

**STS Jewels Inc.**  
**Balance Sheet as at 31 March 2022**  
**(All amount in USD)**

|  | Notes        | 31 March 2022      | 31 March 2021    |
|--|--------------|--------------------|------------------|
| <b>ASSETS</b>  |              |                    |                  |
| <b>Non-current assets</b>                                  |              |                    |                  |
| Property, plant and equipment                              | 4.           | 6,943              | 12,851           |
| Deferred tax assets (net)                                  | 7.           | 1,67,575           | 21,403           |
| Other non-current assets                                   | 8.           | 2,50,000           | 6,758            |
| <b>Total non-current assets</b>                            |              | <b>4,24,518</b>    | <b>41,012</b>    |
| <b>Current assets</b>                                      |              |                    |                  |
| Inventories  | 9.           | 50,79,124          | 21,17,719        |
| Financial assets   |              |                    |                  |
| Investments  | 6.           | -                  | -                |
| Trade receivables  | 10.          | 56,97,356          | 39,87,322        |
| Cash and cash equivalents                                  | 11.          | 22,000             | 38,069           |
| Loans  | 6.           | -                  | 550              |
| Other current assets                                       | 12.          | 8,840              | -                |
| <b>Total current assets</b>                                |              | <b>1,08,07,320</b> | <b>61,43,660</b> |
| <b>Total Assets</b>  |              | <b>1,12,31,838</b> | <b>61,84,672</b> |
|  | <b>Notes</b> |                    |                  |
| <b>EQUITY AND LIABILITIES</b>                              |              |                    |                  |
| <b>Equity</b>  |              |                    |                  |
| Equity share capital                                       | 13A.         | 5,00,000           | 5,00,000         |
| Other equity   | 13B.         | 43,55,260          | 28,11,525        |
| Securities premium   |              |                    |                  |
| Capital reserve  |              |                    |                  |
| Retained earnings  |              |                    |                  |
| Others (including items of other comprehensive income)     |              |                    |                  |
| Share application money pending allotment                  |              |                    |                  |
| <b>Equity attributable to equity holders of the parent</b> |              | <b>48,55,260</b>   | <b>33,11,525</b> |
| <b>Total equity</b>  |              | <b>48,55,260</b>   | <b>33,11,525</b> |
| <b>Liabilities</b>   |              |                    |                  |
| <b>Current liabilities</b>                                 |              |                    |                  |
| Financial liabilities                                      |              |                    |                  |
| Borrowings   | 14.          | -                  | -                |
| Trade payables   | 15.          | 59,33,391          | 28,29,309        |
| - Due to micro and small enterprises                       |              |                    |                  |
| - Other trade payable                                      |              |                    |                  |
| Other financial liabilities                                | 16.          | 31,025             | -                |
| Other current liabilities                                  | 19.          | 12,842             | 21,906           |
| Provisions   | 17.          | -                  | -                |
| Current tax liabilities (net)                              | 18.          | 3,99,319           | 21,932           |
| <b>Total current liabilities</b>                           |              | <b>63,76,577</b>   | <b>28,73,147</b> |
| <b>Total liabilities</b>                                   |              | <b>63,76,577</b>   | <b>28,73,147</b> |
| <b>Total Equity and Liabilities</b>                        |              | <b>1,12,31,838</b> | <b>61,84,672</b> |

Significant accounting policies 3.

