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 the fair value measurement as a whole) at the end of each reporting period.

**f) Derivative financial instruments**

Derivative financial instruments are accounted for at FVTPL except for derivatives designated as hedging instruments in cash flow hedge relationships, which require a specific accounting treatment. To qualify for hedge accounting, the hedging relationship must meet several strict conditions with respect to documentation, probability of occurrence of the hedged transaction and hedge effectiveness. These arrangements have been entered into to mitigate currency exchange risk arising on account of repayment of foreign currency term loan and interest thereon. For the reporting periods under review, the company has not designated any forward currency contracts as hedging instruments.



**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

**2.9 Cash and cash equivalents and Cash Flow Statement**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

Cash flows are reported using the Indirect method, whereby profit/ (loss) before extraordinary items and tax is appropriately classified for the effects of transactions of non-cash nature and any deferrals or accruals of past or future receipts or payments. In Cash Flow Statement, cash and cash equivalents include cash in hand, balances with banks in current accounts and other short- term highly liquid investments with original maturities of three months or less.

**2.10 Dividend on ordinary shares**

The entity recognises a liability to make cash or non-cash distributions to equity holders of the company when the distribution is authorised and the distribution is no longer at the discretion of the Company. The amount so authorised is recognised directly in equity.

**2.11 Indian Accounting Standards / amendments issued but not yet effective**

–

i) New standard – Nil

ii) Amendments to existing Ind AS: The Ministry of Corporate Affairs (“MCA”) notified amendments to the existing standards – (Indian Accounting Standards) Rules, 2023 on March 31, 2023. These amendments are effective for the Financial Year beginning from April 1, 2023.

Ind AS - 101 First-time Adoption of Indian Accounting Standards

Ind AS –102 Share-based payment

Ind AS --103 Business Combinations

Ind AS--107 Financial Instruments: Disclosures

Ind AS --109 Financial Instruments

Ind AS – 115 Revenue from Contracts with Customers.

Ind AS – 1 Presentation of Financial Statements

Ind AS – 8 Accounting





**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

Ind AS - 12 Income Taxes

Ind AS - 34 Interim Financial Reporting

The Company has evaluated the amendment and the impact of the amendment is insignificant in the Standalone financial statements.

**3. KEY SOURCES OF ESTIMATION UNCERTAINTY AND CRITICAL ACCOUNTING JUDGEMENTS**

In the course of applying the policies outlined in all notes under section 2 above, the Company is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future period, if the revision affects current and future period.

**(i) Provisions and liabilities**

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events that can reasonably be estimated. The timing of recognition requires application of judgement to existing facts and circumstances which may be subject to change. The amounts are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

**(ii) Business combinations**

Business combinations are accounted for using Ind AS 103, Business Combinations, which requires the identifiable intangible assets and contingent consideration to be measured at fair value in order to ascertain the net fair value of identifiable assets, liabilities and contingent liabilities of the business. Significant estimates are required to be made in determining the value of contingent consideration and intangible assets. These valuations are conducted by independent valuation experts.



**SHANKARA BUILDPRO LIMITED, BENGALURU**  
**YEAR ENDED 31.03.2024**

**MATERIAL ACCOUNTING POLICIES INFORMATION– STANDALONE FINANCIAL STATEMENTS**

**(iii) Contingencies**

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Potential liabilities that are possible but not probable of crystallising or are very difficult to quantify reliably are treated as contingent liabilities. Such liabilities are disclosed in the notes but are not recognized.

**(iv) Fair value measurements**

When the fair values of financial assets or financial liabilities recorded or disclosed in the financial statements cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include consideration of inputs such as liquidity risk, credit risk and volatility.





**Shankara Buildpro Limited**  
**Notes to the Standalone Financial Statements**

*(Rupees in Lakhs)*

**4 OTHER FINANCIAL ASSETS (NON-CURRENT)**

Particulars	As at 31-03-2024
Unsecured:	
Considered good:	
(a) Security Deposits*	0.30
<b>Total</b>	<b>0.30</b>

\*Includes transactions with related party. Kindly refer note no 12( C )

**5 CASH AND CASH EQUIVALENTS**

Particulars	As at 31-03-2024
(a) Balances with Banks:	
In current account	0.70
<b>Total</b>	<b>0.70</b>



**Shankara Buildpro Limited**  
**Notes to the Standalone Financial Statements**

**6 EQUITY SHARE CAPITAL** (Rupees in Lakhs)

Particulars	As at 31-03-2024	
	No. of Shares	Amount
<b>Authorised:</b>		
Equity shares of Rs.10/- each	10,000	1.00
Issued, subscribed and fully paid:	10,000	1.00

**a) Reconciliation of number of equity shares outstanding and equity share capital**

Particulars	As at 31-03-2024	
	No. of Shares	Amount
Balance as at the beginning of the year	-	-
Changes in equity share capital during the year	10,000	1.00
Balance as at the end of the year	10,000	1.00

**b) Rights, preferences and restrictions**

- (i) Rights, preferences and restrictions attached to shares and terms of conversion of other securities into equity.

