

SMART STORE INTERNATIONAL
PRIVATE LIMITED

Plot No. 374, 2nd Floor, Pace City-II, Sector-37
Gurgaon-122001 (Haryana) India

Financial Statement for the F.Y. 2021-22

SMART STORE INTERNATIONAL PRIVATE LIMITED
374, 2ND FLOOR, PACE CITY 2, SECTOR 37, GURGAON-122001, HARYANA
CIN:- U51909HR2021PTC094361

Balance Sheet as at 31st March, 2022

(Rs. in '000)

Particulars	Note No.	As at March 31st, 2022
I EQUITY AND LIABILITIES		
1 Shareholder's Funds		
(a) Share Capital	2	100
(b) Reserves and Surplus	3	369
		469
2 Non-Current Liabilities		
(a) Long-term borrowings		-
(b) Deferred tax liabilities (Net)		-
(c) Other long-term liabilities		-
(d) Long-term provisions		-
3 Current Liabilities		
(a) Short-term borrowings	4	-
(b) Trade payables		-
(i) Total outstanding dues of micro, small and medium enterprises		-
(ii) Total outstanding dues of creditors other than micro, small and medium enterprises		3,918
(c) Other current liabilities	5	8,245
		12,162
Total		12,631
II ASSETS		
1 Non-current assets		
(a) Property, Plant and Equipment and Intangible assets		-
(i) Property, Plant and Equipment		-
(b) Non-current investments		-
(c) Deferred tax assets (Net)		-
(d) Long Term Loans and Advances		-
(e) Other non-current assets		-
2 Current assets		
(a) Inventories	6	3,201
(b) Cash and cash equivalents	7	696
(c) Trade Receivable	8	1,985
(d) Other current assets	9	6,749
		12,631
Total		12,631

Significant Accounting Policies & Notes to Accounts
 Accompanying notes are integral parts of financial statements

1, 2 to 29

For YKG & COMPANY
 Chartered Accountants
 Firm Registration No.: 029789N
 UDIN: 22503452ARMUXX1769

For and on behalf of the Board of
 Directors
 Smart Store International Private
 Limited

Ashvani Goel
 Partner
 Membership No. 503452

Rajnish Sharma
 Director
 DIN: 06813014

Arun Bharadwaj
 Director
 DIN: 06964929

Place: Gurgaon
 Date: 9th September 2022

SMART STORE INTERNATIONAL PRIVATE LIMITED
374, 2ND FLOOR, PACE CITY 2, SECTOR 37, GURGAON-122001, HARYANA
CIN:- U51909HR2021PTC094361

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

(Rs. in '000)

Particulars	Note No	As at March 31st, 2022
Revenue from operations	10	12,236
Other Income	11	600
Total Income		12,836
Expenses:		
Cost of materials consumed		-
Purchase in Trade	12	13,932
Change in Inventory	13	(3,201)
Employee Benefit Expenses	14	360
Finance Costs	15	37
Depreciation and Amortization Expenses		-
Administration and Other Expenses	16	1,198
Total Expenses		12,325
Profit/(Loss) before Exceptional and Extraordinary items and tax		511
Exceptional Items		-
Profit/(Loss) before Extraordinary items and tax		511
Extraordinary Items		-
Profit/(Loss) Before Tax		511
Tax expense:		
Current tax		142
Deferred tax		-
Profit/(Loss) for the period		369
Earning per equity share:	19	
(1) Basic		36.90
(2) Diluted		36.90

Significant Accounting Policies & Notes to Accounts 1, 2 to 29
 Accompanying notes are integral parts of financial statements

For YKG & COMPANY
 Chartered Accountants
 Firm Registration No.: 029789N
 UDIN: 22503452ARMUXX1769

For and on behalf of the Board of Directors
 Smart Store International Private Limited


 Ashvani Goel
 Partner
 Membership No. 503452


 Rajnish Sharma
 Director
 DIN: 06813014


 Arun Bhargadwaj
 Director
 DIN: 06964929

Place: Gurgaon
 Date: 9th September'2022

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

1 Significant accounting policies and Notes to Accounts:

A Significant accounting policies

(a) Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared on going concern basis under the historical cost convention on an accrual basis in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 and the relevant provisions of the Companies Act, 2013. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

(b) Use of estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions considered in the reported amounts of assets, liabilities, income, expenses and disclosure of contingent liabilities on the date of the financial statements and the results of operations during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Differences between the actual results and the estimates are recognised in the periods in which the results are known/ materialise. Any revision to accounting estimates is recognised in accordance with the requirements of the respective accounting standard

(c) Inventory

Inventories are valued at the lower of cost and net realisable value and adjusted for obsolescence, if any. Cost is determined on a weighted average basis and includes all applicable costs incurred in bringing goods to their present location and condition. Cost of work-in-progress and finished goods include all applicable manufacturing overheads.

(d) Tangible Assets - Property, Plant and Equipment and Intangible Assets

Tangible assets

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any.

Cost is inclusive of inward freight, duties and taxes and incidental expenses related to acquisition. In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalised. Expenses capitalised also include applicable borrowing costs for qualifying assets, if any. All upgradation/enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits. An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of 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 the Statement of Profit and Loss.

Depreciation and amortisation

Depreciation is provided on Written down value method in accordance with the useful life of assets estimated by the management, which is the more than rate prescribed under schedule II of the Companies Act, 2013, except in case of Leasehold improvements. The estimate of useful lives of fixed assets followed by the Company in preparing the financial statements is disclosed below:

Depreciation Rates

Depreciation on tangible assets has been provided on straight line method on pro-rata basis at the useful life higher than those prescribed in Schedule II of the Companies Act, 2013 based on the management estimate of useful life of the assets, as under :

Tangible Assets - Property, Plant and Equipment

Assets	Useful Life
Office Equipments	15 years
Furniture & Fixtures	10 Years
Electrical Equipments	3 Years
Kitchen Equipments	15 Years



(e) Revenue recognition

Revenue is recognized to the extent that it is probable that economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of goods

Sales are recognised when significant risks and rewards of ownership of the goods have passed to the buyer and are recorded net of trade discounts and rebates.

(f) Employee benefits

Retirement benefits in the form of provident fund and other retirement benefits are not applicable on the company as threshold number of employees are not on the roll of the company.

The Salary and Other employees welfare expenses are charged to the Statement of Profit and Loss of the year.

(g) Foreign currency transactions

Foreign currency transactions are recorded at the rates of exchange prevailing on the dates of the transactions. Monetary foreign currency assets and liabilities are translated into rupees at the rates of exchange prevailing on the balance sheet date. Exchange differences arising on settlement/ restatement of foreign currency monetary assets and liabilities are recognised as income or expense in the Statement of Profit and Loss.

(h) Taxation

Tax expense for the year, comprising the current tax and deferred tax is included in determining the net profit / (loss) for the year.

Current Tax

Provision for current tax is based on assessable profits of the company as determined under the provisions of the Income Tax Act, 1961.

