

IND AS

PACKCART PACKAGING LLP

YERALY REPORT

F.Y. 2023-24

N. M. NAGRI & CO.

CHARTERED ACCOUNTANTS

‘A’ Block, 5th Floor, A-1 & A-2, Safal Profitaire, Opp. Prahlad Nagar Garden, Near Hotel Ramada,
Prahlad Nagar, Ahmedabad-380 015 Tele:(079) 40064694, 40064695, 40061203 ♦E-mail: nmnagri@hotmail.com

To
The Designated Partners of
Packcart Packaging LLP
Survey No.226, Kadi-Chhatral Road, Budasan,
Kadi-382715
Dist. Mehsana,
Gujarat

Dear Sirs,

We have reviewed the Financial Statements (the Statements) of FY 2023-24 in respect of **Packcart Packaging LLP** (the LLP), prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS), (as applicable) more particularly, Ind AS 110 for the purpose of Consolidated Financial Statements by the parent Company Cera Sanitaryware Limited. These Statements are the responsibility of the LLP’s Management, which have been approved by the Designated Partners of the LLP on 22th April, 2024.

Our review consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing. We have not performed an audit of these Statements and accordingly we do not express audit opinion.



For N. M. NAGRI & CO.
CHARTERED ACCOUNTANTS

[Handwritten Signature]

[N. M. NAGRI]
PROPRIETOR

Place: Ahmedabad
Date: 22th April, 2024

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Packcart Packaging LLP

Balance Sheet - as at 31st March, 2024

(Amt in Rs.)

Particulars	Note No.	As at 31st March, 2024			As at 31st March, 2023		
		As per IGAAP	Ind As Effect	As per Ind As	As per IGAAP	Ind As Effect	As per Ind As
ASSETS							
(1) Non- Current Assets							
(a) Property, Plant and Equipment	4	1,01,78,689	-	1,01,78,689	1,15,69,169	-	1,15,69,169
(b) Capital Work-in-Progress	4	-	-	-	-	-	-
(c) Right of Use Assets	4	-	15,86,070	15,86,070	-	39,65,172	39,65,172
(d) Financial Assets							
(i) Other Financial Assets	5	10,37,114	(24,172)	10,12,942	10,37,114	(57,560)	9,79,554
(e) Other Non-Current Assets	6	-	-	-	-	20,222	20,222
(2) Current Assets							
(a) Inventories	7	92,76,061	-	92,76,061	95,62,149	-	95,62,149
(b) Financial Assets							
(i) Investments	8	1,00,00,000	2,73,519	1,02,73,519	-	-	-
(ii) Trade Receivables	9	77,75,767	-	77,75,767	1,41,57,718	-	1,41,57,718
(iii) Cash and Cash Equivalents	10	68,44,641	-	68,44,641	86,25,935	-	86,25,935
(iv) Other Financial Assets	11	2,82,317	-	2,82,317	2,65,076	-	2,65,076
(c) Other Current Assets	12	21,838	20,223	42,061	20,585	30,184	50,769
Total Assets		4,54,16,427	18,55,640	4,72,72,067	4,52,37,746	39,58,018	4,91,95,764
CONTRIBUTIONS AND LIABILITIES							
PARTNERS' FUNDS							
(a) Contributions	13A & B	2,11,84,445	5,93,382	2,17,77,827	1,90,57,815	(54,382)	1,90,03,433
(b) Other Equity	14	75,72,493	(7,27,726)	68,44,767	75,72,493	(5,41,222)	70,31,271
LIABILITIES							
(1) Non-Current Liabilities							
(a) Financial Liabilities							
(i) Lease Liabilities	34	-	-	-	-	20,49,117	20,49,117
(b) Other Non-Current Liabilities	15	8,10,189	-	8,10,189	9,59,029	-	9,59,029
(c) Deferred Tax Liabilities (Net)	16	9,60,694	(59,133)	9,01,561	10,04,235	(2,66,855)	7,37,380
(d) Long-Term Provisions	17	4,78,473	-	4,78,473	6,99,981	-	6,99,981
(2) Current Liabilities							
(a) Financial Liabilities							
(i) Trade Payables	18						
-total outstanding dues of micro enterprises and small enterprises		6,39,543	-	6,39,543	8,02,927	-	8,02,927
-total outstanding dues of creditors other than micro enterprises and small enterprises		1,18,45,262	-	1,18,45,262	1,22,01,549	-	1,22,01,549
Total Trade Payables		1,24,84,805	-	1,24,84,805	1,30,04,476	-	1,30,04,476
(ii) Lease Liabilities	34	-	20,49,117	20,49,117	-	27,71,360	27,71,360
(iii) Other Financial Liabilities	19	7,74,629	-	7,74,629	16,14,177	-	16,14,177
(b) Other Current Liabilities	20	10,56,507	-	10,56,507	10,44,954	-	10,44,954
(c) Short-Term Provisions	21	94,192	-	94,192	2,80,586	-	2,80,586
(d) Current Tax Liabilities	22	-	-	-	-	-	-
Total Contribution and Liabilities		4,54,16,427	18,55,640	4,72,72,067	4,52,37,746	39,58,018	4,91,95,764

The accompanying Notes 1 to 40 are integral part of these Financial Statements.

For and on behalf of Packcart Packaging LLP,



Mrs. Kinjal Bhutt
Designated Partner
DIN: 07432578



Mr. Siddharth Patel
Designated Partner and
Nominee of
CERA SANITRYWARE LTD.
DIN: 09828300

PLACE : Ahmedabad

DATE : 22nd April, 2024

Packcart Packaging LLP

Statement of Profit and Loss for the year ended 31st March, 2024

(Amt in Rs.)

Sr. No.	Particulars	Note No.	Year ended 31st March, 2024			Year ended 31st March, 2023		
			As per IGAAP	Ind As Effect	As per Ind As	As per IGAAP	Ind As Effect	As per Ind As
I	Revenue from Operations	23	12,63,65,148	-	12,63,65,148	16,25,64,155	-	16,25,64,155
II	Other Income	24	3,46,133	3,06,907	6,53,040	1,95,606	30,422	2,26,028
III	Total Income		12,67,11,281	3,06,907	12,70,18,188	16,27,59,761	30,422	16,27,90,183
IV	Expenses							
	Cost of Materials Consumed	25	7,82,16,828	-	7,82,16,828	10,80,07,185	-	10,80,07,185
	Purchase of Stock in Trade	26	56,49,263	-	56,49,263	92,32,388	-	92,32,388
	Changes in Inventories of Finished goods, Work-in- Progress and Stock in Trade	27	11,41,198	-	11,41,198	7,82,858	-	7,82,858
	Employee Benefits Expense	28	1,29,33,709	(2,71,082)	1,26,62,627	1,28,32,668	1,54,506	1,29,87,174
	Finance Costs	29	-	4,69,996	4,69,996	25,335	7,14,504	7,39,839
	Depreciation and Amortisation Expense	4	14,05,218	23,79,102	37,84,320	14,21,106	23,79,102	38,00,208
	Other Expenses	30	1,94,38,485	(32,11,173)	1,62,27,312	2,34,44,491	(31,92,085)	2,02,52,406
	Total Expenses		11,87,84,701	(6,33,157)	11,81,51,544	15,57,46,031	56,027	15,58,02,058
V	Profit / (Loss) before Tax		79,26,580	9,40,064	88,66,644	70,13,730	(25,605)	69,88,125
VI	Tax Expense :							
	(1) Current Tax	30	24,60,000	-	24,60,000	23,20,359	-	23,20,359
	(2) Tax for earlier years		(7,432)	-	(7,432)	-	-	-
	(3) Deferred Tax	15	(43,541)	2,92,300	2,48,759	(1,64,444)	28,777	(1,35,667)
VII	Profit / (Loss) for the year		55,17,553	6,47,764	61,65,317	48,57,815	(54,382)	48,03,433
VIII	Other Comprehensive Income							
	A Items that will not be reclassified to profit or loss							
	Remeasurements of the defined benefit plan		-	(2,71,082)	(2,71,082)	-	1,54,506	1,54,506
	B Income tax relating to items that will not be reclassified to profit or loss		-	84,578	84,578	-	(48,206)	(48,206)
	Total Other Comprehensive Income for the year (Net of Tax)		-	(1,86,504)	(1,86,504)	-	1,06,300	1,06,300
IX	Total Comprehensive Income for the year (Comprising Profit / (Loss) and Other Comprehensive Income for the year)		55,17,553	4,61,260	59,78,813	48,57,815	51,918	49,09,733