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

**For and on behalf of STS Jewels Inc.**

*Director*

**STS Jewels Inc.**  
**Statement of Profit and Loss for the year ended 31 March 2022**  
**(All amount in USD)**

|  | Notes | Year ended<br>31 March 2022 | Year ended<br>31 March 2021 |
|--|-------|-----------------------------|-----------------------------|
| Sale of goods  | 20.   | 1,80,25,328                 | 1,29,03,151                 |
| <b>Revenue from operations</b>   |       | <b>1,80,25,328</b>          | <b>1,29,03,151</b>          |
| Other income   | 21.   | (13,725)                    | 28,903                      |
| <b>Total Income</b>  |       | <b>1,80,11,603</b>          | <b>1,29,32,054</b>          |
| <b>EXPENSES</b>  |       |                             |                             |
| Purchases of stock-in-trade  | 22.   | 1,84,57,172                 | 90,17,481                   |
| Change in inventories of finished goods, stock-in-trade and work-in-progress | 23.   | (29,61,405)                 | 26,44,961                   |
| Employee benefits expense  | 24.   | 5,06,196                    | 3,90,846                    |
| Finance costs  | 25.   | 4,193                       | 2,421                       |
| Depreciation and amortization expense  | 26.   | 7,857                       | 8,096                       |
| Other expenses   | 27.   |                             |                             |
| - Manufacturing and direct expenses  |       | -                           | -                           |
| - Administrative and selling expenses  |       | 43,495                      | 1,24,933                    |
| <b>Total expenses</b>  |       | <b>1,60,57,507</b>          | <b>1,21,88,738</b>          |
| <b>Profit before tax</b>   |       | <b>19,54,095</b>            | <b>7,43,316</b>             |
| Income tax expense   | 28.   |                             |                             |
| - Current tax expenses   |       | 4,10,360                    | -                           |
| - Deferred tax charge/ (credit)  |       | -                           | 1,46,172                    |
|  |       | 4,10,360                    | 1,46,172                    |
| <b>Profit for the year</b>   |       | <b>15,43,735</b>            | <b>5,97,144</b>             |

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

**For and on behalf of STS Jewels Inc.**

*Director*

STS Jewels Inc.

Cash Flow Statement for the year ended 31 March 2022

(All amount in USD)

|  | Year ended<br>31 March 2022 | Year ended<br>31 March 2021 |
|--|-----------------------------|-----------------------------|
| <b>Cash flow from operating activities</b>                           |                             |                             |
| <b>Profit before tax for the year</b>                                | 19,54,095                   | 7,43,316                    |
| <b>Adjustment for :</b>  |                             |                             |
| Depreciation and amortisation  | 7,857                       | 8,096                       |
| Unrealised foreign exchange difference (net)                         | -                           | -                           |
| Equity-settled share-based payments                                  | 14,489                      | 16,100                      |
| Finance costs  | 4,193                       | 2,421                       |
| <b>Operating profit before working capital changes</b>               | <b>19,80,635</b>            | <b>7,69,933</b>             |
| <b>Working capital adjustments :</b>                                 |                             |                             |
| (Increase)/decrease in trade receivable                              | 37,60,156                   | (35,51,486)                 |
| (Increase)/decrease in trade receivable-Group                        | (54,70,190)                 | -                           |
| (Increase)/decrease in inventories                                   | (29,61,405)                 | 26,44,961                   |
| (Increase)/decrease in Pre-paid expenses                             | (8,840)                     | -                           |
| (Increase)/decrease in Other assets and advances                     | 550                         | 311                         |
| Increase/(decrease) in trade payables-Others                         | (2,52,046)                  | 7,99,570                    |
| Increase/(decrease) in trade payables-Group                          | 33,41,639                   | -                           |
| Increase/(decrease) in other current liabilities                     | 21,961                      | (32,151)                    |
| <b>Cash generated from operating activities</b>                      | <b>4,12,460</b>             | <b>6,32,077</b>             |
| Income taxes paid  | (4,22,387)                  | -                           |
| <b>Net cash generated from operating activities (A)</b>              | <b>(9,927)</b>              | <b>6,32,077</b>             |
| <b>Cash flow from investing activities</b>                           |                             |                             |
| Purchase of fixed assets   | (1,949)                     | (1,073)                     |
| <b>Net cash used in investing activities (B)</b>                     | <b>(1,949)</b>              | <b>(1,073)</b>              |
| <b>Cash flow from financing activities</b>                           |                             |                             |
| Repayment of) Borrowings-Group                                       | -                           | (7,30,000)                  |
| Interest paid on borrowings  | (4,193)                     | (2,421)                     |
| <b>Net cash (used in) financing activities ( C )</b>                 | <b>(4,193)</b>              | <b>(7,32,421)</b>           |
| <b>Net Increase/(Decrease) in cash and cash equivalents ( A+B+C)</b> | <b>(16,069)</b>             | <b>(1,01,417)</b>           |
| Opening balance of cash and cash equivalents                         | 38,069                      | 1,39,486                    |
| <b>Closing balance of cash and cash equivalents</b>                  | <b>22,000</b>               | <b>38,069</b>               |

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

For and on behalf of STS Jewels Inc.