Deferred tax

Deferred tax assets are recognized only to the extent that there is reasonable certainty that the assets can be realized in future except for deferred tax assets arising from unabsorbed depreciation or business losses brought forward from prior years that are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed as at each Balance Sheet date and written up or down to reflect the amount that is reasonably / virtually certain (as the case may be) to be realized.

(i) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting year. The weighted average numbers of equity shares outstanding during the year/ period are adjusted for events of bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split (consolidation of shares).

(j) Provisions, contingent liabilities and contingent assets

Contingent liabilities are disclosed after evaluation of the facts and legal aspects of the matter involved, in line with the provisions of Accounting Standard (AS) 29. Provisions are recognised when the company has a legal / constructive obligation as a result of a past event, for which it is probable that a cash outflow may be required and a reliable estimate can be made of the amount of the obligation.

(k) Segment Reporting

The Company has a single identifiable and reportable segment in terms of the Accounting Standard AS - 17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India", taking into account the organizational structure and different risk and return of the business activities. Thus, no separate reporting of business and geographical segments is required to be given as per AS - 17.



SMART STORE INTERNATIONAL PRIVATE LIMITED
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Notes to financial statements for the year ended on 31st March, 2022

2 Share capital

(Rs. in '000)

Particulars	As at 31/03/2022
(i) <u>Authorised Capital</u>	
10000 Equity Shares of 10/- Each	100
(ii) <u>Issued, Subscribed and Paid Up Capital</u>	
10000 Equity Shares of 10/- Each, fully paid up	100
Total	100

The Company has only one class of shares referred to as equity shares having a par value of 10/- Each holders of equity shares is entitled to one vote per share.

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

(Rs. in '000)

Particulars	As at 31/03/2022
(i) <u>Equity Shares</u>	
No of Equity Shares at the beginning of reporting period	-
Add: No of Equity Shares issued during the period	10
Less: No. of Equity shares bought back during the period	-
Total	10

List of the Shareholders holding more than five percent of shares in the company as at the balance sheet date:

(Rs. in '000)

Name of the Shareholders	As at 31/03/2022	
	No. of Shares	in % age
Smarten Power Systems Private Limited (Through it's Authorised Signatory Mr. Rajnish Sharma)	9.999	99.99%
Mr. Arun Bhardwaj Nominated by Smarten Power Systems Private Limited	0.001	0.01%

List of the promoters holding of shares in the company as at the balance sheet date:

(Rs. in '000)

Name of the Shareholders	As at 31/03/2022	
	No. of Shares	in % age
Smarten Power Systems Private Limited (Through it's Authorised Signatory Mr. Rajnish Sharma)	9.999	99.99%
Mr. Arun Bhardwaj Nominated by Smarten Power Systems Private Limited	0.001	0.01%



SMART STORE INTERNATIONAL PRIVATE LIMITED
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Note 3. Reserves And Surplus

(Rs. in '000)

Particulars	As at 31/03/2022
Opening Balance	-
Add: Profits for the year as per statement of Profit and Loss a/c	369
Total	369

Note 4. Trade Payable

Particulars	As at 31/03/2022
(a) Total outstanding dues of micro, small and medium enterprises	-
(b) Total outstanding dues of creditors other than micro, small and medium enterprises	3,918
Total Trade payables	3,918

Disclosure relating to suppliers registered under MSMED Act based on the information available with the entity Company:

Particulars	As at 31/03/2022
(a) Amount remaining unpaid to any supplier at the end of each accounting year:	
Principal	-
Interest	-
Total	-
(b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-
(c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year.	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act.	-

Trade Payable ageing schedule as at March 31 2022

Particulars	Outstanding for following periods from due date of payments				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
i) MSME	-	-	-	-	-
ii) Others	3918	-	-	-	3918
iii) Disputed Dues - MSME	-	-	-	-	-
iv) Disputed Dues - others	-	-	-	-	-
Total	3918	-	-	-	3918

Note 5. Other Current Liabilities

Particulars	As at 31/03/2022
Audit Fees Payable	30
DS Payable	14
Advance from Customers	6,807
Other Liability	1,252
Provision for Income Tax	142
Total	8,245



Note 6. Inventories

Particulars	As at 31/03/2022
As certified and valued by the management on which auditors have relied	
Finished Goods	3,201
Total	3,201

Note 7. Cash And Cash Equivalents

Particulars	As at 31/03/2022
Balances with Banks	696
Cash in Hand	-
Total	696

Note 8. TRADE RECEIVABLES

Particulars	As at 31/03/2022
Unsecured, considered good;	
Undisputed Trade Receivable- Consider Good	1,985
(Less):- Provision for Doubtfull Debts	-
Total	1,985

Trade Receivable ageing schedule as at March 31 2022

Particulars	Outstanding for following periods from due date of payments				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Trade Receivable- Consider Good	1985	-	-	-	1985
(ii) Undisputed Trade Receivable- Consider Doubtful	-	-	-	-	-
(iii) Disputed Trade Receivable Consider Good	-	-	-	-	-
(iv) Disputed Trade Receivable Consider Doubtful	-	-	-	-	-
Total	1985	-	-	-	1985

Note 9. Other Current Assets

Particulars	As at 31/03/2022
GST Input Receivables	2,697
GST Refund	951
Advance from Vendors	3,100
Total	6,749

Note 10. Revenue From Operations

Particulars	As at 31/03/2022
Export Sale	12,236
Total	12,236

Note 11. Other Income

Particulars	As at 31/03/2022
Exchange Fluctuation	17
Freight on Export Sale	570
Insurance Exp. (Export)	13
Other Income	1
Total	600



Note 12. Purchase in Trade

Particulars	As at 31/03/2022
Purchase of Stock in Trade	13,932
Purchase in Trade	13,932

Note 13. Change in Inventory

Particulars	As at 31/03/2022
Opening Stock of Finished Goods	-
Closing Stock of Finished Goods	3,201
Change in Inventory	3,201

Note 14. Employee Benefit Expenses

Particulars	As at 31/03/2022
Salary	360
Total	360

Note 15. Finance Costs

Particulars	As at 31/03/2022
Bank Charges	23
intermediary bank charges	15
Total	37

Note 16. Administrative And Other Expenses

Particulars	As at 31/03/2022
Rates & Taxes	0
Commission Expenses	158
Office & Outlet Expenses	60
Rent Expenses	180
Audit Fees	30
Professional & Consultancy Expenses	50
Telephone & internet Expenses	635
Other expenses	85
Total	1,198



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Note 17. Payment to Auditor

Particulars	As at March 31 st , 2022
	(Rs. in '000)
Audit Fee	30
Total	30

Note 18. Contingent Liabilities

As per information available with the management there is a no contingent liability (Previous Year NIL) in respect of as at 31st March, 2022.