The accompanying Notes 1 to 40 are integral part of these Financial Statements.

For and on behalf of Packcart Packaging LLP,



Mrs. Kinjal Bhatt
Designated Partner
DIN: 07432578



Mr. Siddharth Patel
Designated Partner and
Nominee of
CERA SANITRYWARE LTD.
DIN: 09828300

PLACE : Ahmedabad

DATE : 22nd April, 2024

Packcart Packaging LLP

Cash Flow Statement for the year ended 31st March, 2024

		(Amt in Rs.)	
Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
A.	Cash Flow from Operating Activities		
	Net Profit Before Tax	88,66,644	69,88,125
	Adjusted for:		
	Depreciation	37,84,320	38,00,208
	Finance Cost	4,69,996	7,39,839
	Amortisation of Prepaid Rentals (non Cash)	30,183	30,184
	Deferred Income on Capital Subsidy (non Cash)	(1,48,840)	(1,48,840)
	Net Gain on Fair Valuation of Investments in Mutual Funds	(2,73,519)	-
	Interest Income On Security Deposit (non Cash)	(59,615)	(56,649)
	Items pertaining to Previous year, unspent liabilities & provisions no longer required written back (Net)	(1,59,351)	(20,539)
	Provision for Gratuity	1,13,368	1,50,953
	Sub Total	37,56,542	44,95,156
	Operating Profit before Working Capital Change	1,26,23,186	1,14,83,281
	Adjustment for Change in Working Capital		
	(Inc) / Dec in Inventories	2,86,088	38,65,819
	(Inc) / Dec in Trade Receivables	63,81,951	70,93,527
	(Inc) / Dec in Other Financial Assets	8,986	(1,97,148)
	(Inc) / Dec in Other Assets	(1,253)	2,063
	Inc/(Dec) in Trade Payable	(5,19,671)	(26,06,024)
	Inc/(Dec) in Other Financial Liabilities	(12,44,743)	(7,00,146)
	Inc/(Dec) in Provisions	(2,27,807)	(48,352)
	Inc/(Dec) in Other Current Liabilities	11,553	(4,56,458)
	Sub Total	46,95,104	69,53,281
	Cash Generation from Operations	1,73,18,290	1,84,36,562
	Less: Direct Taxes Paid	(24,52,568)	(39,90,996)
	Net Cash from Operating Activities	1,48,65,722	1,44,45,566
B	Cash Flow From Investing Activities		
	Purchase Of Property, Plant , Equipment	(14,738)	(76,850)
	Payments for purchase of Mutual Funds	(1,00,00,000)	-
	Net Cash Used in Investing Activities	(1,00,14,738)	(76,850)
C	Cash Flow from Financing Activities		
	Finance Cost (Except Interest On Lease)	-	(25,335)
	Rent Paid (Lease)	(32,41,356)	(32,22,269)
	Share Profit Paid to Partners	(33,90,923)	(36,00,000)
	Net Cash Used in Financing Activities	(66,32,279)	(68,47,604)
	Changes in Cash	(17,81,295)	75,21,112
	Opening Balance Cash and Cash Equivalents	86,25,935	11,04,823
	Closing Balance Cash and Cash Equivalents	68,44,640	86,25,935

Cash Flow Statement for the year ended 31st March, 2024

(Amt in Rs.)

Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
Notes to cash flow statement			
1	Components of cash and cash equivalents		
	Balances with banks	68,35,278	86,11,856
	Cash on hand	9,363	14,079
	Cash and cash equivalents considered in Cash Flow Statement	68,44,641	86,25,935

2 The above Cash Flow Statement has been prepared using the 'Indirect Method' as set out in Indian Accounting Standard - 7 "Statement of Cash Flows".

3 Reconciliation of liabilities arising from financing activities:

Particulars	Outstanding as at 1st April, 2023	Cash Flow	Non-cash changes	Outstanding As at 31st March, 2024
Borrowings				
Lease Liability	48,20,477	(32,41,356)	4,69,996	20,49,117
Total liabilities arising from financing activities	48,20,477	(32,41,356)	4,69,996	20,49,117

For and on behalf of Packcart Packaging LLP,


 Mrs. Kinjal Bhatt
 Designated Partner
 DIN: 07432578


 Mr. Siddharth Patel
 Designated Partner and
 Nominee of
 CERA SANITRYWARE LTD.
 DIN: 09828300

PLACE : Ahmedabad

DATE : 22nd April, 2024

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PACKCART PACKAGING LLP

Material Accounting Policies & Practices

(Annexed to and forming part of Financial Statements for the year ended 31st March 2024)

1) LLP Profile:

(a) Packcart Packaging LLP (hereinafter referred to as the LLP) (LLP Identification No. AAG-1067) was incorporated under the Limited Liability Partnership Act, 2008 by obtaining the Certificate of Incorporation dated 1st April 2016 issued by the Ministry of Corporate Affairs, Registrar, Ahmedabad. The Registered Office of the LLP is situated at Survey No.226, Kadi-Chhatral Road, Budasan, Kadi-382715, Dist. Mehsana, Gujarat. The LLP is engaged in the business of manufacturing of Corrugated Boxes and other packaging material. The LLP commenced its commercial production on and from 1st August, 2016.

(b) The LLP Agreement U/s 23(4) of the LLP Act, 2008 was executed at Ahmedabad on 7th April 2016 and Addendum to the said agreement was executed at Ahmedabad on 24th June 2016 whereby Cera Sanitaryware Limited (CSL) became a partner of the LLP on 24th June 2016 having 51% share in capital contribution and in profit/loss. Thus the LLP became the subsidiary of CSL w.e.f. 24th June 2016. Shri P.C. Surana was nominated as designated partner by Cera Sanitaryware Limited in the LLP w e f 24th June 2016 till 15th March, 2023. Shri Siddharth Patel has been nominated as designated partner by Cera Sanitaryware Limited w.e.f 15.03.2023. The LLP also entered into Joint Venture Agreement executed at Ahmedabad on 20th May 2016 with Cera Sanitaryware Limited (CERA) where both the LLP and CERA have agreed to put up a manufacturing plant to manufacture corrugated boxes and other packaging boxes having installed capacity of 300 MT p.m. which will be mainly used as packaging material by Cera Sanitaryware Limited.

