

ARC Distributors (I) Private Limited

*Flat no. 5, 1st floor,
Parag Apartment, J.P. Road
Andheri (W), Mumbai - 400 061*

CIN: U51909MH2008PTC180740

Financial Report

***Financial Year: 2022-2023
Assessment Year: 2023-2024***

Contents:

Independent Auditor's Report

Balance Sheet

Statement of Profit and Loss

Statement of Cash Flow

Notes to Accounts & Significant Accounting Policies

Audit Report in Form No. 3CA

Form No. 3CD along with Annexures

Computation of Income

Income Tax Return Acknowledgement

R H D B & Co LLP

*Chartered Accountants
A-402, Dipti Classic, 15 Suren Road
Andheri (East), Mumbai - 400 093*

ARC DISTRIBUTORS (I) PRIVATE LIMITED
Balance Sheet As At 31 March 2023

(All amounts in INR thousands, unless otherwise stated)

Particulars	Note No.	As At 31 March 2023	As At 31 March 2022
I. EQUITY AND LIABILITIES			
1. Shareholders' funds			
(a) Share capital	2	100	100
(b) Reserves and surplus	3	56,767	37,951
2. Current liabilities			
(a) Short-term borrowings	4	-	103
(b) Trade payables	5	1,99,688	1,55,994
(c) Other current liabilities	6	1,322	1,683
TOTAL		2,57,876	1,95,831
II. ASSETS			
1. Non-current assets			
(a) Property, plant and equipment			
- Tangible assets	7	5,196	2,832
(b) Non-current investments	8	1,17,462	59,253
(c) Deferred tax assets (Net)	9	832	821
(d) Other Non-current assets	10	1,097	1,097
2. Current assets			
(a) Inventories	11	65,025	46,604
(b) Trade receivables	12	42,086	32,581
(c) Cash and cash equivalents	13	17,243	3,541
(d) Short term loans and advances	14	8,934	49,102
TOTAL		2,57,876	1,95,831

Significant Accounting Policies

Notes forming part of financial statements

The accompanying notes form an integral part of the financial statements.

1
2 - 36

As per our report of even date attached

For R H D B & Co LLP
Chartered Accountants
Firm's Registration No: 132490W/W-100125

V. Shah

Viral Shah
Partner
Membership No: 189204

Mumbai
Date: 05-Sept-2023

UDIN: 23189204BGWMHS4568



For and on behalf of the Board of Directors
Arc Distributors (I) Private Limited



Devang Goradia
Devang Goradia
Director
DIN: 01951816

Mumbai
Date: 05-Sept-2023

Vaibhav Pawar
Vaibhav Pawar
Director
DIN: 035365933

ARC DISTRIBUTORS (I) PRIVATE LIMITED
Profit & Loss Statement For The Year Ended 31 March 2023
(All amounts in INR thousands, unless otherwise stated)

Particulars	Note No.	Year Ended 31 March 2022	Year Ended 31 March 2021
I. INCOME			
(a) Revenue from operations (net)	15	3,30,449	2,52,496
(b) Other Income	16	18,789	21,256
TOTAL		3,49,238	2,73,752
II. EXPENDITURE			
(a) Purchase of traded goods	17	2,82,882	2,20,316
(b) Changes in Inventory of traded goods	18	(18,422)	(13,140)
(c) Employee benefit expenses	19	7,290	7,175
(d) Finance cost	20	132	186
(e) Depreciation and amortisation expenses	21	1,260	1,220
(f) Other Expenses	22	51,457	41,602
TOTAL		3,24,598	2,57,359
III. Profit before tax		24,640	16,393
IV. Tax expense:			
(1) Current tax		(5,836)	(2,884)
(2) Deferred tax		11	37
V. Profit / (Loss) for the year		18,815	13,546
VI. Earnings per equity share (nominal value of share Rs. 10, basic and diluted)	30		
(1) Basic		1.88	1.35
(2) Diluted		1.88	1.35

Significant Accounting Policies
Notes forming part of financial statements
The accompanying notes form an integral part of the financial statements.

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2 - 36

As per our report of even date attached.