The company has one class of equity shares having par value of Rs.10 each. Each share holder is eligible for one vote per share held and carry a right to dividend. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

- (ii) There are no restrictions attached to equity shares

**c) Details of shareholders holding more than 5% of the aggregate shares in the Company:**

Name of Shareholder	As at 31-03-2024	
	No. of Shares	% of Holding
Shankara Building Products Limited, Bengaluru	10,000	100.00%

**d) Shares held by promoters at the end of the year 31-03-2024**

Promoter name	No. of Shares	% of total shares
Shankara Building Products Limited, Bengaluru	10,000	100.00%
<b>Total</b>		<b>100.00%</b>





**Shankara Buildpro Limited**  
**Notes to the Standalone Financial Statements**

*(Rupees in Lakhs)*

**7 OTHER EQUITY**

Particulars	As at 31-03-2024
Retained earnings	(2.09)
<b>Total</b>	<b>(2.09)</b>

**Retained earnings**

Surplus in Statement of Profit and Loss is part of retained earnings. This is available for distribution to shareholders as dividend and capitalisation.



**Shankara Buildpro Limited****Notes to the Standalone Financial Statements***(Rupees in Lakhs)***8 OTHER FINANCIAL LIABILITIES (CURRENT)**

Particulars	As at 31-03-2024
(a) Expense payable*	2.79
<b>Total</b>	<b>2.79</b>

\*Includes transactions with related party. Kindly refer note no 12( C )





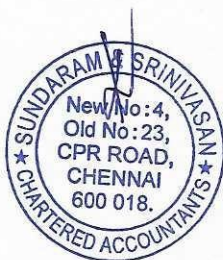
**Shankara Buildpro Limited**  
**Notes to the Standalone Financial Statements**

*(Rupees in Lakhs)*

**9 DEFERRED TAXES**

The deferred tax balance represents business loss for the year.

Particulars	As at 31-03-2024
Deferred Tax Liability	NIL
Deferred Tax Asset:	
On account of business loss	(0.70)
<b>Deferred Tax (Asset)/Liabilities (Net)</b>	<b>(0.70)</b>



**Shankara Buildpro Limited**  
**Notes to the Standalone Financial Statements**

(Rupees in Lakhs)

**10 OTHER EXPENSES**

Particulars	For the period from 13-10-2023 to the period ending on 31-03-2024
(a) Rent	0.56
(b) Rates & Taxes	0.13
(c) Payment to Auditors (Refer note below)	1.00
(d) Legal and Professional fees	1.05
(e) Miscellaneous Expenses *	0.05
<b>Total</b>	<b>2.79</b>

\*Under this head, there is no expenditure which is in excess of 1% of revenue from operations or Rs.10 lakhs, whichever is higher.

**Note : Breakup for payment to auditors is as under (excluding GST):**

Particulars	For the period from 13-10-2023 to the period ending on 31-03-2024
(a) As auditors	1.00
(b) For taxation matters	-
(c) For other services	-
(d) For reimbursement of expenses	-
<b>Total</b>	<b>1.00</b>





**Shankara Buildpro Limited**  
**Notes to the Standalone Financial Statements**

*(Rupees in Lakhs)*

**11 Earnings Per Share (EPS)**

Particulars	For the period from 13-10-2023 to the period ending on 31-03-2024
<b>Basic &amp; Diluted</b>	
A Profit attributable to equity shareholders (in Lakhs)	(2.09)
B Weighted average number of equity shares (in Lakhs)	0.10
C Basic and Diluted EPS (Rs.) [A/B]	(20.90)
Face value per share (Rs.)	10.00



**Shankara Buildpro Limited**  
**Notes to the Standalone Financial Statements**

(Rupees in Lakhs)