2) Basis of Accounting and Preparation of Financial Statements:

2.1 Statement of Compliance with Ind AS:

The LLP w.e.f 24th June 2016 has become the partially owned subsidiary of Cera Sanitaryware Ltd., whose financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 and the subsequent amendments from time to time, notified under Section 133 of the Companies Act, 2013 (the "Act") and other relevant provisions of the Act.

As per paragraph 19 of the Ind AS – 110 "Consolidated Financial Statements" a parent shall prepare consolidated financial statements using uniform accounting policies for like transactions and other events in similar circumstances.

Accordingly, these standalone financial statements of the LLP have been prepared in accordance with Ind AS, as applicable to its parent.

2.2 Use of Estimates :

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the period reported. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in accordance with the requirements of the respective accounting standards.

2.3. Basis of Measurement:

These financial statements have been prepared on accrual basis of accounting, on a going concern, under the historical cost convention except where certain financial assets and liabilities have been measured at fair value as under:

Items	Measurement Basis
Investment in Mutual Funds	Fair Value
Employee Defined Benefit Plans	Plan Assets measured at fair value less present value of defined benefit obligation
Certain Financial Assets and Liabilities	Fair Value

3) Material Accounting Policies:

3.1 Property, Plant and Equipment

[a] Tangible Assets

[i] Recognition and Measurement

Items of property, plant and equipment are measured at cost, which include capitalised borrowing costs, less accumulated depreciation, and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price (after deducting trade discounts and rebates), including import duties and non-refundable purchase taxes, any directly attributable cost (indirect cost excluded) of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labour, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss following the principles of Ind AS 115 "Revenue from Contracts with Customers".

[ii] Subsequent Expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the LLP.

[iii] Derecognition

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of assets.

[iv] Depreciation/ Amortization

Depreciation is calculated on cost of items of property plant and equipment (other than properties under construction) less their estimated residual values over their estimated useful lives using the straight line method in respect of plant and machinery and electric plant and installation and using the written down value method in respect of other assets. Depreciation is generally recognised in the Statement of Profit and Loss.

Useful lives have been determined in accordance with Schedule II to the Companies Act, 2013 as followed by parent company. The residual values are not more than 5% of the original cost of the asset.

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted, if appropriate. Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives best represent the period over which management expects to use these assets.

Depreciation on additions (disposals) is provided on a pro rata basis that is from (up to) the date on which asset is ready for use (disposed of).

[b] Capital work-in-progress

Projects under commissioning and other Capital work-in-progress are carried at cost comprising of direct and indirect costs, related incidental expenses and attributable interest. Depreciation on Capital work-in-progress commences when assets are ready for their intended use and transferred from Capital work-in-progress Group to Tangible Fixed Assets Group.

[c] Impairment of Non Financial Assets

The LLP's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

An impairment loss is recognised if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognised in the Statement of Profit and Loss.

In respect of assets for which impairment loss has been recognised in prior periods, the LLP reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

3.2 Borrowing Costs

Borrowing costs include interest and other costs incurred in connection with the borrowing of funds. Borrowing costs directly attributable to the acquisition or construction of qualifying asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of the respective asset until such time the assets are substantially ready for their intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred and reported in finance costs.

3.3 Operating Cycle

Based on the nature of products/activities of the LLP and the normal time between purchase of raw materials and their realisation in cash or cash equivalents, the LLP has determined its operation cycle within 12 months for the purpose of classification of its assets and liabilities as current and non-current.

3.4 Current versus Non Current Classification

The LLP presents assets and liabilities in the Balance Sheet based on current/ non-current classification.

An asset/ liability is treated as current when it is:-

- *Expected to be realised or intended to be sold or consumed or settled in normal operating cycle
 - *Held primarily for the purpose of trading.
 - * Expected to be realised/ settled within twelve months after the reporting period, or
 - * Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.
- * There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- * Current-assets/liabilities include the current portion of the non-current financial assets/liabilities.

All other assets and liabilities are classified as non-current.

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

3.5 Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, wherever considered necessary. The cost of inventories comprises of all costs of purchase, costs of conversion and other costs including manufacturing overheads incurred in bringing the inventories to their present location and condition after adjusting for GST wherever applicable. Cost of raw materials, general stores and spares and finished goods are determined on weighted average basis.

Net realisable value is the estimated selling price in the ordinary course of business, less any applicable variable selling expenses.

The net realisable value of work-in-progress is determined with reference to the selling prices of related finished products.

Excess/ shortages, if any, arising on physical verification are absorbed in the respective consumption accounts.

3.6 Cash and Cash Equivalents

Cash and cash equivalents include cash and cheques in hand, bank balances, demand deposits with banks and other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value where original maturity is three months or less.

3.7 Cash Flow Statement

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

3.8 Provisions, Contingent Liabilities and Contingent Assets

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

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Contingent liability is disclosed in the case of:

- * a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation.
- * a present obligation arising from past events, when no reliable estimate is possible.

Contingent assets are neither recognised nor disclosed in the Financial Statements.

3.9 Revenue from Contracts with Customers

As per Ind AS 115 "Revenue from Contracts with Customers", the LLP recognizes revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the LLP expects to be entitled in exchange for those goods or services. Further, the LLP evaluates the performance obligations being distinct to enable separate recognition and can impact timing of recognition of certain elements of multiple element arrangements.

Revenue from Sale of Goods

The LLP's revenue is derived from selling goods with revenue recognised at a point in time when control of the goods is transferred to the customer and retains none of the significant risks and rewards of the goods in question.

The LLP recognises revenue from the sale of goods measured at the fair value of the consideration received or receivable, net of returns and allowances and trade discounts.

No amount of the transaction price allocated to the performance obligations are unsatisfied as of the end of the reporting period.

Interest and Other Income

Interest income and expenses are reported on an accrual basis using the effective interest method. Other income is recognised on accrual basis except where the receipt of income is uncertain.

3.10 Leases

The LLP's lease asset classes primarily consist of lease for building. The LLP evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of a lease requires significant judgment. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and

the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

Effective 1st April, 2019, the LLP adopted Ind AS 116 "Leases", applied to all lease contracts existing on 1st April, 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application. Accordingly, comparatives for the year ended 31st March, 2019 have not been retrospectively adjusted.

LLP as a lessee

The LLP assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the LLP assesses whether: (i) the contract involves the use of an identified asset (ii) the LLP has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the LLP has the right to direct the use of the asset. The LLP uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate. The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

At the date of commencement of the lease, the LLP recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases.