Director

**STS Jewels Inc.****Notes to Financial Statements for the year ended 31 March 2022****(All amount in USD)****4. Property, plant and equipment**

| <b>Particulars</b>                 | <b>Furniture and fixtures</b> | <b>Office equipment</b> | <b>Computers</b> | <b>Total</b>  |
|------------------------------------|-------------------------------|-------------------------|------------------|---------------|
| <b>Cost</b>                        |                               |                         |                  |               |
| <b>Balance as at 01 April 2020</b> | <b>55,689</b>                 | <b>8,054</b>            | <b>17,527</b>    | <b>81,270</b> |
| Additions                          | -                             | -                       | 1,073            | <b>1,073</b>  |
| Written off / disposals            | -                             | -                       | -                | -             |
| <b>Balance as at 31 March 2021</b> | <b>55,689</b>                 | <b>8,054</b>            | <b>18,600</b>    | <b>82,343</b> |
| Additions                          | -                             | -                       | 1,947            | <b>1,947</b>  |
| <b>Balance as at 31 March 2022</b> | <b>55,689</b>                 | <b>8,054</b>            | <b>20,547</b>    | <b>84,290</b> |
| <b>Accumulated depreciation</b>    |                               |                         |                  |               |
| <b>Balance as at 01 April 2020</b> | <b>43,782</b>                 | <b>3,718</b>            | <b>14,095</b>    | <b>61,595</b> |
| Depreciation charge for the year   | 5,335                         | 1,119                   | 1,443            | <b>7,897</b>  |
| <b>Balance as at 31 March 2021</b> | <b>49,117</b>                 | <b>4,837</b>            | <b>15,538</b>    | <b>69,492</b> |
| Depreciation charge for the year   | 5,335                         | 1,119                   | 1,402            | <b>7,856</b>  |
| <b>Balance as at 31 March 2022</b> | <b>54,452</b>                 | <b>5,956</b>            | <b>16,940</b>    | <b>77,348</b> |
| <b>Carrying amount (net)</b>       |                               |                         |                  |               |
| <b>Balance as at 31 March 2021</b> | <b>6,572</b>                  | <b>3,217</b>            | <b>3,062</b>     | <b>12,851</b> |
| <b>Balance as at 31 March 2022</b> | <b>1,237</b>                  | <b>2,098</b>            | <b>3,607</b>     | <b>6,943</b>  |

**STS Jewels Inc.****Notes to Financial Statements for the year ended 31 March 2022****(All amount in USD)****5. Other intangible assets**

| <b>Particulars</b>                 | <b>Software</b> |
|------------------------------------|-----------------|
| <b>Cost</b>                        |                 |
| <b>Balance as at 01 April 2020</b> | <b>5,042</b>    |
| Additions                          | -               |
| <b>Balance as at 31 March 2021</b> | <b>5,042</b>    |
| Additions                          | -               |
| <b>Balance as at 31 March 2022</b> | <b>5,042</b>    |
| <b>Accumulated amortisation</b>    |                 |
| <b>Balance as at 01 April 2020</b> | <b>4,843</b>    |
| Amortisation charge for the year   | 199             |
| <b>Balance as at 31 March 2021</b> | <b>5,042</b>    |
| Amortisation charge for the year   | -               |
| <b>Balance as at 31 March 2022</b> | <b>5,042</b>    |
| <b>Carrying amount (net)</b>       |                 |
| <b>Balance as at 31 March 2021</b> | -               |
| <b>Balance as at 31 March 2022</b> | -               |