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Devang Goradia
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Mumbai
Date: 05-Sept-2023

Vaibhav Pawar
Vaibhav Pawar
Director
DIN: 035365933

ARC DISTRIBUTORS (I) PRIVATE LIMITED
Cash Flow Statement For The Year Ended 31 March 2023
(All amounts in INR thousands, unless otherwise stated)

Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
A. Cash flow from operating activities		
Profit / (Loss) before tax	24,640	16,393
Adjustments for non-cash transactions:		
Depreciation	1,260	1,220
Unrealised foreign exchange loss	7,689	-
Items considered separately:		
Interest & Finance Charges	2	108
Profit on Sale of Motor Car	(249)	-
Profit on sale of investments	(17,185)	(15,812)
Interest income	(206)	(108)
Dividend income	(1,053)	(611)
Operating profit / (loss) before working capital changes	14,899	1,190
<u>Changes in working capital:</u>		
Adjustments for (increase) / decrease in assets:		
Long term loans and advances	-	-
Inventories	(18,422)	(13,140)
Trade receivables	(9,506)	2,828
Short term loans and advances	40,169	(19,205)
Adjustments for increase / (decrease) in liabilities:		
Trade payables	43,694	23,928
Other current liabilities	(361)	(2,669)
Short-term provisions	-	102
Cash generated from operations	70,473	(6,967)
Taxes Paid	(5,836)	(2,884)
Net cash generated from operating activities (A)	64,637	(9,851)
B. Cash flow from investing activities		
Outflow on purchase of tangible assets	(4,140)	(148)
Outflow on purchase of Equity Shares	(2,88,482)	(1,49,621)
Outflow on purchase of fixed deposits	(3,29,877)	(1,87,264)
Inflow on sale of Tangible Asset	1,446	-
Inflow on sale of Equity Shares	2,21,903	1,37,446
Inflow on maturity of fixed deposits	3,29,877	1,87,264
Gain on sale of investments	17,185	15,812
Interest income	206	108
Dividend income	1,053	611
Net cash flow generated from investing activities (B)	(50,830)	4,209

ARC DISTRIBUTORS (I) PRIVATE LIMITED
Cash Flow Statement For The Year Ended 31 March 2023

(All amounts in INR thousands, unless otherwise stated)

Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
C. Cash flow from financing activities		
Inflow from long term borrowings	-	-
Outflow from long term borrowings	-	(417)
Outflow from short term borrowings	(103)	(3,462)
Outflow of Interest expenses	(2)	(108)
Net cash flow generated from financing activities (C)	(104)	(3,987)
Net increase / (decrease) in cash or cash equivalents (A+B+C)	13,702	(9,629)
Add: Cash and cash equivalents at beginning of the year	3,541	13,170
Cash and cash equivalents at end of the year	17,243	3,541

Notes:

- 1 The above cash flow statement has been prepared under the indirect method as set out in AS-3 on Cash Flow Statements notified under section 211(3C) and relevant provisions of the Companies Act, 2013.
- 2 Previous year figures have been recast / restated where necessary.

As per our report of even date attached

For R H D B & Co LLP
Chartered Accountants
Firm's Registration No: 132490W/W-100125

V. Shah
Viral Shah
Partner
Membership No: 189204



Mumbai
Date: 05-Sept-2023

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For and on behalf of the Board of Directors
ARC DISTRIBUTORS (I) PRIVATE LIMITED



Devang Goradia
Devang Goradia
Director
DIN: 01951816

Mumbai
Date: 05-Sept-2023

Vaibhav Pawar
Vaibhav Pawar
Director
DIN: 03536593

ARC DISTRIBUTORS (I) PRIVATE LIMITED

Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023

Firm Background

ARC Distributors (I) Private Limited ('the Company') was incorporated on the 02nd April, 2008. The objective of the company is to carry on the business of trading in all types of Health Product Supplements, Dental tools, and Jewellery tools.

Note 1 : Significant accounting policies

1 Basis of preparation of financial statements

The accompanying financial statements have been prepared and presented on the accrual basis of accounting and comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, the relevant provisions of the Companies Act, 2013 and the accounting principles generally accepted in India, to the extent applicable. The financial statements are presented in Indian rupees.