For these short-term and low value leases, the LLP recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the lease term and useful life of the underlying asset. The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the LLP changes its assessment if whether it will exercise an extension or a termination option. Lease liability and ROU asset have been separately presented in the Balance Sheet. Further, refer Note No. 35, for effect of transition to Ind AS 116, classification of leases and other disclosures relating to leases.

The LLP has accounted for Lease Modification on termination of lease due to change in lease term and consideration upon termination of lease, closing balance of lease liability at the date of termination is adjusted against Right of Use Assets and gain/ loss is recognized/ (charged) to statement of Profit and Loss.

LLP as a lessor

Leases in which the LLP does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the LLP to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the LLP's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

3.11 Employee Benefits

Employee benefits include provident fund, pension fund, gratuity and compensated absences.

Defined Contribution Plans

The LLP's contribution to provident fund and pension fund is considered as defined contribution plan and is charged as an expense as they fall due based on the amount of contribution required to be made and when services are rendered by the employees. The LLP has no legal or constructive obligation to pay contribution in addition to its fixed contribution.

Defined Benefit Plans

For Defined Benefit Plans in the form of gratuity, the cost of providing benefits is determined using 'the Projected Unit Credit method', with actuarial valuations being carried out at each Balance Sheet date. Remeasurements, comprising of actuarial gains and losses are recognised immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Remeasurements are not reclassified to the Statement of Profit and Loss in subsequent periods. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost.

Short-term Employee Benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include salaries, wages, performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service. The cost of such compensated absences is accounted as under:

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.

Long-term Employee Benefits

Compensated absences and other benefits like gratuity which are allowed to be carried forward over a period in excess of 12 months after the end of the period in which the employee renders the related service are recognised as a non-current liability at the present value of the defined benefit obligation as at the Balance Sheet date out of which the obligations are expected to be settled.

3.12 Taxes on Income

Income tax comprises Current and Deferred Tax. It is recognised in the Statement of Profit or Loss.

[i] Current Tax

Current income tax assets and/or liabilities comprise those obligations to, or claims from, fiscal authorities relating to the current or prior reporting periods, that are unpaid at the reporting date. Current tax is payable on taxable profit, which differs from profit or loss in the financial statements. Calculation of current tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

[ii] Deferred Tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised. Deferred tax liabilities are generally recognised in full.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the Balance Sheet date. Tax relating to items recognised directly in equity/ other comprehensive income is recognised in respective head and not in the Statement of Profit & Loss.

The carrying amount of deferred tax assets is reviewed at each Balance Sheet date and is adjusted to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

3.13 Government Grants

Government Grants are initially recognised as deferred income at fair value if there is reasonable assurance that they will be received, and the LLP will comply with the conditions associated with the grant;

- In case of capital grants, they are then recognised in Statement of Profit and Loss on a systematic basis over the useful life of assets.
- In case of grants that compensate the LLP for expenses incurred are recognised in Statement of Profit and Loss on a systematic basis in the periods in which the expenses are recognized.

3.14 Financial Instruments

I. Financial Assets

(a) Initial Recognition and Measurement

All financial assets are recognised initially at fair value plus, in case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset, which are not at fair value through profit and loss, are added to fair value on initial recognition. Transaction costs of financial assets carried at fair value through profit or loss are expensed in Statement of Profit and Loss.

(b) Subsequent Measurement

(i) Financial assets carried at amortised cost

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

(ii) Financial assets at fair value through Other Comprehensive Income (FVOCI)

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

(iii) Financial assets at fair value through Profit or Loss (FVTPL)

A financial asset which is not classified in any of the above categories are subsequently fair valued through Statement of Profit and Loss.

(c) Impairment of Financial Assets

The LLP assesses on a forward looking basis the Expected Credit Losses (ECL) associated with its assets measured at amortised cost and assets measured at fair value through other comprehensive income. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

(d) Derecognition of Financial Assets

A financial asset is derecognised when:

*The LLP has transferred the right to receive cash flows from the financial assets or

*Retains the contractual rights to receive the cash flows of the financial assets, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity transfers the financial asset, it evaluates the extent to which it retains the risk and rewards of the ownership of the financial assets. If the entity transfers substantially all the risks and rewards of ownership of the financial asset, the entity shall derecognise the financial asset and recognise separately as assets or liabilities any rights and obligations created or retained in the transfer. If the entity retains substantially all the risks and rewards of ownership of the financial asset, the entity shall continue to recognise the financial asset.

Where the LLP has neither transferred a financial asset nor retains substantially all risks and rewards of the ownership of the financial asset, the financial asset is derecognised if the LLP has not retained control of the financial assets. Where the LLP retains control of the financial assets, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

II. Financial Liabilities

(a) Initial Recognition and Subsequent Measurement

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

Financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments. Changes in the amortised value of liability are recorded as finance cost.

III. Offsetting of Financial Instruments

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

3.15 Fair Value Measurement

The LLP measures financial instruments such as investments in mutual funds, certain other investments etc. at fair value at each Balance Sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability at the measurement date.

Packcart Packaging LLP
Notes to Financial Statements as at 31st March, 2024

Note - 4. PROPERTY, PLANT , EQUIPMENT AND CAPITAL WORK-IN-PROGRESS

(a) Property, Plant and Equipment

(Amt in Rs.)

[illegible]

Note:

The amount of Contractual Commitments (Net of Advances) for the acquisition of Property, Plant and Equipment is Nil as on 31st Mar, 2024 and Nil as on 31st March, 2023.

(c) Right of Use Assets:

[illegible]

Packcart Packaging LLP

Notes to Financial Statements as at 31st March, 2024

Note - 5. FINANCIAL ASSETS: NON - CURRENT

(Amt in Rs.)

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Security Deposits - Unsecured, Considered Good	10,12,942	9,79,554
	Total	10,12,942	9,79,554

Note - 6. OTHER NON-CURRENT ASSETS

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
1	Capital Advances	-	-
2	Advances other than Capital Advances		
	a. Advance Rentals - Security Deposits	-	20,222
	Total	-	20,222

Note - 7. INVENTORIES

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	As taken, valued & certified by the Management At Lower of Cost and Net Realisable Value		
1	Raw Materials	64,52,678	55,65,670
2	Work-in-Progress	10,72,409	22,09,194
3	Finished Goods	9,14,772	8,76,132
4	Stock-in-trade	21,389	64,442
5	Stores and Spares	8,14,813	8,46,711
	Total	92,76,061	95,62,149

Note - 8. INVESTMENTS - CURRENT

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Current Investments (Non Trade)		
	Investments in Mutual Funds (Unquoted)		
	Measured at fair value through Profit & Loss (FVTPL)		
1	SBI Floating Rate Debt Fund -Direct Growth 674533.38 Units NAV of Rs. 12.139 each as on 31st March, 2024 (Nil Unit as at 31st March, 2023)	81,88,161	-
2	SBI Savings Fund - Direct Plan -Growth 51564.812 Units NAV of Rs. 40.4415 each as on 31st March, 2024 (Nil Unit as at 31st March, 2023)	20,85,358	-
	Total	1,02,73,519	-
	Aggregate Cost of Unquoted Investments	1,00,00,000	-
	Aggregate Fair Value of Unquoted Investments	1,02,73,519	-

Packcart Packaging LLP

Notes to Financial Statements as at 31st March, 2024

Note - 9. TRADE RECEIVABLES - CURRENT

(Amt in Rs.)