**12 Related party disclosures**

**A. Names of Related parties with whom transactions have taken place during the year and nature of relationship:**

Holding Company	Shankara Building Products Limited, Bengaluru
Fellow Subsidiaries	Taurus Value Steel & Pipes Private Limited, Kutbullapur Mandal, Telangana
	Vishal Precision Steel Tubes and Strips Private Limited, Hoskote, Karnataka
	Steel Network (Holdings) Pte Limited, Singapore
	Centurywells Roofing India Private Limited, Kancheepuram, Tamil Nadu
<b>Other related parties and their relationship where transaction exists:</b>	
Key Managerial Personnel	Mr. Sukumar Srinivas (Managing Director)
	Mr.Dhananjay Miralay Srinivas (Director)
	Mr.Chengalan Nalagath Agfa (Wholetime Director)
Enterprise in which Key Managerial Personnel	Shankara Holdings Private Limited, Bengaluru
<b>Other related parties and their relationship where no transaction exists:</b>	
Relatives of Key Managerial Personnel	Mrs. Parwathi Miralay Srikanth

**B.**

Transactions with Related Parties	For the period from 13-10-2023 to the period ending on 31-03-2024
Rent paid to Shankara Building Products Limited, Bengaluru	0.56
Rental deposit given to Shankara Building Products Limited, Bengaluru	0.30

**C.**

Balance Outstanding to/ from related parties	As at 31-03-2024
Expenses payable to Shankara Building Products Limited, Bengaluru	(0.80)
Rental deposit receivable from Shankara Building Products Limited, Bengaluru	0.30
Rent payable to Shankara Building Products Limited, Bengaluru	(0.56)





13 Financial Instruments

A. Categories of financial instruments

Particulars	Note no	As at 31-03-2024	
		Carrying Value	Fair Value
<b>Financial assets</b>			
Measured at amortised cost			
Other financial assets	4	0.30	0.30
Cash and cash equivalents	5	0.70	0.70
<b>Total financial assets at amortised cost (A)</b>		<b>1.00</b>	<b>1.00</b>
Total financial assets measured at fair value through other comprehensive income (B)		-	-
Total financial assets measured at fair value through profit and loss (C)		-	-
<b>Total financial assets (A+B+C)</b>		<b>1.00</b>	<b>1.00</b>
<b>Financial liabilities</b>			
Measured at amortised cost			
Other financial liabilities	8	2.79	2.79
<b>Total financial liabilities carried at amortised cost (A)</b>		<b>2.79</b>	<b>2.79</b>
Total financial liabilities measured at fair value through profit and loss (B)		-	-
Total financial liabilities measured at fair value through other comprehensive income (C)		-	-
<b>Total financial liabilities (A+B+C)</b>		<b>2.79</b>	<b>2.79</b>

B. Level wise disclosure of financial instruments

Particulars	Note No	As at 31-03-2024			
		Carrying Value	Fair Value		
			Level 1	Level 2	Level 3
<b>Financial assets</b>					
Other financial assets	4	0.30			
Cash and cash equivalents	5	0.70			
<b>Total financial assets</b>		<b>1.00</b>	-	-	-
<b>Financial liabilities</b>					
Other financial liabilities	8	2.79			
<b>Total financial liabilities</b>		<b>2.79</b>	-	-	-

14 Corporate social responsibility

The provisions related to Corporate social responsibility does not apply to the company.

15 Previous year figures

This is the first year of operation and hence prior period figures are not required to be furnished.



**Shankara Buildpro Limited**  
**Notes to the Standalone Financial Statements**

(Rupees in Lakhs)

**16 Ratios as per the Schedule III requirements**

**A. Current ratio = Current assets / Current liabilities**

Particulars	As at 31.03.2024
Current assets	0.70
Current Liabilities	2.79
Ratio (times)	0.25

**B. Net Debt-Equity Ratio = Net debt / total equity**

Particulars	As at 31.03.2024
Net Debt (refer note (i) below)	-0.70
Equity	-1.09
Ratio (times)	0.64

**Note**

(i) Net debt = Long term borrowings + Short term borrowings - Cash and cash equivalents

**C. Debt service coverage ratio = Earnings available for debt service / Interest expense and principal repayment of long term loan made during the year**

This ratio is not applicable as the company has not availed any loans.

**D. Return on equity ratio=Net profit after tax / average equity**

Particulars	As at/ For the period from 13.10.2023 to the period ending on 31.03.2024
Net profit after tax	-2.09
Average Shareholders equity (refer note (i) below)	-1.09
Ratio (percentage)	191.74%

**Note**

(i) Shareholders' equity as at the end of the period has been considered since this is the first year of operation.

**E. Inventory turnover ratio= Cost of goods sold / average inventory**

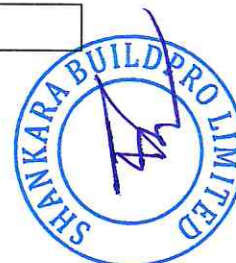
This ratio is not applicable as the company does not have any inventory.