STS Jewels Inc.  
Notes to Financial Statements for the year ended 31 March 2022  
(All amount in USD)

|   | Year ended<br>31 Mar 2022 | Year ended<br>31 Mar 2021 |
|---|---------------------------|---------------------------|
| <b>6. Financial Assets - Loans</b>          |                           |                           |
| <b>Current</b>                              |                           |                           |
| Loans to related parties                    | -                         | -                         |
| Loans and advances to staff                 | -                         | 550                       |
|   | <u>-</u>                  | <u>550</u>                |
| <b>7. Deferred tax asset</b>                | <u><b>1,67,575</b></u>    | <u><b>21,403</b></u>      |
| <b>8. Other non- current assets</b>         |                           |                           |
| Advance income tax                          | 2,50,000                  | 6,758                     |
|   | <u><b>2,50,000</b></u>    | <u><b>6,758</b></u>       |
| <b>9. Inventories</b>                       |                           |                           |
| Closing Finished Goods                      | 50,79,124                 | 21,17,719                 |
|   | <u><b>50,79,124</b></u>   | <u><b>21,17,719</b></u>   |
| <b>10. Trade receivables</b>                |                           |                           |
| <b>Unsecured, considered good</b>           |                           |                           |
| Trade receivables                           | 2,37,434                  | 40,40,571                 |
| Trade receivables Related party             | 46,81,414                 | -                         |
| Trade receivables Related party CA          | 7,88,776                  | -                         |
|   | <u>57,07,624</u>          | <u>40,40,571</u>          |
| Provision for doubtful debts                | (10,268)                  | (53,249)                  |
|   | <u><b>56,97,356</b></u>   | <u><b>39,87,322</b></u>   |
| <b>11. Cash and cash equivalent</b>         |                           |                           |
| <b>Balances with banks:</b>                 |                           |                           |
| Balance with bank current account           | 19,803                    | 33,774                    |
| Cash on hand                                | 2,197                     | 4,295                     |
|   | <u><b>22,000</b></u>      | <u><b>38,069</b></u>      |
| <b>12. Other Current Assets</b>             |                           |                           |
| <b>Advances other than capital advance</b>  |                           |                           |
| Advances to suppliers                       | -                         | -                         |
| <b>Others</b>                               |                           |                           |
| Prepaid expenses                            | 8,840                     | -                         |
|   | <u><b>8,840</b></u>       | <u>-</u>                  |
| <b>13A. Share Capital</b>                   |                           |                           |
| <b>Issued, subscribed and fully paid up</b> |                           |                           |
| Equity share capital                        | 5,00,000                  | 5,00,000                  |
|   | <u><b>5,00,000</b></u>    | <u><b>5,00,000</b></u>    |
| <b>13B. Other equity</b>                    |                           |                           |
| <b>Reserves &amp; Surplus</b>               |                           |                           |
| <b>a). Retained earnings</b>                | -                         |                           |
| Opening balance of retained earnings        | 3,21,168                  | (2,75,976)                |
| Net profit for the year                     | 15,43,735                 | 5,97,144                  |
|   | <u><b>18,64,903</b></u>   | <u><b>3,21,168</b></u>    |
| <b>b). Security premium</b>                 |                           |                           |
| Opening balance of security premium         | 24,90,357                 | 24,90,357                 |
| Movement during the year                    | -                         | -                         |
|   | <u><b>24,90,357</b></u>   | <u><b>24,90,357</b></u>   |

STS Jewels Inc.  
Notes to Financial Statements for the year ended 31 March 2022  
(All amount in USD)