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
1	Trade Receivables considered good - Secured	-	-
2	Trade Receivables considered good - Unsecured *	77,75,767	1,41,57,718
3	Trade Receivables which have significant increase in credit risk	-	-
4	Trade Receivables - credit impaired	-	-
	Sub total	77,75,767	1,41,57,718
	Less: Allowance for Expected Credit Losses	-	-
	Total	77,75,767	1,41,57,718

* 9.1 Debts due from Cera Sanitaryware Ltd. Rs. 41,59,979/- (31.03.2023: Rs. 99,88,528/-)

The LLP is a subsidiary of Cera Sanitaryware Ltd.

9.2 Refer to Note No. 32 for dues from Related Parties.

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9.3. Ageing for Trade Receivables - Current as at 31st March, 2024 is as follows: (Amt in Rs.)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1 year	1-2 year	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	67,85,591	9,90,176	-	-	-	-	77,75,767
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
Total	67,85,591	9,90,176	-	-	-	-	77,75,767

Ageing for Trade Receivables - Current as at 31st March, 2023 is as follows:

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1 year	1-2 year	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	1,29,42,890	12,14,828	-	-	-	-	1,41,57,718
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
Total	1,29,42,890	12,14,828	-	-	-	-	1,41,57,718

Packcart Packaging LLP

Notes to Financial Statements as at 31st March, 2024

Note - 10. CASH & CASH EQUIVALENTS

(Amt in Rs.)

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
1	Balances with banks in current accounts	68,35,278	86,11,856
2	Cash on hand	9,363	14,079
	Total	68,44,641	86,25,935

Note - 11. OTHER FINANCIAL ASSETS: CURRENT

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
1	Interest receivable on Security Deposits	23,604	23,604
2	Other Advances		
	Advance tax and TDS Receivable (Net of current tax Rs. 24,60,000/- PY Rs. 23,20,359/-) Refer Note No.22	2,58,713	2,41,472
	Total	2,82,317	2,65,076

Note - 12. OTHER CURRENT ASSETS

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Advances other than Capital Advances		
	(i) Prepaid Expenses	16,838	20,585
	(ii) Advance Lease Rentals	20,223	30,184
	(iii) Other Advances	5,000	-
	Total	42,061	50,769

Packcart Packaging LLP

Notes to Financial Statements as at 31st March, 2024

Note - 13A. CONTRIBUTIONS-FIXED

(Amt in Rs.)

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Contributions from Partners:		
1	Cera Sanitaryware Ltd. (Nominee Shri Siddharth Patel is a Designated Partner) (Share in Profit / Loss 51%)		
	Opening Balance	90,78,000	90,78,000
	Additions During the Year	-	-
	Total	90,78,000	90,78,000
2	Mrs. Kinjal Bhatt (Designated Partner) (Share in Profit / Loss 49%)		
	Opening Balance	87,22,000	87,22,000
	Additions During the Year	-	-
	Total	87,22,000	87,22,000
	Total 12A	1,78,00,000	1,78,00,000

Note - 13B. CONTRIBUTIONS-CURRENT

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Contributions from Partners:		
1	Cera Sanitaryware Ltd. (Nominee Shri Siddharth Patel is a Designated Partner) (Share in Profit / Loss 51%)		
	Opening Balance	6,13,751	-
	Additions : Transfer of Profit during the Year	31,44,312	24,49,751
	Distribution of Profit	(17,29,371)	(18,36,000)
	Total	20,28,692	6,13,751
2	Mrs. Kinjal Bhatt (Designated Partner) (Share in Profit / Loss 49%)		
	Opening Balance	5,89,682	-
	Additions : Transfer of Profit during the Year	30,21,005	23,53,682
	Distribution of Profit	(16,61,552)	(17,64,000)
	Total	19,49,135	5,89,682
	Total 12B	39,77,827	12,03,433
	Total (12A + 12B)	2,17,77,827	1,90,03,433

Packcart Packaging LLP

Notes to Financial Statements as at 31st March, 2024

Note - 14. OTHER EQUITY

(Amt in Rs.)

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
1	Retained Earnings		
	Balance as per last financial year	66,15,857	66,15,857
	Add: Profit / (Loss) for the year	61,65,317	48,03,433
	Less: Transfer of Profit to Partners' Current A/c	(61,65,317)	(48,03,433)
		66,15,857	66,15,857
2	Other Comprehensive Income		
	(a) Remeasurements of Defined Benefit Plans		
	Balance as per last financial year	4,15,414	3,09,114
	Adjustments during the year		
	Add: Actuarial Gain on Remeasurement of Defined Benefit Plans	(2,71,082)	1,54,506
	Less: Deferred Tax on Remeasurement of Defined Benefit Plans	84,578	(48,206)
		2,28,910	4,15,414
	Total	68,44,767	70,31,271

Note - 15. OTHER NON - CURRENT LIABILITIES

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Deferred Govt. Grant (Capital Subsidy)	8,10,189	9,59,029
	Total	8,10,189	9,59,029

Packcart Packaging LLP

Notes to Financial Statements As at 31st March, 2024

Note - 16. DEFERRED TAX ASSETS / LIABILITIES (NET)

(Amt in Rs.)

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
1	Deferred Tax Assets (Arising on account of timing difference)		
	(a) Provision for Leave Encashment	22,842	39,577
	(b) Provision for Gratuity	1,34,775	1,90,965
	(c) Deferred Govt. Grant	2,99,217	3,45,655
	(d) Provision for Bonus	21,055	-
	(e) Others	1,44,471	2,66,855
	Total Deferred Tax Assets (A)	6,22,360	8,43,052
2	Deferred Tax Liabilities (Arising on account of timing difference)		
	(a) Assets : Impact of difference between carrying value and tax base of Depreciable assets	14,38,583	15,80,432
	(b) Impact of difference between carrying value and tax base of Investments in Mutual Funds	85,338	-
	Total Deferred Tax Liabilities (B)	15,23,921	15,80,432
	Total (B - A)	(9,01,561)	(7,37,380)

Reconciliation of Deferred Tax Assets / Liabilities (Net):

Particulars	As at 31st March, 2024	As at 31st March, 2023
Opening Balance	(7,37,380)	(8,24,841)
Tax Income/(Expense) during the period recognised in Profit or Loss	(2,48,759)	1,35,667
Tax Income/(Expense) during the period recognised in Other Comprehensive Income	84,578	(48,206)
Tax Income/(Expense) during the period recognised directly in Other Equity	-	-
Closing balance	(9,01,561)	(7,37,380)

Movements in DTA:

Particulars	Leave Encashment	Gratuity	Deferred Govt. Grant	Unabsorbed Dep.	Bonus	Others*	Total
At 1st April, 2022	49,967	2,15,122	4,39,144	-	-	3,43,838	10,48,071
(Charged)/Credited:							
to Profit or Loss	(10,390)	24,049	(93,489)	-	-	(76,983)	(1,56,813)
to Retained Earning	-	-	-	-	-	-	-
to Other Comprehensive Income	-	(48,206)	-	-	-	-	(48,206)
At 31st March, 2023	39,577	1,90,965	3,45,655	-	-	2,66,855	8,43,052
(Charged)/Credited:							
to Profit or Loss	(16,735)	(1,40,768)	(46,438)	-	21,055	(1,22,384)	-3,05,270
to Retained Earning	-	-	-	-	-	-	-
to Other Comprehensive Income	-	84,578	-	-	-	-	84,578
At 31st March, 2024	22,842	1,34,775	2,99,217	-	21,055	1,44,471	6,22,360

* Includes effect of Ind AS 116

Movements in DTL:

Particulars	Assets : Impact of difference between Tax Depreciation and Depreciation / amortization charged for the financial reporting	Impact of Difference between Carrying value and tax base of Investments in Mutual Funds
At 1st April, 2022	18,72,912	-
(Charged)/Credited:		
to Profit or Loss	2,92,480	-
to Other Comprehensive Income directly to Equity	-	-
At 31st March, 2023	15,80,432	-
(Charged)/Credited:		
to Profit or Loss	1,41,849	(85,338)
to Other Comprehensive Income directly to Equity	-	-
At 31st March, 2024	14,38,583	85,338

Packcart Packaging LLP

Notes to Financial Statements as at 31st March, 2024

Note - 17. LONG-TERM PROVISIONS: NON - CURRENT

(Amt in Rs.)

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Non-Current Provisions		
	Provision for Employee Benefits		
	(a) Provision for Leave Encashment	68,823	1,19,042
	(b) Provision for Gratuity	4,09,650	5,80,939
	Total	4,78,473	6,99,981

Note - 18. TRADE PAYABLES

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
1	Dues of Micro Enterprises & Small Enterprises (Refer to Note No. 34)	6,39,543	8,02,927
2	Dues of Creditors Other than Micro Enterprises & Small Enterprises	1,18,45,262	1,22,01,549
	Total	1,24,84,805	1,30,04,476

Packcart Packaging LLP

Notes to Financial Statements as at 31st March, 2024

Note - 19. OTHER FINANCIAL LIABILITIES: CURRENT

(Amt in Rs.)

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Other Current Financial Liabilities		
1	Salary Payable to staff	1,82,513	4,00,796
2	Provision for Provident Fund Payable	63,732	85,764
3	Provision for ESIC	9,206	16,125
4	Expenses Payable	5,19,178	11,11,492
	Total	7,74,629	16,14,177

Note - 20. OTHER CURRENT LIABILITIES

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Other		
	(a) Statutory dues	9,07,667	8,96,114
	(b) Deferred Govt. Grant (Capital Subsidy)	1,48,840	1,48,840
	Total	10,56,507	10,44,954

Note - 21. SHORT-TERM PROVISIONS: CURRENT

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Provision for Employee Benefits		
	(a) Provision for Exgratia	67,484	2,41,652
	(b) Provision for Leave Encashment	4,387	7,807
	(c) Provision for Gratuity	22,321	31,127
	Total	94,192	2,80,586

Note - 22. CURRENT TAX LIABILITIES

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
	Provision for Current Tax	24,60,000	23,20,359
	Less : Advance Tax Paid and TDS Receivable	(27,18,713)	(25,61,831)
	Net Current Tax Liabilities (Refer Note No. 11)	(2,58,713)	(2,41,472)
	Total	-	-

18.1 Ageing for Trade Payables - Current as at 31st March, 2024 is as follows:

(Amt in Rs.)

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 Year	1-2 year	2-3 years	More than 3 years	
(i) MSME	6,39,543	-	-	-	-	6,39,543
(ii) Others	1,18,35,576	9,686	-	-	-	1,18,45,262
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-
Total	1,24,75,119	9,686	-	-	-	1,24,84,805

Ageing for Trade Payables - Current as at 31st March, 2023 is as follows:

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 Year	1-2 year	2-3 years	More than 3 years	
(i) MSME	8,02,927	-	-	-	-	8,02,927
(ii) Others	1,21,75,626	25,923	-	-	-	1,22,01,549
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-
Total	1,29,78,553	25,923	-	-	-	1,30,04,476

Packcart Packaging LLP

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

Note - 23. REVENUE FROM OPERATIONS

(Amt in Rs.)

Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
	Revenue from Operations		
	(a) Sale of products		
	(i) Domestic Sales (includes Sales to Related Parties (Refer Note No. 32))	12,63,65,148	16,25,54,795
	(b) Other Operating Revenue		
	(i) Cash Discount		9,360
	Total	12,63,65,148	16,25,64,155

23.1 Disaggregation of Revenue

Disaggregation of revenue into various categories to depict the nature, amount, timing and uncertainty of revenue and cash flows affected by economic data:

Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
Product Type		
Goods (Corrugated Boxes)	12,63,65,148	16,25,54,795
Total	12,63,65,148	16,25,54,795
Contract Counterparties		
Business to Business	12,63,65,148	16,25,54,795
Total	12,63,65,148	16,25,54,795
Timing of Transfer of Goods and Services		
Point in time	12,63,65,148	16,25,54,795
Total	12,63,65,148	16,25,54,795

23.2 The impairment loss recognised on receivables arising from the Company's contracts with customers is NIL (P.Y. NIL).

23.3 No amount of the transaction price allocated to the performance obligations are unsatisfied as at the end of the reporting period.

Note - 24. OTHER INCOME

Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
(a)	Interest Income:		
	(i) Interest Income On Security Deposit-Ind As	33,388	30,422
	(ii) Interest Income On Security Deposit	26,227	26,227
	(iii) Interest Income On IT Refund	11,715	-
(b)	Other Non-Operating Income:		
	(i) Items pertaining to Previous year, unspent liabilities & provisions no longer required written back (Net)	1,59,351	20,539
	(ii) Deferred Income on Capital Subsidy	1,48,840	1,48,840
	(iii) Net Gain on Fair Valuation of Investments	2,73,519	-
	Total	6,53,040	2,26,028

Note - 25. COST OF MATERIALS CONSUMED

Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
	Opening Stock	55,65,670	90,23,015
Add:	Purchases	7,91,03,836	10,45,49,840
Less:	Closing Stock	64,52,678	55,65,670
	Total	7,82,16,828	10,80,07,185

Note - 26. Purchase of Stock in Trade

Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
	Purchases	56,49,263	92,32,388
	Total	56,49,263	92,32,388

Packcart Packaging LLP

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

Note - 27. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK IN TRADE

(Amt in Rs.)

Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
	Inventories at the end of the year:		
	Finished Goods	9,14,772	8,76,132
	Work In Progress	10,72,409	22,09,194
	Stock in Trade	21,389	64,442
	Total	20,08,570	31,49,768
	Inventories at the beginning of the year:		
	Finished Goods	8,76,132	15,20,554
	Work In Progress	22,09,194	24,12,072
	Stock in Trade	64,442	-
	Total	31,49,768	39,32,626
	Total	11,41,198	7,82,858

Note - 28. EMPLOYEE BENEFITS EXPENSE

Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
1	Salaries and Wages	1,20,40,204	1,23,21,404
2	Contribution to Provident and other Funds	5,84,943	6,00,190
3	Staff Welfare Expenses	37,480	65,580
	Total	1,26,62,627	1,29,87,174

Note - 29. FINANCE COSTS

Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
	Interest Costs		
(b)	Interest on TDS / Income Tax	-	25,335
(c)	Interest on Lease	4,69,996	7,14,504
	Total	4,69,996	7,39,839

Packcart Packaging LLP

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

Note - 30. OTHER EXPENSES

(Amt in Rs.)