Note 19. Earnings Per Share

Earnings per share (EPS) are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year:

Particulars	As at March 31 st , 2022
	(Rs. in '000)
EARNING PER SHARE	
Basic	
Profit (Loss) after Tax	369
Weighted average number of equity shares	10
Basic EPS	36.90
Diluted	
Profit (Loss) after Tax	369
Weighted average number of equity shares	10
Diluted EPS	36.90

Note 20. Related Party Disclosures

a. Key management personnel and their relatives

- i) Arun Bhardwaj Director
- ii) Rajnish Sharma Director

b. Enterprises over which any person described in (a) is able to exercise significant influence (As identified by the Management).

- i) Smarten Power Systems Private Limited
(Holding Company of Smart Store International Private Limited) Director Arun Bhardwaj & Rajnish Sharma are the Director of the Company

c. The following transactions were carried out with the related parties in the ordinary course of business and on arm's length basis:

Particular	For the period ended March 31, 2022
	(Rs. in '000)
Reimbursement of Expenses	
Smarten Power Systems Private Limited	675

d. Outstanding Balance:

Particular	As at March 31 st , 2022
	(Rs. in '000)
Smarten Power Systems Private Limited	1,25.2



Note 21. Segment Reporting

The Company has a single identifiable and reportable segment in terms of the Accounting Standard AS - 17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India", taking into account the organizational structure and different risk and return of the business activities. Thus, no separate reporting of business and geographical segments is required to be given as per AS - 17.

Note 22. Deferred Tax Assets/(Liability)

There are no timing differences between book profit and accounting profit hence no provision for deferred tax has been created.

Note 23. Disclosure of ratios

Particular	Numerator	Denominator	As on 31 March 2022	Variance %	Remarks
Current Ratio	Current Assets	Current Liabilities	1.04	100.00	The company was incorporated in FY 2021-22 therefore no comparative data is available for variance
Debt-Equity Ratio	Total Debt	Shareholder's Fund	-	-	The company was incorporated in FY 2021-22 therefore no comparative data is available for variance
Debt Service Coverage Ratio	Earning Available for Debt Service	Debt Service	-	-	N/A
Return On Equity	Net Profit after Taxes	Average Shareholder Equity	0.79	100.00	The company was incorporated in FY 2021-22 therefore no comparative data is available for variance
Trade Receivable Turnover Ratio	Revenue	Average Trade Receivable	6.47	100.00	The company was incorporated in FY 2021-22 therefore no comparative data is available for variance
Trade Payable Turnover Ratio	Purchases of Goods	Average Trade Payable	3.56	100.00	The company was incorporated in FY 2021-22 therefore no comparative data is available for variance
Net Capital Turnover Ratio	Revenue	Working Capital	27.40	100.00	The company was incorporated in FY 2021-22 therefore no comparative data is available for variance
Net Profit Ratio	Net Profit	Revenue	0.03	100.00	The company was incorporated in FY 2021-22 therefore no comparative data is available for variance
Return on Capital Employed (ROCE)	Earning Before Interest and Taxes	Capital Employed	1.09	100.00	The company was incorporated in FY 2021-22 therefore no comparative data is available for variance
Return on Investment (ROI)					
Unquoted	Income Generated from investment	Time weighted average Investment	-	-	N/A
Quoted	Income Generated from investment	Time weighted average Investment	-	-	N/A

Note 24. Assets Reliasable Value

In the opinion of the management and to the best of their knowledge and believe, the value on realization of current assets, Loans and Advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance sheet.

Note 25. Balance Confirmations

Balance of Trade Receivable / Payable Loans / Advances are subject to confirmation.

Note 26. GST Reconciliation

The Turnover as shown in the financials are in reconciliation with GSTR-1 and GSTR-3B as on 31st March'2022 and no material discrepancies exists.

The Input Reconciliation of input claimed in Books/GSTR-3B Vs Available in GSTR-2A is available & in records on which required remedial actions has been taken by the Company.

Note 27. MSME Disclosure & Compliance

Based up on the information received from the vendors, company has identified vendors under Micro, Small & Medium Enterprises Development Act, 2006. There are no MSME Vendor lying as on the date of Financials.



Note 28: Other Statutory Information

- (i) During the year, the Company has not entered into any transaction with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956.
- (ii) No proceeding has been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (us of 1988) an rules made thereunder.
- (iii) The Company has not been declared a wilful defaulter by any bank or financial institution or other lender.
- (iv) The Company has not traded or invested in Crypto currency or virtual currency during the financial year.
- (v) The company has complied with the number of layer prescribed under clause (87) of section 2 of the companies act 2013 read with the companies (Restriction on number of layers) rules , 2017 from the date of their implementation.
- (vi) The company does not have any charge or satisfaction which is yet to be registered with registrar of companies beyond the statutory period.
- (vii) 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 in the tax assessments under the Income Tax Act 1961 (Such as, search or survey or any other relevant provision of the Income Tax Act, 1961).

Note 29. Regroup/Reclassification

Previous year figures have been regrouped/reclassified wherever necessary to confirm to the current year classification.

As per our audit report of even date attached

For YKG & COMPANY
Chartered Accountants
Firm No. 029789N
UDIN: 22503452ARMUXX1769

For and on behalf of the Board of Directors
Smart Store International Private Limited



Ashvani Goel
Partner
M. No. 503452

Rajnish Sharma
Director
DIN: 06813014

Arun Bharadwaj
Director
DIN: 06964929

Place: Gurgaon
Date: 9th September'2022

SMART STORE INTERNATIONAL PRIVATE LIMITED

Date: 09-09-2022

M/S Y K G & COMPANY
707, Seventh Floor,
Vipul Business Park
Sector-48, Sohna Road
Gurgaon Haryana

**Subject: Management Representation in connection with Statutory Audit for Financial
Year: 2021-22**

Dear Sir,

This representation letter is provided in connection with your audit of the financial statements, which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information of **Smart Store International Private Limited** (the "Company") for the year ended March 31, 2022.

Your audit is conducted for the purpose of obtaining reasonable assurance about whether the financial statements are free from material misstatement and expressing an opinion as to whether the financial statements of the Company give a true and fair view, in accordance with the provisions of the Companies Act, 2013 (the "Act") and the Rules made there under and recognized accounting policies and practices, including applicable accounting standards referred to in Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, of the state of affairs of the Company as at March 31, 2022 and of its statement of profit and cash flows for the year then ended.

We acknowledge our responsibility for the matters stated in Section 134(5) of the Act with respect to the preparation of the financial statements by the Company's Management to give a true and fair view of the financial position, financial performance and cash flows, in accordance with the requirements of the Act and recognized accounting policies and practices generally accepted in India, including applicable accounting standards referred to in Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and for making accurate representations to you. Our responsibility includes the 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 internal financial controls 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. We have fulfilled our responsibilities, as set out in the terms of the audit engagement, for the preparation of the financial statements in accordance with the accounting principles generally accepted in India, including the applicable accounting standards referred to in Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

Plot No-374, 2nd Floor, Pace City-II, Sector-37, Gurgaon - Haryana

We confirm that the following representations are made on the basis of enquiries of Management and staff of the Company with relevant knowledge and experience and, where appropriate, of inspection of supporting documentation sufficient to satisfy ourselves that we can properly make each of the following representations to you.