2 Use of estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in current and future periods.

3 Current–non-current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- It is expected to be realized in, or is intended for sale or consumption in the company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is expected to be realized within 12 months after reporting date; or
- It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- It is expected to be settled in the company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is due to be settled within 12 months after the reporting date; or
- The company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities.

All other liabilities are classified as non-current.



ARC DISTRIBUTORS (I) PRIVATE LIMITED

Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023

4 Fixed Assets and Depreciation

Fixed assets are stated in the books at historical cost inclusive of all incidental expenses incurred for acquisition of such assets, less depreciation. In respect of additions/deletions, depreciation is provided for the period for which the asset is used. Depreciation on fixed assets is provided on a Written Down Value basis at rates that are prescribed in Schedule II of the Companies Act, 2013, by considering useful life of the assets as prescribed in the Schedule with 5% residual value.

5 Impairment of assets:

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss.

If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

6 Stock In Trade:

Inventories which comprise of Health Product Supplements, Dental and Jewellery tools are carried at lower of cost and net realizable value. Cost of inventories comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In determining the cost, FIFO method is used. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

7 Revenue Recognition

Revenue from sale of goods in the course of ordinary activities is recognized when property in the goods or all significant risks and rewards of their ownership are transferred to the customer and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods and regarding its collection.

Drawback / License Receipts

Drawback / License Receipts are recognised as and when the claims are made.

Other Income

Other income is comprised primarily of interest income, gain / loss on sale of fixed assets, exchange gain / loss on translation of other assets and liabilities. Interest income is recognized on a time proportion basis.

8 Foreign Currency Transactions:

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transactions. Exchange differences arising on foreign exchange transactions settled during the period are recognized in the statement of profit and loss for the year. Monetary assets and liabilities denominated in foreign currencies as at the Balance Sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognized in the statement of profit and loss for the year.



ARC DISTRIBUTORS (I) PRIVATE LIMITED

Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023

9 Employee Benefits

Short term employee benefits expected to be paid in exchange of services rendered by employees are recognized in the statement of profit and loss un-discounted during the period in which the employee renders services. The company does not operate any defined benefit plan or defined contribution plan for long term employee benefits. Liabilities in respect of long-term employee benefits are estimated by the management and recognized in the statement of profit and loss in the period of occurrence on payment basis.

10 Income Taxes

Tax expense comprises of current tax and deferred tax. Current tax and deferred tax are accounted for in accordance with Accounting Standard 22 (AS-22) on "Accounting for taxes on Income". Current tax is measured at the amount expected to be paid / recovered from the tax authority using the applicable tax rates.

Deferred tax liabilities are recognised for future tax consequence attributable to timing difference between taxable income and accounting income that are capable of reversing in one or more subsequent periods and are measured at relevant enacted/ substantively enacted tax rates and in the case of deferred tax asset on consideration of prudence, are recognised and carried forward to the extent of reasonable / virtual certainty as case may be. At each balance sheet date, the Company reassesses unrealised deferred tax assets to the extent they become reasonably certain or virtually certain of realisation, as the case may be.

11 Provision, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the Notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

12 Provision for bad and doubtful Debts

The Company's management has formulated a policy that any debts outstanding for more than 6 months shall be written off as bad debts subject to management discretion. Debts arising during the year and considered unrecoverable to the extent, at the end of the year shall be adjusted in the same year.

13 Investments

Long-term investments are carried at cost less provision for diminution other than temporary, if any, in value of such investments. Current investments are carried at lower of cost and fair value

14 Cash Flow Statements

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.