Sr. No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
	Consumption of Stores		
	Opening Stock	8,46,711	4,72,327
	Add: Purchases	78,68,999	81,23,805
	sub total	87,15,710	85,96,132
	Less : Closing Stock	8,14,813	8,46,711
		79,00,897	77,49,421
	Power and Fuel (Net)	26,42,418	26,54,520
	Repairs and Maintenance		
	- To Buildings	4,200	22,288
	- To Plant and Machineries	2,60,653	4,00,609
	- To Other Assets	1,351	16,311
	Cleaning Charges	27,750	31,423
	Insurance Premium	73,371	76,564
	Printing and Lamination Expenses	17,99,935	63,26,889
	Freight Outward, Coolies and Cartages	7,87,950	8,40,600
	Rates and Taxes	15,839	-
	Payments to Auditors		
	- Statutory Audit fees	85,000	75,000
	- Tax Audit Fees	25,000	25,000
	- For Other Services	79,000	33,750
	Legal and Professional Consultancy Fees	1,58,142	40,000
	Retainership Expense	-	14,97,597
	Management Fees to a Designated Partner (Refer Note No. 32)	18,00,000	-
	Bank Charges	463	876
	Printing and Stationery Expenses	24,717	31,671
	Vehicle Repairs and Maintenance	66,382	8,831
	Vehicle Expenses (Petrol and Diesel)	41,896	74,800
	Conveyance Expenses	46,602	28,600
	Office Expenses	5,591	1,245
	Garden Expenses	36,250	41,777
	Amortisation of Prepaid Rentals	30,183	30,184
	Miscellaneous Expenses	3,13,722	2,44,550
	Total	1,62,27,312	2,02,52,406

Packcart Packaging LLP

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

Note - 31. CURRENT TAX

(Amt in Rs.)

Sr.No.	Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
	Current Tax	24,60,000	23,20,359
	Total	24,60,000	23,20,359

Reconciliation of the Income Tax Expense (Current tax + Deferred tax) amount considering the enacted Income Tax Rate and effective Income Tax rate of the LLP is as follows.

Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
Accounting Profit before Income Tax	88,66,644	69,88,125
India's Statutory Income Tax Rate @ 31.20%, PY @ 31.20%	27,66,393	21,80,295
Non-Deductible Expenses for Tax purposes	14,35,162	5,56,410
Deductible Expenses for Tax purposes	(16,17,812)	(4,16,346)
Income not chargeable for Tax purpose	(1,31,175)	-
Others	2,48,759	(1,35,667)
Income Tax expense reported in the Statement of Profit and Loss	27,01,327	21,84,692

Packcart Packaging LLP

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

Note - 32. RELATED PARTY DISCLOSURES

32.1 List of Related Parties

(A) Key Management Personnel:

Sr. No.	Name	Designation
1	Mrs. Kinjal Bhatt	Designated Partner
2	Shri Siddharth Patel	Designated Partner
		Nominee of Cera Sanitaryware Ltd

(B) Other Related Parties:

Sr. No.	Name	Nature of Relationship
1	Race Polymer Arts LLP	Significant influence exercised by KMP
2	Goodluck Carriers LLP	Significant influence exercised by KMP

32.2 Disclosures of Transactions with KMP, Parent Company and Other Related Party:

(Amt in Rs.)

Sr. No.	Nature of Transaction	Key Management Personnel		Parent Company		Other Related Party	
		Year ended 31st March, 2024	Year ended 31st March, 2,023	Year ended 31st March, 2,024	Year ended 31st March, 2,023	Year ended 31st March, 2,024	Year ended 31st March, 2,023
1	Revenue from Operations	-	-	9,88,91,544	12,79,33,047	2,67,67,182	3,42,14,504
2	Purchase of Goods	-	-	-	-	-	-
3	Share of Profit Paid	16,61,552	17,64,000	17,29,371	18,36,000	-	-
4	Management Fees to Designated Partner	18,00,000	-	-	-	-	-
	GRAND TOTAL	34,61,552	17,64,000	10,06,20,915	12,97,69,047	2,67,67,182	3,42,14,504

32.3 The details of amounts due to or due from related parties are as follows:

(Amt in Rs.)

Sr. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
1	Trade Receivables		
	Cera Sanitaryware Ltd. (Parent Company)	41,59,979	99,88,528
	Race Polymer Arts LLP	35,27,729	36,48,889
	Total	76,87,708	1,36,37,417

32.4 Disclosures in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the year:

(Amt in Rs.)

Sr. No.	Nature of Transaction	Related Parties	Year ended 31st March, 2024	Year ended 31st March, 2023
1	Revenue from Operations	Cera Sanitaryware Ltd.	9,88,91,544	12,79,33,047
2	Revenue from Operations	Race Polymer Arts LLP	2,67,67,182	3,42,14,504

32.5 All transactions during the year with related parties are at arm's length and unsecured. No amount has been recognised as bad or doubtful in respect of transactions with the related parties.

Packcart Packaging LLP

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

Note-33.

Disclosure of Movement in Provisions during the year as per Ind AS- 37,
'Provisions, Contingent Liabilities and Contingent Assets :

(Amt in Rs.)

Particulars	Balance as on 01-04-2023	Provided during the year	Paid / Adjusted During the year	Balance as on 31-03-2024
Non-current provisions				
Accumulated leaves	1,19,042	67,919	1,18,138	68,823
Gratuity	5,80,939	3,84,450	5,55,739	4,09,650
Total	6,99,981	4,52,369	6,73,877	4,78,473
Current provisions				
Accumulated leaves	7,807	4,387	7,807	4,387
Gratuity	31,127	-	8,806	22,321
Bonus / Exgratia	2,41,652	1,28,706	3,02,874	67,484
Total	2,80,586	1,33,093	3,19,487	94,192
Grand total	9,80,567	5,85,462	9,93,364	5,72,665

Note-34. DUES OF MICRO ENTERPRISES AND SMALL ENTERPRISES

The dues to Micro Enterprises and Small Enterprises as required under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent information available with the LLP is given below:

(Amt in Rs.)

Particulars	31 March, 2024	31 March, 2023
a) The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year		
Principal amount due to micro enterprises and small enterprises	6,39,543	8,02,927
Interest due on above	-	-
b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts 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 2006".	-	-
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 as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006	-	-

Packcart Packaging LLP

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

Note-35. COMMITMENTS AND CONTINGENCIES

(a) Leases

Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. It introduces a single, on-balance sheet lease accounting model for lessees.

Changes in the carrying value of right-of-use assets.

(Amt in Rs.)

Particulars	Buildings
Balance as at 1st April, 2022	63,44,274
Depreciation	(23,79,102)
Closing Balance as at 31st March, 2023	39,65,172
Depreciation	(23,79,102)
Closing Balance as at 31st March, 2024	15,86,070

The aggregate depreciation expense on Right-of-use assets is included under depreciation and amortization expense in the statement of profit and loss.