1. Basis for Preparation of Financial Statements

We have reviewed the Company's accounting policies and estimation techniques and, having regard to the possible alternative policies and techniques, the accounting policies and estimation techniques selected for use in the preparation of the financial statements are appropriate to give a true and fair view for the Company's particular circumstances.

The accounting policies which are material or critical in determining the results of operations for the year or the financial position are set out in the financial statements and are consistent with those adopted in the financial statements for the previous year.

The financial statements are prepared on a going concern basis. We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

The presentation and disclosures in the financial statements, including the notes thereto, has been made in accordance with the requirements of the Schedule III to the Act, modified as required by the Accounting Standards and the provisions of the Act, as applicable. Accordingly, the corresponding figures in the financial statements, including - those in the notes have also been regrouped reclassified and disclosed appropriately.

The operating cycle of the Company, that is, the time between the acquisition of assets for processing and their realization in cash or cash equivalents is 1 year.

2. Share Capital

We have recorded or disclosed, as appropriate, for each class of share capital, the number and amount of shares authorized, the number of shares issued, subscribed and fully paid, par value per share, a reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period, Shares in the company held by each shareholder holding more than 5 per cent shares specifying the number of shares held and the shares held by the promoters of the company.

3. Reserves and Surplus

We have classified the reserves of the company appropriately, and the additions and deductions to the reserves since the last balance sheet has been shown under each of the heads specified in Schedule III to the Act.

4. Long term borrowings:

All Long-term borrowings and financial obligations of the Company of which we are aware are included and appropriately classified in the financial statements at the Balance

Sheet date. We have fully disclosed to you all the short-term borrowing arrangements of the Company, including the nature of security offered, as applicable.

All the borrowings have been duly approved by the Board at its meetings.

The proceeds of the borrowing have been utilized for the purpose for which it is raised.

The Company has not defaulted in repayment of any loans or borrowings and interest to financial institution, bank or government.

The Company is not in continuing default as on the Balance sheet date in repayment of any long-term borrowing and interest.

The Company has not accepted any deposits from the public during the year.

5. Taxation

We have complied with the taxation requirements and have brought to account all liabilities for taxation due to the relevant tax authorities whether in respect of any corporation or other direct tax or any indirect taxes. We are not aware of any non-compliance that would give rise to additional liabilities by way of penalty or interest.

In particular:

- In connection with any tax accounting requirements, we are satisfied that our systems are capable of identifying all material tax liabilities and transactions subject to tax and have maintained all documents and records required to be kept by the relevant tax authorities in accordance with the law.
- We have submitted all returns and made all payments that were required to be made (within the relevant time limits) to the relevant tax authorities.

6 Trade payables:

Trade Payables as on 31st March'2022 are Rs. 51.70 Lakhs.

7 Provisions

Full provision has been made for all known liabilities at the Balance Sheet date and are classified into long term and short-term provisions and disclosed appropriately.

8 Contingent Liabilities

There are no contingent liabilities, potential liabilities, threatened litigations or capital commitments of material amounts, other than those disclosed in the notes to the financial statements.

9 Property, Plant & Equipment:

9.1 The expenditure charged to the capital account in the books of the Company wholly represents additions to or improvements to the existing capital assets of the Company, and the amounts so charged do not in any instance represent repairs and maintenance of such assets or any expenditure properly chargeable to revenue. Cost includes all incidental expenditure and is net of GST credit.

9.2 The net book value of property, plant & equipment's has been arrived at after writing off amounts relating to all items which have been sold or scrapped on or before the Balance Sheet date and the book values of all fixed assets do not exceed their recoverable amount as at the Balance Sheet date. The property, plant & equipment's were physically verified during the financial year 2021-22 in accordance with the policy of the Company and no material discrepancies were noticed on such verification.

9.3 Provisions for depreciation and diminution in value including obsolescence have been made against property, plant & equipment's on the bases described in the financial statements and at rates calculated to reduce the net book amount of each asset to its estimated residual value by the end of its probable useful life in the Company's business. In this respect we are satisfied that the probable useful lives have been realistically estimated by Management and that the residual values are expressed in current terms.

9.4 Adequate records have been maintained for property, plant & equipment's showing inter-alia, location, type/ nature of the asset, cost, and quantitative details and those records are fully reconciled with the financial records.

10 Inventories

10.1 The total value of closing stocks ("inventory") as at the Balance Sheet date amounts to Rs. 32.01 Lakh. Further, we confirm that the whole of the inventory was the property of the Company as at the Balance Sheet date and that all inventory owned by the Company.

10.2 The Management has conducted the physical verification of Inventory lying as on 31st March'2022, no discrepancy were found which have any material impact on the financial statements of the Company.

10.3 Adequate records have been maintained for all categories of inventories showing inter-alia, the receipts and issues and closing balances, both value and quantitative details and those records are fully reconciled with the financial records.

10.4 Inventories are valued at lower of cost and net realizable value. Cost is determined on the basis of the FIFO method.

10.5 The Company has maintained adequate records and timely entries have been made therein in respect of dealing/ trading in of shares, securities, debentures and other investments. All such securities are in the name of the Company.

11. Trade Receivables

Trade Receivables as on 31st March'2022 are Rs. 19.85 Lakhs.

12. Cash and cash equivalents

12.1 The Balance Sheet includes all cash and bank balances of the Company. The Cash balances is Nil.

12.2 All bank accounts have been properly aggregated. All the bank account balances have been properly recorded and reconciled and there are no major reconciling items which are required to be dealt with in the Statement of Profit and Loss. No amount is held in trust for or on behalf of others.

12.3 There are no earmarked balances with banks, balances with banks to the extent held as margin money or security against the borrowings, guarantees and other commitments, repatriation restrictions if any, and bank deposits with a maturity period of more than 12 months.

12.4 There are no formal or informal arrangements with financial institutions involving compensating balances or other arrangements involving restrictions on cash balances and line of credit or similar arrangements.

13. In our opinion, on realization in the ordinary course of the business all assets, as disclosed in the Balance Sheet are expected to realize no less than the net book amounts at which they are stated.

14. Employee benefits:

14.1 All employee benefits i.e., short term, long term and post-retirement benefits that the Company is committed to providing, including any arrangements that are statutory, contractual or implicit in the Company's actions, wherever they arise, whether funded or unfunded, approved or unapproved, have been identified and properly accounted for and/or disclosed.

14.2 All settlements and curtailments in respect of retirement benefit schemes have been identified and properly accounted for.

14.3 We confirm that we have made you aware of all employee benefit schemes in which employees of the Company participate.

14.4 Requirement of taking actuary certificate for Gratuity and Leave Encashment are not applicable on the Company as employee base are less than the prescribed limit defined in the act for applicability.

Others

15. The Company has a satisfactory title to all owned assets and there are no liens or encumbrances on the Company's assets.