ARC DISTRIBUTORS (I) PRIVATE LIMITED**Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023***(All amounts in INR thousands, unless otherwise stated)***2 Share Capital****(a) Number and amount of shares authorised**

Particulars	31 March 2023	31 March 2022
Authorised 50,000 equity shares of Rs 10/- each	500	500
Issued, subscribed and paid up 10,000 equity shares of Rs 10/- each fully paid up	100	100

(b) Reconciliation of equity shares outstanding at the beginning and at the end of the reporting year

Particulars	31 March 2023		31 March 2022	
	No of shares	Amount	No of shares	Amount
At the commencement of the year	10,000	100	10,000	100
Shares issued during the year	0	-	0	-
At the end of the year	10,000	100	10,000	100

(c) Terms/rights attached to Equity shares

The Company has a single class of equity shares with par value of Rs.10 per share. Accordingly all the equity shares rank equally with regard to dividends and share in Company's residual assets. The equity shares are entitled to dividend as declared from time to time. The voting rights of an equity shareholders on a poll are in proportion to its share of the paid-up equity capital of the Company.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

(d) Particulars of shareholders holding more than 5% equity shares

Name of Shareholders	31 March 2023		31 March 2022	
	No of shares	% Holding	No of shares	% Holding
Devang Goradia	9,000	90%	9,000	90%
Vaishali Mane	1,000	10%	1,000	10%
Total	10,000	100%	10,000	100%

(e) Promoters shareholding

Name of Promoter	31 March 2023		31 March 2022	
	No of shares	% Holding	No of shares	% Holding
Devang Goradia	9,000	90%	9,000	90%
Vaishali Mane	1,000	10%	1,000	10%
Total	10,000	100%	10,000	100%

There is no change in shares held by the promoters during the year. Accordingly the % change during the year is Nil.



ARC DISTRIBUTORS (I) PRIVATE LIMITED**Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023***(All amounts in INR thousands, unless otherwise stated)***3 Reserves and surplus**

Particulars	31 March 2023	31 March 2022
Balance in statement of profit and loss		
Balance at the beginning of year	37,951	24,406
Add: Transferred from profit and loss statement	18,815	13,546
Balance at end of the year	56,767	37,951

4 Short-term Borrowings

Particulars	31 March 2023	31 March 2022
Secured		
Term loans from financial institution	-	103
Total	-	103

Note 1: Loan From Yes Bank Limited

- The loan was taken against vehicle purchase.
- This loan was fully repaid in Current Year

5 Trade payables

Particulars	31 March 2023	31 March 2022
Dues of micro enterprises and small enterprises	247	400
Dues to others	1,99,441	1,55,594
Total	1,99,688	1,55,994

Also refer note no. 33 on details of dues to micro small and medium enterprises
Refer note 5A for ageing analysis of trade payables



ARC DISTRIBUTORS (I) PRIVATE LIMITED

Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023

(All amounts in INR thousands, unless otherwise stated)

6 Other current liabilities

Particulars	31 March 2023	31 March 2022
Advances from customers	112	88
<u>Expenses payable:</u>		
Audit fees payable	135	135
Other expenses payable	5	16
<u>Other payables:</u>		
Statutory dues payable		
- TDS / TCS	1,067	166
- GST	-	1,110
- Income Tax	-	165
- Profession tax	3	3
Total	1,322	1,683

8 Non-current investments

Particulars	31 March 2023	31 March 2022
Investments in equity instruments (quoted)	1,17,462	89,520
Total	1,17,462	89,520

Note:

- Non-current investments are valued at cost as per AS - 13.

9 Deferred tax assets (Net)

Particulars	31 March 2023	31 March 2022
Primary component of deferred tax asset are as follows:		
Fixed Assets	832	821
Total net deferred tax assets (Net)	832	821



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ARC DISTRIBUTORS (I) PRIVATE LIMITED

Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023

(All amounts in INR thousands, unless otherwise stated)

10 Other Non - current assets

Particulars	31 March 2023	31 March 2022
Security deposits	1,097	1,097
Total	1,097	1,097

11 Inventories

Particulars	31 March 2023	31 March 2022
Stock in trade (As certified by management)	65,025	46,604
Total	65,025	46,604

Note:

- Inventories are valued at lower of cost and net realisable value.