Movement in Lease Liabilities

Particulars	Buildings	
	2023-24	2022-23
Opening Balance	48,20,477	73,28,242
Finance cost accrued during the year	4,69,996	7,14,504
Additions during the year	-	-
Terminations during the year	-	-
Payment of lease liabilities	(32,41,356)	(32,22,269)
Closing Balance as at 31st March	20,49,117	48,20,477

Break-up of current and non-current lease liabilities.

Particulars	Buildings	
	2022-23	2022-23
Non-current lease liabilities	-	20,49,117
Current lease liabilities	20,49,117	27,71,360
Total	20,49,117	48,20,477

Contractual maturities of lease liabilities on discounted basis.

Particulars	31st March, 2024	31st March, 2023
Not later than one year	20,49,117	27,71,360
Later than one year but not later than five years	-	20,49,117
Later than five years	-	-
Total	20,49,117	48,20,477

Contingent Liabilities

	31st March, 2024	31st March, 2023
Claims against the LLP not acknowledged as debt	48,000	48,000

Packcart Packaging LLP

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

Note-36. Employee benefit plans

As per Ind AS 19 "Employee Benefits", the disclosures of employee benefits as defined in the Indian Accounting Standard are given below:

Defined Contribution Plans

The LLP makes Provident Fund contributions to defined contribution plan for qualifying employees under the scheme, the LLP is required to contribute a specified percentage of the payroll costs to fund the benefits.

The LLP has recognized the following amounts in the Statement of Profit and Loss towards its contribution to provident fund and other funds: (Amt. in Rs)

Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
Contribution to Provident fund included under contribution to provident and other funds	5,84,943	6,00,190

Defined Benefit Plans

The obligation for gratuity and leave encashment is recognized as expense for the year.

Gratuity

The benefits are governed by the Payment of Gratuity Act, 1972. The key features are as under :

Plan Features	
Benefits offered	(15 / 26) x (Salary) X (Duration of Service in years)
Salary definition	Last drawn qualifying Salary
Benefit ceiling	Without limit
Vesting conditions	5 years of service
Benefit eligibility	Upon death or disability or retirement
Retirement age	60 years

Leave Encashment :

The benefits are governed by the LLP's Leave Policy.

Key Features

Salary for Encashment	As per rules of the LLP
Benefit event	Death or Resignation or Retirement or Availment
Maximum accumulation	As per rules of the LLP
Benefit Formula	(1/30) x (Basic Salary) x (Leave Days)
Leave Denominator	Employee 30
Leave Credited Annually	Employee 30
Retirement Age	60 years

Risks associated to the Plan (Gratuity and Leave Encashment)

A. Actuarial Risk	Risks due to adverse salary growth / Variability in mortality and withdrawal rates.
B. Investment Risk	Risks due to significant changes in discounting rate during the inter-valuation period.
C. Liquidity Risk	Risks on account of Employees resignation / retirement from the company , resulting into strain on the cashflow.
D. Market Risk	Risks related to changes and fluctuations of the financial markets and assumptions depend on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.
E. Legislative Risk	Risks of increase in the plan liabilities or reduction in plan assets due to change in legislation.

Key Assumptions considered (Gratuity and Leave Encashment)

Actuarial Assumptions	
A. Discount Rate	7.25 % p.a
B. Salary Growth Rate	6.00 % p.a
C. Mortality	IALM 2012-14
D. Withdrawal Rate	5.00% p.a
Financial Assumptions	
A. Discount Rate	7.25 % p.a
B. Salary Growth Rate	6.00 % p.a
Demographic Assumptions	
A. Withdrawal Rate	5.00% p.a
B. Mortality Rate	-

Reconciliation of opening and closing balances of Defined Benefit Obligation

(Amt in Rs.)

Particulars	2023-24		2022-23	
	Gratuity (Non-Funded)	Leave Encashment (Non-Funded)	Gratuity (Non-Funded)	Leave Encashment (Non-Funded)
Defined Benefit Obligation at beginning of the year	6,12,066	1,26,849	6,15,619	1,42,992
Current Service Cost	67,463	12,451	1,07,860	24,457
Interest Cost	45,905	9,514	43,093	10,009
Actuarial (Gain) / Losses recognised in Other Comprehensive Income	2,71,082	50,341	(1,54,506)	(30,223)
Due to Change in demographic assumption	-	-	-	-
Due to Change in financial assumptions (Gain)/ Loss	8,387	1,360	(25,971)	(5,417)
Due to Experience adjustments Gain/ Loss	2,62,695	48,981	(1,28,535)	(24,806)
Benefits paid	-	-	-	-
Prior year Charge	-	-	-	-
Defined Benefit Obligation at year end	4,31,971	73,210	6,12,066	1,26,849

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

Note-36. Employee benefit plans

Reconciliation of fair value of assets and obligations

Particulars	2023-24		2022-23	
	Gratuity (Non-Funded)	Leave Encashment (Non-Funded)	Gratuity (Non-Funded)	Leave Encashment (Non-Funded)
Fair value of Plan Assets	-	-	-	-
Present value of Obligation	4,31,971	73,210	6,12,066	1,26,849
(Deficit) / Surplus amount of Plans recognised In Balance Sheet	(4,31,971)	(73,210)	(6,12,066)	(1,26,849)

Expense recognized during the year

Particulars	2023-24		2022-23	
	Gratuity (Non-Funded)	Leave Encashment (Non-Funded)	Gratuity (Non-Funded)	Leave Encashment (Non-Funded)
Current Service Cost	67,463	12,451	1,07,860	24,457
Interest Cost	45,905	9,514	43,093	10,009
Net Cost	1,13,368	21,965	1,50,953	34,466

Actuarial assumptions

Particulars	2023-24		2022-23	
	Gratuity (Non-Funded)	Leave Encashment (Non-Funded)	Gratuity (Non-Funded)	Leave Encashment (Non-Funded)
Mortality Table	IALM 2012-14	IALM 2012-14	IALM 2012-14	IALM 2012-14
Discount Rate	7.25%	7.25%	7.50%	7.50%
Rate of escalation in Salary	6.00%	6.00%	6.00%	6.00%

Note-37. Segment Information

The LLP's operations comprise of only one segment viz., manufacturing of Corrugated Boxes and other packaging material. The LLP's operations are in India and therefore there are no secondary geographical segments.

Note-38.

In the opinion of the Management, current assets have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated except where indicated otherwise.

Note-39.

Previous period figures have been regrouped / re-classified / re-arranged wherever necessary to confirm to the current year's figures.

Note-40.

The LLP is an MSME which is a level III Entity and has accordingly complied with the Accounting Standards, in so far as they are applicable to the entities falling in Level III.

For and on behalf of Packcart Packaging LLP,



Mrs. Kinjal Bhatt

Designated Partner

DIN: 07432578



Mr. Siddharth Patel

Designated Partner and

Nominee of

CERA SANITRYWARE LTD.

DIN: 09828300

PLACE : Ahmedabad

DATE : 22nd April, 2024