16. All income and expenses which accrued up to the date of the Balance Sheet has been taken into account in preparing these financial statements.

17. The financial statements and appended notes thereto, include all material disclosures necessary for these financial statements to show a true and fair view of the state of affairs and the results of operations of the Company and disclosures required to be made therein under the Act/relevant accounting standards and are free of material misstatements, including omissions.
18. All events subsequent to the Balance Sheet date have been fully considered in preparing the financial statements and no circumstances or events has come to our attention up to the time of signing this letter which require adjustment of or disclosure in the financial statements or in the notes thereto.
19. It is further confirmed that no expenses of personal nature (other than those payable under contractual obligations or in accordance with generally accepted business practice) and/or not related to the Company's business have been charged to the Company's financial statements.
20. No payment has been made during the year whether directly or indirectly, by way of advertisement or otherwise to any political party in contravention of the provisions of the Act.
21. There are no
 - Losses arising from sale and purchase commitments.
 - Agreements and options to buy back assets previously sold.
 - Assets pledged as collateral.
 - Other agreements not in the ordinary course of business.
22. We have disclosed all related party transactions relevant to the Company and that we are not aware of any other such matters required to be disclosed in the financial statements whether under Accounting Standard (AS) 18 - Related Party Disclosures or other requirements. We confirm that we have identified to you all members of key Management, as defined by AS 18, and included their remuneration in the disclosures of key Management compensation. We also confirm the completeness of information provided regarding the identification of related parties and transactions entered into with the related parties.
23. All transactions with related parties, including for purchase of goods and materials and sale of goods, materials, services and others, which are not covered under Section 188(1) of the Act, have been entered into by the company in its ordinary course of business and have made at prices which are at arm's length basis and considered reasonable having regard to prevailing market prices for such goods, materials, or services or the prices at the relevant time and/or at which transactions for similar goods or services have been made with other parties. The transactions with related parties entered into by the Company are in compliance with the requirements of Sections 177 and 188 of the 2013 Act.
24. The managerial remuneration's Section 197 is not applicable on us.
25. We acknowledge that because of the inherent limitations of an audit, together with the inherent limitations of internal controls, there is an unavoidable risk that material

misstatements due to fraud or error may occur and not be detected, even though the audit is properly planned and performed by the auditor in accordance with the Standards on Auditing.

26. We acknowledge our responsibility for the prevention and detection of fraud. Our responsibility also includes informing you about any fraud detected and remedied by the management, any incidence of fraud reported through the vigil mechanism or through any other internal or external sources. We acknowledge that we are also responsible to take appropriate action when a fraud is detected or reported through any of the sources.
27. In particular we confirm that we are responsible for the following:
 - a) Designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of the financial statements which are free from material misstatements, whether due to fraud or error.
 - b) To set up a vigil mechanism for reporting suspected fraud and administer the mechanism effectively.
 - c) Take appropriate action to detect the fraud and wrongful gain or loss, if any, incurred on account of the fraud.
 - d) Take appropriate action against the fraudsters.
 - e) Address the control weaknesses which were the root cause for fraud and strengthen the internal control system.
28. To the best of our knowledge and belief, the Company has not made any improper payments or payments which are illegal or against public policy.
29. We have no knowledge of:
 - (i) fraud, including that explained in Section 447 of the Act, or suspected fraud, on or by the Company, noticed or reported during the year affecting the Company involving:
 - Management
 - Employees who have significant roles in internal control, or
 - Others where the fraud could have a material effect on the financial statements;
 - (ii) any allegations of fraud, or suspected fraud, affecting the Company's financial statements communicated by employees, former employees, analysts, regulators or others.
30. We are not aware of any violations or possible violations of laws and regulations the effect of which should be considered for disclosure in the financial statements or as a basis for recording a loss contingency. There have been no communications from regulatory agencies concerning non-compliance with or deficiencies in financial reporting practices that could have a material effect on the financial statements in the event of non-compliance. We are not aware of any irregularities, or allegations of irregularities, involving Management or employees who have a significant role in the accounting and internal financial control systems, or that could have a material effect on the financial statements.

31. We are not aware of any pending or threatened litigation, proceedings, hearings or claims or negotiations which may result in significant loss to the Company.
32. All transactions undertaken by the Company have been properly reflected and recorded in its books of account and have been properly disclosed in the financial statements prepared by us for audit. The books of account, in which these transactions have been recorded along with the related records and documentation, have been made available to you for the purpose of your audit. All other records and related information which might affect the truth and fairness of, or necessary disclosure in, the financial statements, including minutes of directors', shareholders' and relevant Management meetings, have been made available to you and no such information has been withheld. There is no relevant audit information of which you are unaware. All contractual arrangements (including side-letters to agreements, if any) entered into by the Company with third parties have been properly reflected in the accounting records or, where material (or potentially material) to the financial statements, have been disclosed to you. We have also provided you unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence. We are not aware of any accounts, transactions or material agreements not fairly described and properly recorded in the financial and accounting records underlying the financial statements.
33. The company does not have any reportable segment.
34. No director of the Company is holding any office or place of profit, without the consent of the Company accorded by a special resolution. Also, no partner or relative of such director, no firm in which such director, or a relative of such director, is a partner, no private company of which such director is a director or member, and no director or manager of such a private company, is holding any office or place of profit as envisaged under the provisions of section 188 of the Act.
35. No transactions other than those disclosed in the financial statements, involving directors, officers and others requiring disclosure in the financial statements under the Act have been entered into.
36. Transactions of the Company which are represented merely by book entries are not prejudicial to the interests of the Company.
37. There are not any undisputed dues in respect of provident fund, employees' state insurance, income tax, sales tax, service tax, value added tax, customs duty, excise duty, cess and any other material statutory dues applicable to it, which were outstanding, at the year-end for a period of more than six months from the date they became payable.
38. Based on the written representations obtained from the directors and taken on record by the Board of directors, we confirm that none of the directors is disqualified under section 164 (2) of the Act as at the Balance Sheet date.
39. In the opinion of the Management, the Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company

40. We have disclosed to the auditor the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
41. The Turnover as shown in the financials are in reconciliation with GSTR-1 and GSTR-3B as on 31st March'2022 and no material discrepancies exists. The Input Reconciliation of input claimed in Books/GSTR-3B Vs Available in GSTR-2A is available & in records on which required remedial actions has been taken by the Company.
42. In the opinion of the Management, there is an adequate internal financial control 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.
43. The Statement of Profit and Loss a/c and the Balance Sheet have been prepared in compliance with the applicable accounting Standards referred to in Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2021¹ and with the provisions of the Act.
44. There are no provisions to be made in the financial statements, as required under the applicable laws and/or accounting standards for material foreseeable losses on long term contracts, including derivative contracts.
45. There are no amounts required to be transferred to the investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013, within the stipulated time.
46. There are no loans, including loans represented by a book debt, directly and indirectly advanced by the Company to the directors and/or persons in whom the director was interested.
47. The Company has not made a preferential allotment/ private placement of shares/ fully or partly convertible debentures during the year under review; and has complied with the requirements of Section 42 of the 2013 Act. Further, the amounts raised have been used for the purposes for which such funds were raised.
48. The Company has not entered into any non-cash transactions involving directors as set out in Section 192 to the Act.
49. The Company is not required to, registered under Section 45-IA of the Reserve Bank of India Act, 1934
50. Company has opted for new regime of taxation provided U/S 115BAA of the Income tax Act, 1961 as introduced by Taxation laws (amendment) Ordinance, 2019 therefore the Provision for taxation including current tax, deferred tax has been made accordingly.
51. Based up on the information received from the vendors, company has identified vendors under Micro, Small & Medium Enterprises Development Act, 2006. There are no MSME Vendor lying as on the date of Financials.