12 Trade receivables

Particulars	31 March 2023	31 March 2022
Outstanding for a period exceeding six months from the date they are due for payment:		
- Unsecured, considered good	2,129	2,595
Other debts		
- Unsecured, considered good	39,958	29,986
Total	42,086	32,581

Refer note 12A for ageing analysis of trade receivables

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ARC DISTRIBUTORS (I) PRIVATE LIMITED

Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023

(All amounts in INR thousands, unless otherwise stated)

13 Cash and cash equivalents

Particulars	31 March 2023	31 March 2022
Balances with banks		
- In current accounts	17,240	3,536
Cash on hand	3	5
Total	17,243	3,541

14 Short term loans and advances

Particulars	31 March 2023	31 March 2022
Unsecured, considered good		
Loans and advances to related parties:		
- Loans to directors	1,864	-
- Trade advance to related parties	-	15,140
Other loans and advances:		
- Loans and advances to employees	25	25
- Advances to suppliers	167	739
- Prepaid expenses	142	19
- Balances with revenue authorities	6,736	2,912
Total	8,934	18,835

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ARC DISTRIBUTORS (I) PRIVATE LIMITED
Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023
(All amounts in INR thousands, unless otherwise stated)

7 Property, plant and equipment

i) Tangible assets

Description	As at 01-04-2022		Gross Block		As at 31-03-2023		Accumulated Depreciation / Amortisation		Net Carrying Value	
	As at 01-04-2022	As at 31-03-2023	Additions	Disposals / Write off	As at 01-04-2022	As at 31-03-2023	Depreciation for the year	Disposals / Adjustment	As at 31-03-2023	As at 31-03-2022
Furniture and Fixtures	36	48	12	-	15	48	3	-	30	21
Vehicles	11,005	12,584	3,614	(2,035)	8,381	12,584	1,170	(1,520)	4,552	2,624
Office Equipment	380	828	448	-	194	828	63	-	571	187
Computers	159	226	67	-	159	226	24	-	43	0
TOTAL	11,580	13,685	4,140	(2,035)	8,748	13,685	1,260	(1,520)	5,196	2,832



ARC DISTRIBUTORS (I) PRIVATE LIMITED

Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023

(All amounts in INR thousands, unless otherwise stated)

5A Trade Payables ageing schedule:

As at 31 March 2023	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	247	-	-	-	247
(ii) Others	51,025	19,217	12,461	1,16,738	1,99,441
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

As at 31 March 2022	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	400	-	-	-	400
(ii) Others	1,05,485	17,890	950	31,268	1,55,594
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

12A Trade Receivables ageing schedule:

As at 31 March 2023	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed - considered good	39,958	395	1,733	-	-	42,086
(i) Undisputed - considered doubtful	-	-	-	-	-	-
(iii) Disputed - considered good	-	-	-	-	-	-
(iv) Disputed - considered doubtful	-	-	-	-	-	-

As at 31 March 2022	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed - considered good	29,986	118	1,323	1,154	-	32,581
(i) Undisputed - considered doubtful	-	-	-	-	-	-
(iii) Disputed - considered good	-	-	-	-	-	-
(iv) Disputed - considered doubtful	-	-	-	-	-	-



ARC DISTRIBUTORS (I) PRIVATE LIMITED**Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023***(All amounts in INR thousands, unless otherwise stated)***15 Revenue from operations (Net)**

Particulars	31 March 2023	31 March 2022
Sale of products	3,30,314	2,52,370
Other operating revenue	135	125
Total	3,30,449	2,52,496

16 Other income

Particulars	31 March 2023	31 March 2022
<u>Interest income:</u>		
Interest on fixed deposit	206	108
Other interest income	96	-
Dividend income	1,053	611
Balances written back	-	84
Profit on sale of investments	16,530	15,812
Profit on Sale of Motor Car	249	-
Speculation gain	654	269
Foreign exchange gain	-	4,371
Total	18,789	21,256

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ARC DISTRIBUTORS (I) PRIVATE LIMITED**Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023***(All amounts in INR thousands, unless otherwise stated)***17 Purchase of traded goods**