|  | Year ended<br>31 Mar 2022 | Year ended<br>31 Mar 2021 |
|--|---------------------------|---------------------------|
| <b>15. Trade payable</b>                                   |                           |                           |
| Trade payables   | 25,91,752                 | 28,29,309                 |
| Trade payables- Related parties                            | 32,51,466                 | -                         |
| Trade payables- Related parties CA                         | 90,173                    | -                         |
| <b>Total trade payable</b>                                 | <b>59,33,391</b>          | <b>28,29,309</b>          |
| <b>16. Other financial liabilities</b>                     |                           |                           |
| <b>Other financial liabilities at amortised cost</b>       |                           |                           |
| Employee benefit payables                                  | 31,025                    | -                         |
| <b>Total other financial liabilities at amortised cost</b> | <b>31,025</b>             | <b>-</b>                  |
| <b>18. Current tax liabilities (net)</b>                   |                           |                           |
| Provision for Income Tax                                   | 3,99,319                  | 21,932                    |
|  | <b>3,99,319</b>           | <b>21,932</b>             |
| <b>19. Other liabilities</b>                               |                           |                           |
| Advance from customers                                     | -                         | -                         |
| Statutory dues payable                                     | 12,842                    | 21,906                    |
| <b>Total other liabilities</b>                             | <b>12,842</b>             | <b>21,906</b>             |
| <b>20. Revenue from operations:</b>                        |                           |                           |
| Sale of products   | 3,11,866                  | 1,29,03,151               |
| Sale of products related parties                           | 1,77,13,462               | -                         |
| <b>Sale of goods</b>                                       | <b>1,80,25,328</b>        | <b>1,29,03,151</b>        |
| <b>21. Other income:</b>                                   |                           |                           |
| Miscellaneous income                                       | (13,725)                  | 28,903                    |
| <b>Total</b>   | <b>(13,725)</b>           | <b>28,903</b>             |
| <b>22. Purchases of stock-in-trade</b>                     | <b>1,84,57,172</b>        | <b>90,17,481</b>          |
| <b>23. Change in inventories</b>                           |                           |                           |
| <b>Inventory at the beginning of the year</b>              |                           |                           |
| Opening Finished Goods                                     | 21,17,719                 | 47,62,680                 |
| <b>Inventory at the end of the year</b>                    |                           |                           |
| Closing Finished Goods                                     | 50,79,124                 | 21,17,719                 |
| <b>Decrease/(Increase) of stock</b>                        | <b>(29,61,405)</b>        | <b>26,44,961</b>          |
| <b>24. Employee benefits expense</b>                       |                           |                           |
| Salaries wages and bonus                                   | 4,40,733                  | 3,32,306                  |
| Contribution to provident and other funds                  | 39,606                    | 29,449                    |
| Share based payments                                       | 14,489                    | 16,100                    |
| Staff welfare expenses                                     | 11,368                    | 12,991                    |
|  | <b>5,06,196</b>           | <b>3,90,846</b>           |
| <b>25. Finance costs</b>                                   |                           |                           |
| Interest on debts and borrowings                           | -                         | -                         |
| Other borrowing costs                                      | 4,193                     | 2,421                     |
|  | <b>4,193</b>              | <b>2,421</b>              |



**STS Jewels Inc.**  
**Notes to Financial Statements for the year ended 31 March 2022**  
**(All amount in USD)**

|  | <b>Year ended<br/>31 Mar 2022</b> | <b>Year ended<br/>31 Mar 2021</b> |
|--|-----------------------------------|-----------------------------------|
| <b>26. Depreciation and amortisation expense</b> |                                   |                                   |
| Deprecitaion of tangible assets                  | 7,857                             | 7,897                             |
| Amortisation of intangible assets                | -                                 | 199                               |
|  | <b>7,857</b>                      | <b>8,096</b>                      |
| <b>27. Other expense</b>                         |                                   |                                   |
| <b>a. Manufacturing and Direct Expenses</b>      |                                   |                                   |
| Other manufacturing and direct expenses          | -                                 | -                                 |
|  | -                                 | -                                 |
| <b>b. Administrative and Selling Expenses</b>    |                                   |                                   |
| Rent, rates and taxes                            | 20,519                            | 16,353                            |
| Insurance  | 2,400                             | 4,200                             |
| Travelling and conveyance                        | 5,833                             | 452                               |
| Legal and professional fees                      | 1,685                             | 73,473                            |
| Postage and telephone                            | 3,184                             | 708                               |
| Packing and forwarding                           | (5,053)                           | 8,148                             |
| Donation   | 6,000                             | -                                 |
| Advertising and sales promotion                  | -                                 | -                                 |
| Bad debts and advances written off               | -                                 | -                                 |
| Miscellaneous expenses                           | 8,926                             | 21,599                            |
|  | <b>43,495</b>                     | <b>1,24,933</b>                   |
| <b>Total</b>                                     | <b>43,495</b>                     | <b>1,24,933</b>                   |
| <b>28. Tax expenses</b>                          |                                   |                                   |
| (a) <b>Income tax charge</b>                     |                                   |                                   |
| Current tax                                      | 4,10,360                          | -                                 |
| Adjustment of tax relating to earlier periods    | -                                 | -                                 |
|  | <b>4,10,360</b>                   | <b>-</b>                          |
| Deferred tax charge                              | -                                 | 1,46,172                          |
|  | -                                 | <b>1,46,172</b>                   |
|  | <b>4,10,360</b>                   | <b>1,46,172</b>                   |