52. During the year, the Company has not entered into any transaction with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956.
53. No proceeding has been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (us of 1988) an rules made thereunder.
54. The Company has not been declared a wilful defaulter by any bank or financial institution or other lender.
55. The Company has not traded or invested in Crypto currency or virtual currency during the financial year.
56. The company has complied with the number of layer prescribed under clause (87) of section 2 of the companies act 2013 read with the companies (Restriction on number of layers) rules ,2017 from the date of their implementation.
57. The company does not have any charge or satisfaction which is yet to be registered with registrar of companies beyond the statutory period.
58. 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 in the tax assessments under the Income Tax Act 1961 (Such as, search or survey or any other relevant provision of the Income Tax Act, 1961).

For and on behalf of

Smart Store International Private Limited

Arun Bharadwaj

[Director]



The Board of Directors,
SMART STORE INTERNATIONAL PRIVATE LIMITED
Plot No. 374, Sector-37, Gurgaon-122001 (Haryana) India

Dear Sir,

Letter of Engagement for the F/Y 2021-22

The purpose of this letter is to confirm our understanding of our mutual responsibilities arising as a result of our appointment as the Statutory Auditors and Tax Auditor of Smart Store International Private Limited, for the year ending 31st March'2022. These terms will remain effective in respect of our services for such year/ period until amended, in writing, with the agreement of both parties.

1. Definitions:

1.1. The following definitions mean the following in this letter:

1.2. In This letter, unless the context otherwise requires:

1.2.1. "Firm" means Y K G & COMPANY.

1.2.2. "Engagement" means the services which the Firm shall provide pursuant to the letter.

1.2.3. "Letter" means to include the schedules, appendices and enclosures which set out the basis of our contract with you.

1.2.4. "Loss" means any loss, damage, costs or interest.

1.2.5. "Staff" means Engagement Partner, Manager, Team Leader and Audit Assistants who are involved in the audit / review work.

1.3. Capitalised terms used in the letter, and not defined, shall have the meaning ascribed to such terms in the letter of engagement signed by you ("letter").

2. You have requested vide that we perform the work outlined below in relation to the year ending 31st March'2022

a) Statutory Audit

(i) To Conduct Statutory audit of the financial statements as defined in Section 2(40) of the Companies Act 2013 of Smart Store International Private Limited ('the Entity') for the financial year beginning April 1, 2021 and ending March 31, 2022.; and

b) Audit of Internal Financial Controls over financial reporting

To conduct audit of the internal financial controls as defined in explanation to clause (e) of sub section (5) of Section 134 of the Companies Act 2013 in conjunction with our audit of the financial statements of the Company for the financial year(s) beginning April 1, 2021 and ending March 31, 2022 as required under the Companies Act, 2013. Our audit report will be issued pursuant to the requirements of Section 143(3)(i) of the Companies Act 2013.

- c) The provision of the above said services by the Statutory Auditor is required to be approved by the Audit Committee / Board of Directors and as such has been approved by the Board of Directors.
- d) You should note that (unless otherwise agreed by us in writing) the Firm is not responsible for:
 - (i) Providing legal or other advice outside the scope of the engagement; and
 - (ii) Providing any other services beyond the scope of the engagement.

Statutory Audit

- 2.1 Our basic audit objective is to express an opinion as to whether the financial statements give a true and fair view, in all material respects and the presentation of the financial statements are in conformity with Companies Act, 2013 and with Indian Accounting Standards as referred to in Sec 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.
- 2.2 The Firm will conduct the audit in accordance with the Standard on Auditing (SA's) issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed by the Central Government in accordance with Section 143(10) of the Companies Act 2013 and applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India and the requirements of the Companies Act, 2013, and amendments thereto. These Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable, rather than absolute assurance about whether the financial statements are free from material misstatements. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
- 2.3 However, having regard to the test nature of an audit, persuasive rather than conclusive nature of audit evidence and any other inherent limitations of an audit, together with the inherent limitations of any accounting and internal control system, there is an unavoidable risk that even some material misstatement of financial statements, resulting from fraud, and to a lesser extent error, if either exists, may remain undetected.
- 2.4 In making our risk assessments, the Firm will consider internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances. The Firm also expects to provide you with a separate letter concerning any material weaknesses in the design or implementation of internal control over financial reporting that come to our attention during audit of the financial statements.
- 2.5 The Firm will determine that appropriate members of management and those charged with governance are informed of fraud and illegal acts, unless they are clearly inconsequential,

of which we become aware in the regular course of our audit focussed on the financial statements. The Firm will inform appropriate members of management of significant audit adjustments and of reportable conditions noted during our audit procedures.

- 2.6 In accordance with the requirements of Section 143(12) of the Companies Act, 2013 if in the course of performance of our duties as auditor, we have reason to believe that an offence involving fraud is being or has been committed against the Company by officers or employees of the Company, we will be required to report to the Central Government, in accordance with the rules prescribed in this regard which, inter alia, requires us to forward our report to the Board, as the case may be, seeking their reply or observations, to enable us to forward the same to the Central Government.
- 2.7 As stated above, given that we are required as per Section 143(12) of the Companies Act, 2013 to report on frauds, such reporting will be made in good faith and, therefore, cannot be considered as breach of maintenance of client confidentiality requirements or be subject to any suit, prosecution or other legal proceeding since it is done in pursuance of the Companies Act 2013 or of any rules or orders made there under.