Particulars	31 March 2023	31 March 2022
Purchase:		
Purchase of goods	2,76,772	2,17,931
Less: Discounts received	(491)	(252)
Add: Direct expenses		
Clearing and forwarding expense	2,536	1,666
Freight expense	3,666	532
Loading and unloading charges	18	37
Packing expense	319	402
Other Direct Expenses	62	-
Total	2,82,882	2,20,316

18 Changes in Inventory of traded goods

Particulars	31 March 2023	31 March 2022
Inventories at the beginning of the year	46,604	33,464
Less: Inventories at the end of the year	65,025	46,604
Total	(18,422)	(13,140)

19 Employee Benefit Expenses

Particulars	31 March 2023	31 March 2022
Directors remuneration	1,440	2,307
Salaries and wages	5,364	4,608
Staff welfare expenses	486	260
Total	7,290	7,175



ARC DISTRIBUTORS (I) PRIVATE LIMITED**Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023***(All amounts in INR thousands, unless otherwise stated)***20 Finance costs**

Particulars	31 March 2023	31 March 2022
Interest on borrowings	2	108
Bank charges	130	79
Total	132	186

21 Depreciation and amortisation expenses

Particulars	31 March 2023	31 March 2022
Depreciation on tangible assets	1,260	1,220
Total	1,260	1,220

22 Other Expenses

Particulars	31 March 2023	31 March 2022
Auditors remuneration	150	150
Balances written back	6	-
Business promotion expense	217	645
Commission on sales	23,030	16,439
Electricity expense	86	107
Exhibition Expenses	5,793	-
Foreign exchange Loss	9,384	-
Insurance charges	180	130
Interest and late fees	4	859
IT and software expenses	94	80
Loss from F&O trading	-	13,083
Membership and subscriptions	119	118
Office expense	576	656
Other miscellaneous expense	26	15
Printing and stationery	48	92
Professional fees	191	516
Rates and taxes	336	111
Rent expense	752	785
Repairs and maintenance	975	429
Telephone and communication expense	357	245
Travel and conveyance	9,105	7,094
Warehouse expenses	28	49
Total	51,457	41,602



ARC DISTRIBUTORS (I) PRIVATE LIMITED
Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023

(All amounts in INR thousands, unless otherwise stated)

23 Ratio Analysis

Sr.no.	Ratio Analysis	Numerator	Denominator	31-Mar-22	31-Mar-21	% Variance	Reason for Variance
1	Current Ratio	Total Current Assets	Total Current Liabilities	0.66	0.84	-20.64%	
3	Return on Equity Ratio	Net Profit after taxes - preference dividend (if any)	Average Shareholders Equity	0.40	0.43	-8.45%	
4	Inventory Turnover Ratio	Cost of Goods sold	Average Inventory	4.74	5.18	-8.44%	
5	Trade Receivables Turnover Ratio	Net Credit Sales	Average Trade Receivables	8.85	7.43	19.17%	
6	Trade Payables Turnover Ratio	Net Credit Purchases	Average Trade Payables	1.88	1.82	3.35%	
7	Net Capital Turnover Ratio	Net Sales	Average Working Capital	(4.88)	(9.73)	-49.85%	The variance is on account of decrease in average working capital during the year.
8	Net Profit Ratio	Net Profit	Net Sales	0.06	0.05	6.14%	
9	Return on Capital employed	EBIT	Capital Employed	0.43	0.43	0.57%	



ARC DISTRIBUTORS (I) PRIVATE LIMITED**Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023***(All amounts in INR thousands, unless otherwise stated)***24 Expenses and remittance in Foreign Currencies during the financial year**

Particulars	31 March 2023	31 March 2022
Import Purchase of Trading Goods (Refer note below)	2,29,448	1,80,896
Foreign Travelling	3,339	1,523
Total	2,32,787	1,82,419

Note: The amount of import purchase disclosed under this note is net of custom duty incurred.

25 Earnings in Foreign Exchange

There were no earnings in foreign exchange during the year.

26 The Accounting Standard AS-17 issued by the Institute of Chartered Accountants of India is not applicable to the company, as the company does not fall in the category specified in the AS-17.