**F. Trade receivables turnover ratio = Sales / Average trade receivables**

This ratio is not applicable as the company does not have any sales.

**G. Trade payables turnover ratio = Purchases / Average trade payables**

This ratio is not applicable as the company does not have any purchases.





H. Net capital turnover ratio = Revenue from operations / Working capital

This ratio is not applicable as the company does not have any revenue from operations.

I. Net profit ratio = Net profit after tax / Revenue from operations

This ratio is not applicable as the company does not have any revenue from operations.

J. Return on Capital employed = Earnings before interest and taxes (EBIT) / Capital employed

Particulars	As at/ For the period from 13.10.2023 to the period ending on 31.03.2024
EBIT (refer note (i) below)	-2.79
Capital employed (refer note (ii) below)	-1.79
Ratio (percentage)	155.87%

**Note**

(i) EBIT = Profit before taxes + finance cost

(ii) Capital employed = Total equity + Long term borrowings + Short term borrowings - Cash and cash equivalents

K. Return on investment = Income generated from investments / average investments

This ratio is not applicable as there are no investments.

Note: % change from previous year is not disclosed since this is the first year of operation.



**Shankara Buildpro Limited**  
**Notes to the Standalone Financial Statements**

(Rupees in Lakhs)

- 17 No proceedings have been initiated or pending against the Company for holding Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the Rules made there under.
- 18 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 beneficiary.
- 19 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.
- 20 The Company has not operated in any crypto currency or Virtual Currency transactions.
- 21 There are no transactions with the Companies whose name are struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956 during the period from 13th October, 2023 to 31st March, 2024.
- 22 During the period from 13th October, 2023 to 31st March, 2024, the Company has not disclosed or surrendered, any income other than the income recognised in the books of accounts in the tax assessments under Income Tax Act, 1961.
- 23 The Company has complied with the number of layers prescribed under clause (87) of Section 2 of the Companies Act, 2013 read with Companies (Restriction on number of Layers) Rules, 2017.
- 24 The Board of Directors of the Company at their meeting held on 18th December, 2023 approved a Scheme of Arrangement under section 230-232 and read with other applicable provisions of the Companies Act, 2013 for demerger of the Demerged Undertaking ("Trading Business") of Shankara Building Products Limited ("Demerged Company") into Shankara Buildpro Limited ("Resulting Company") which is a wholly owned subsidiary of the Demerged Company and their respective shareholders and creditors ("Scheme").
- The Scheme inter-alia provides for
- (i) Demerger, transfer and vesting of Trading Business from the Demerged Company into the Resulting company on a going concern basis.
- (ii) Reduction and cancellation of equity share capital of the Resulting company held by the Demerged Company.
- (iii) Issuance and allotment of Equity Shares by the Resulting Company to all the shareholders of the Demerged Company as per the Share Entitlement Ratio i.e., for every 1 (one) fully paid equity share of face value of INR 10/- (Indian Rupees Ten only) each, held in the Demerged Company as on the Record Date (as defined in the Scheme), the equity shareholders of the Demerged Company shall be issued 1 (One) fully paid equity share of face value of INR 10/- (Indian Rupees Ten Only) each in the Resulting Company, in consideration of transfer of Demerged Undertaking. After the sanction of the Scheme by the National Company Law Tribunal, Bengaluru having jurisdiction over the Companies (NCLT) and upon the fulfilment of conditions as prescribed in clause 18 of the Scheme, the Scheme shall become effective from the Effective Date as defined in the Scheme. The Appointed date is 01.04.2024 as per the Scheme which is approved by the Board of Directors in the Board Meeting held on 18th December 2023. The Scheme is subject to receipt of necessary regulatory and other approvals inter-alia approval from BSE Limited, NSE Limited, Securities and Exchange Board of India, Shareholders and Creditors of the Company, NCLT and such other statutory and regulatory approvals as may be applicable.
- 25 The Company has not granted Loans or Advances in the nature of loan to any promoters, Directors, KMPs and the related parties (As per Companies Act, 2013) , which are repayable on demand or without specifying any terms or period of repayments.
- 26 The financial statements has been approved by the Board of directors at their meeting held on 16th May, 2024.

As per our report attached of even date  
**For SUNDARAM & SRINIVASAN**  
Chartered Accountants  
ICAI Firm Reg.No: 004207S

**Srinivasan K**  
Partner  
Membership No: 209120

Place: Chennai  
Date: 16-05-2024



**For and on behalf of the Board of Directors**

**Sukumar Srinivas**  
Managing Director  
DIN: 01668064

Place: Bengaluru  
Date: 16-05-2024

**Dhananjay Mirlay Srinivas**  
Director  
DIN: 09108483