3. Management Responsibility:

The management and those charged with governance (Board) acknowledge and understand that they have the responsibility:

- 3.1 for preparation & presentation of the standalone financial statements / consolidated financial statements and Form 3CD along with adequate disclosures in accordance with the relevant and applicable regulations and on a going concern basis;
- 3.2 for providing complete, accurate and timely instructions or information relevant to the engagement. The Firm will not be responsible for any consequences that may arise from failure of the Entity to do so. Such failures may also result in additional fees being charged;
- 3.3 to provide access, at all times to all information, including the books, accounts, vouchers and other records and documentation of the Company, whether kept at the Head Office or elsewhere, of which the Management is aware that are relevant to the preparation of the financial statements such as records, documentation and other matters. This will include books of account maintained in electronic mode;
- 3.4 to provide access, at all times to all information, to the records of all the subsidiaries (including associate companies and joint ventures as per Explanation to Section 129(3) of the Companies Act, 2013) of the Company in so far as it relates to the consolidation of its financial statements, as envisaged in the Companies Act, 2013;
- 3.5 to provide access to reports, if any, relating to internal reporting on frauds (e.g., vigil mechanism reports etc.), including those submitted by cost accountant or company secretary in practice to the extent it relates to their reporting on frauds in accordance with the requirements of Section 143(12) of the Companies Act, 2013;
- 3.6 to provide us access to all information, such as records and documentation, and other matters that are relevant to our assessment of internal financial controls;
- 3.7 for making judgements and estimates that are reasonable and prudent so as to give a true and fair view of state of affairs;
- 3.8 for maintenance of adequate accounting records and make available to us all original, relevant records and documents;
- 3.9 for establishing and maintaining adequate and effective internal financial controls based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India 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;

- 3.10 to provide us with their evaluation and assessment of the adequacy and effectiveness of the company's internal financial controls, based on the control criteria set above and all deficiencies, significant deficiencies and material weaknesses in the design or operations of internal financial controls identified as part of management's evaluation;
- 3.11 to provide us with their conclusion over the company's internal financial controls based on the control criteria set above as at the balance sheet date;
- 3.12 for Informing us of significant changes in the design or operation of the Company's internal financial controls that occurred during or subsequent to the date being reported on, including proposed changes being considered;
- 3.13 for selection and consistent application of appropriate accounting policies including implementation of applicable accounting standards along with proper explanation relating to any material departures from those accounting standards;
- 3.14 for safeguarding the assets of the Entity and devising systems for the prevention and detection of fraud, error and non-compliance with law or regulations;
- 3.15 for identifying and informing us of financial transactions or matters that may have any adverse effect on the functioning of the Company;
- 3.16 for identifying and informing us all the pending litigations and confirming that the impact of the pending litigations on the Company's financial position has been disclosed in its financial statements;
- 3.17 To provide us with any communications from regulatory agencies concerning non-compliance with or deficiencies in financial reporting practices;
- 3.18 for identifying and informing us all material foreseeable losses, if any, on long term contracts including derivative contracts and the accrual for such losses as required under any law or accounting standards;
- 3.19 for identifying and informing us any delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company;
- 3.20 for informing us of facts that may affect the financial statements, of which Management may become aware during the period from the date of our report to the date the financial statements are issued;
- 3.21 for identifying and informing us as to whether any director is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Companies Act, 2013. This should be supported by written representations received from the directors as on March 31, 2022 and taken on record by the Board of Directors;
- 3.22 for adjusting the financial statements to correct material misstatements and for affirming to us in its representation letter that the effects of any unadjusted audit differences accumulated by us during the current audits and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole;
- 3.23 for fair presentation of the financial position, financial performance and cash flows of the Entity in accordance with the applicable accounting standards. The same will be stated in the Auditor's Report;
- 3.24 to Understand and acknowledge that the electronic transmission of information via the internet or otherwise, has inherent risks. Unless otherwise agreed, despite the inherent risks the management authorises us to communicate electronically with all the concerned parties on all matters related to the engagement;

- 3.25 for all authorised documents provided during the course of the audit be under the Specified Management personnel's name and seal;
 - 3.26 for unrestricted access to persons within the Company from whom we deem it necessary to obtain audit evidence. This includes our entitlement to require from the officers of the Company such information and explanations as we may think necessary for the performance of our duties as the auditors of the Company;
 - 3.27 for the appropriateness of any commercial or strategic decision taken for the purpose of carrying on business (including any decision to proceed or not to proceed with a particular transaction);
 - 3.28 Where information that is or may be relevant to our work has been provided to someone in the Firm other than those individuals who are carrying out the Firm's responsibilities or that work, you accept that knowledge of that information will not automatically be imputed to those individuals;
 - 3.29 for all the required support to discharge our duties as the statutory auditors as stipulated under the Companies Act, 2013/ ICAI standards on auditing and applicable guidance; and
 - 3.30 for additional information that we may request from the Management for the purposes of our audit.
4. As required by the auditing standards generally accepted in India, the Firm will make specific inquiries of management about the representations contained in the financial statements and form 3CD and annexure thereon and other reports as may be applicable and the effectiveness of internal control over financial reporting. Auditing standards generally accepted in India also require that, at the conclusion of the audit, we obtain representation letters from certain members of management about these matters. The response to those inquiries, the written representations, and the results of our audit tests comprise the evidential matter we will rely upon in forming an opinion on the financial statements or other reports. Management is responsible for providing us with all financial records and related information on a timely basis, and its failure to do so may cause us to delay our report, modify our procedures, or even terminate our engagement.
5. Our report(s) prepared in accordance with provisions of the Companies Act 2013 would be addressed to the shareholders of the Company for adoption of the accounts at the Annual General Meeting. In respect of other services, our report would be addressed to the Board of Directors. The form and content of our report may need to be amended in the light of our audit findings.
6. If you intend to publish or otherwise reproduce the financial statements or other reports together with our reports (or otherwise make a reference to our Firm) in a document that contains other information, you agree to:
- (i) provide us a draft copy of the entire document that is to be printed, prior to such printing (commercially, "printer's proof") in order for us to determine that the financial statements and our report thereon are appropriately included in such document in accordance with Section 143(10) of the Companies Act 2013;
 - (ii) incorporate / have incorporated any changes pertaining to our report and any reference to us or our report that may arise on account of our procedures performed under (i) above; and
 - (iii) obtain our approval for inclusion of our report, before it is printed and distributed. The management of the Entity is responsible for such document and our responsibility is restricted only to the documents that have been issued under our name.

7. **Working Papers**

The working papers, files and other electronic documents prepared in conjunction with our audits / reviews / certification are the property of our Firm, constitute confidential information and will be retained by us in accordance with our Firm's policies and procedures. However, the Firm hereby acknowledges that the details or data received from you for preparation of these working papers are confidential information of the Entity and will not be disclosed by us to any third party, except as set out in Para below or when required by legislation, without the prior consent from the Entity.

8. Peer Review, review through Quality Review Board (QRB) and any other regulatory review

The Firm also wishes to draw your attention to the fact that our audit process is subject to 'peer review' or to a 'review through QRB' under the Chartered Accountants Act, 1949 or review by any other regulatory body. The reviewer may examine our working papers during the course of the review. The Firm may also be required to give access to our audit working papers for regulatory purposes or because of other statutory obligations.

Neither party shall have any confidentiality obligations with respect to any information that is disclosed pursuant to applicable law, regulation, subpoena, other legal process or professional obligations or in connection with the enforcement of the recipient's rights under this agreement.