27 There were no contingent liabilities as on 31 March 2023 (Previous year Rs. Nil)

28 There were no capital commitments as on 31 March 2023 (Previous year Rs. Nil)

29 Related Party Disclosures

Nature of relationship	Name of related party
Key managerial persons (Directors)	Devang Goradia Parth Vyas Vaibhav Pawar
Relatives	Gaurang Goradia Vaishali Mane
Associates (Enterprises in which relatives / KMP exercise control)	ADD Nutrition ARC Distributors Perfect Body Co.

Related party transactions are disclosed ahead separately.



ARC DISTRIBUTORS (I) PRIVATE LIMITED

Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023

(All amounts in INR thousands, unless otherwise stated)

29 Related Party Disclosures (continued)

Nature of Transaction	31 March 2023		31 March 2022	
	Associates / Relatives	KMP	Associates / Relatives	KMP
A. Remuneration, salary & commission paid				
Parth Vyas	-	750	-	820
Gaurang Goradia	1,743	-	1,376	-
Devang Goradia	-	-	-	857
Vaibhav Pawar	-	750	-	810
B. Rent expense				
Vaishali Mane	356	-	420	-
C. Sales during the year				
Vaishali Mane (ADD Nutrition)	6	-	33	-
Devang Goradia	-	-	-	1
D. Trade Advances:				
<u>Advances repaid:</u>				
Devang Goradia (ARC Distributors)	-	12,101	-	9,271
Gaurang Goradia (Perfect Body Co.)	2,840	-	1,261	-
Vaishali Mane (ADD Nutrition)	199	-	-	-
<u>Advances given:</u>				
Devang Goradia (ARC Distributors)	-	-	-	545
E. Loan:				
<u>Loan Given:</u>				
Devang Goradia	-	3,634	-	26,118
Parth Vyas	-	200	-	-
<u>Loan repaid:</u>				
Devang Goradia	-	1,970	-	26,118



ARC DISTRIBUTORS (I) PRIVATE LIMITED**Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023***(All amounts in INR thousands, unless otherwise stated)***30 Earning Per share**

Particulars	31 March 2023	31 March 2022
(a) Profits available to equity shareholders	18,815	13,546
(b) Number of weighted average equity shares of Rs.10 each	10,000	10,000
(c) Number of dilutive potential equity shares	10,000	10,000
Basic Earning per share (in Rs.) (a/b)	1.88	1.35
Diluted Earning per share (in Rs.) (a/c)	1.88	1.35

31 Deferred taxes

Particulars	31 March 2023	31 March 2022
The primary components that gave rise to deferred tax liabilities and assets are as follows:		
Deferred tax asset		
Tax effect of the timing difference on account of :		
Depreciation	832	821
Net deferred tax asset	832	821

32 Auditor's remuneration

Particulars	31 March 2023	31 March 2022
Statutory audit	150	150
Others	80	325
Total	230	475



ARC DISTRIBUTORS (I) PRIVATE LIMITED**Notes To Accounts Accompanying Financial Statements For The Year Ended 31 March 2023**

(All amounts in INR thousands, unless otherwise stated)

33 Details of dues to micro small and medium enterprises

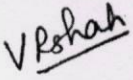
The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008, which recommends that the Micro, Small Enterprises should mention in the correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on information received and available with the Company the amounts payable to Micro, Small and Medium Enterprises as at the year end are as below:

Name of MSME Party	31 March 2023	31 March 2022
R H D B & Co LLP	247	400
Total	247	400

- 34 The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- 35 Previous year figures have been regrouped where necessary to confirm to current year's presentation.
- 36 Figures in the financial statements are disclosed in thousands.

As per our report of even date attached

For R H D B & Co LLP
Chartered Accountants
Firm's Registration No: 132490W/W-100125


Viral Shah
Partner
Membership No: 189204

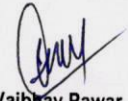


Mumbai
Date: 05-Sept-2023

UDIN: 23189204BGWMHS4568

For and on behalf of the Board of Directors
Arc Distributors (I) Private Limited


Devang Goradia
Director
DIN: 01951816


Vaibhav Pawar
Director
DIN: 03536593

Mumbai
Date: 05-Sept-2023