9. Indemnification

9.1. The Firm shall not be responsible for any consequential, special, direct, indirect, punitive or incidental loss, damages or expenses (including loss of profits, data, business, opportunity cost, goodwill, or indemnification) in connection with the performance of the Services (whether such damages are based on breach of contract, tort, strict liability, breach of warranty, negligence, or otherwise) even if the Company had contemplated and communicated to the Firm the likelihood of such damages except to the extent finally determined to have resulted from Y K G & COMPANY 's gross negligence or wilful misconduct. The aggregate liability in respect of performance of the Service or otherwise under this Letter shall be limited to the actual professional fees paid (excluding out of pocket expenses and taxes if any paid) for the Services rendered by the Firm regardless of whether the liability is based on breach of contract, tort, strict liability, breach of warranty, negligence etc. or otherwise.

9.2. It is clarified that the Entity will be solely responsible for any delays, additional costs, or other liabilities caused by or associated with any deficiencies in its responsibilities, misrepresentations, incorrect and incomplete information including information provided to determine the assumptions.

9.3. The Firm will not be liable if any loss is due to the provision of false, misleading or incomplete information or documentation or due to the acts or omissions of any person(s) other than us.

10. Fees

10.1. Our fees for the scope of work as stated above will be as mentioned below:

Type of Services rendered	Amount in Rs. *
Statutory Audit	30,000/-
Total	30,000/-

*Not inclusive of Taxes as may be applicable.

10.2. Direct out-of-pocket expenses incurred are to be reimbursed on actual basis. Goods and Service Tax and other statutory liabilities, as applicable will be charged separately.

10.3. **Terms of Payment**

- (a) On completion of routine works of Annual Audit and sharing of draft audit report: 90 % of total audit fee (+Government charges).
- (b) At the time of Final Report: 10% of total audit fee (+Government charges).
- (c) Our charges will be rendered in accordance with our normal terms of business, which are set out in the attached appendix. Invoices are raised at regular intervals and will be due for payment on presentation of our fee note. In the event of non-payment, it is our policy not to undertake further work and in this event you will be advised in writing.

11. Other Matters

11.1. Any additional services or any work for advisory services that you may request, and that the Firm agrees to provide, will be the subject of separate written arrangements. Should conditions not now anticipated preclude us from completing our audit and issuing a report as contemplated, the Firm will advise you promptly and take such action as deemed appropriate. If any portion of this letter is held to be void, invalid, or otherwise unenforceable, in whole or part, the remaining portions of this letter shall remain in effect.

11.2. The Entity authorises us to act from time to time on instructions given in any manner (including but not limited to verbal and electronic instructions) in circumstances where the Firm reasonably believes that those instructions have emanated from the Entity.

12. Force Majeure

The Firm will not be liable for any delays or failures in performance or breach of contract due to events or circumstances beyond our reasonable control, including acts of God, war, acts by Governments and regulators, acts of terrorism, accident, fire, flood or storm or civil disturbance.

13. Client Satisfaction

12.1 If at anytime you would like to discuss with us how our service to you could be improved or if you are dissatisfied with the service you are receiving please let us know by telephoning Mr. Salil Bhandari, Managing Partner.

12.2 We undertake to look into any complaint carefully and promptly and to do all we can to resolve the matter.

We look forward to full cooperation with your staff and we trust that they will make available to us whatever records; documentation and other information are requested in connection with our audit.

Pursuant to our agreement as reflected in this letter, we will audit and report on the Standalone and consolidated financial statements and Tax Audit or other reports of the entity for the financial year 2021-22 until either the Entity or we terminate this agreement.

If these arrangements are acceptable, please sign one copy of this letter and return it to us. We very much appreciate the opportunity to serve you and would be pleased to furnish any additional information you may request concerning our responsibilities and functions. We trust that our association will be a long and mutually beneficial one. The continuing instructions in this matter will amount to the Entity's acceptance of the terms and conditions provided in this letter.

Assuring you our best attention always, we remain,


Appointment accepted on behalf of

Y K G & COMPANY


Ashvani Goel
Partner
Date: 06/02/2022



Terms of Appointment Agreed on behalf of **Smart Store International Private Limited** and its directors.


.....
Arun Bharadwaj
Director
DIN: 06964929

Date: 06/02/2022

OUR TERMS AND CONDITIONS OF BUSINESS

INTRODUCTION

This short guide is prepared to assist clients in understanding the terms on which we accept instructions, the basis for calculation and payment of our fees, and or procedures for handling any complaints about the quality of service provided.

We pride ourselves on the depth of quality of the personal service, which we provide to clients. We welcome suggestions on how our service can be improved and if you are not completely satisfied with the service provided, we would be grateful that you let us know.

1. HANDLING YOUR WORK

Your main point of contact will, essentially, be the partner in charge of your assignment. However, in order to facilitate communication and to ensure continuity and speed of service in the absence of your main point of contact, you may contact the following partners:

- **Mr. Ashvani Goel**

When accepting instruction in any matter, we will let you know who is handling the matter on a day-to-day basis and who has overall supervision of the file. Sometimes this will not be the same person with whom you had first contact, the usual reason being that handling of a matter and the overall supervision of it will be provided by the appropriate specialist.

In dealing with your work, we always try to handle it as quickly and cost effectively as possible and we will notify you at reasonable intervals of progress. We will also keep you informed of any changes in the personnel dealing with the matter.

Our offices are open from 9.30 a.m. to 5.30 p.m. each weekday and all calls and correspondence are attended to as quickly as possible. Whilst we will make every effort to see clients when they call in person, this is often not possible if an appointment has been arranged in advance, as the person you wish to see may be out of the office on business or engaged with another client.

2. FEES:

2.1 General Information

Our fees are based on the recommendations of the Institute of Chartered Accountants in India and will take account of the degree of responsibility and skill involved and the time necessarily occupied on work carried out. Where it is necessary for us to perform work outside the responsibilities set out in our letter of engagement sent at the start of a matter, this will involve additional time and fees depending upon the amount of time, which has been spent in dealing with the matter and the seniority of the personnel involved.

Our rates are reviewed from time to time to reflect changes in our employment and overhead costs. Goods and Service Tax is added to our charges and taxable disbursements at the rate(s) applicable at the time when work is done or the disbursement incurred.

2.2 Disbursements

In many cases, it is necessary for us to incur disbursements on behalf and it is our practice to ask that such disbursements be paid in advance although, whenever possible, we will try to give an estimate of any likely disbursements at the time of taking instructions and to give reasonable notice of where they are likely to be incurred.

2.3 Interim Accounts

We recognize that many of our clients like to have some idea of the amount of work that is being done on their behalf as a matter progresses and to be able to budget for the professional costs. Accordingly, it is our practice to deliver interim accounts regularly.

2.4 Complaints

We will, at the outset, inform clients of the person having day to day conduct of a particular matter on their behalf.

Any complaint should, initially be addressed to the person with whom you have day to day contact but in serious or urgent matters or in cases where complaint has been unanswered for a week or more, the complaint should be addressed to the Senior Partner.

All fee earning staff is supported by a team of assistants who will be able to receive queries and complaints in their absence and to make any necessary arrangements for the complaint to be brought to the attention of the person involved.