

**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF  
VISHWA BUSES AND COACHES LIMITED**

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

**Opinion**

We have audited the accompanying Financial Statements of VISHWA BUSES AND COACHES LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash flows for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended, ("Ind AS") and other Accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the loss, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.



### **Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report but does not include the financial statements and our report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in



the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls systems in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



## Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Companies Act, 2013, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss including other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid Financial Statements comply with the Ind AS specified under Section 133 of the Act read with the relevant rules issued thereunder.
  - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the Internal Financial Controls Over Financial Reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure "A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's Internal financial controls over financial reporting.
  - (g) With respect to other matters to be included in the Auditor's report in accordance with the requirements of section 197 (16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, no remuneration (other than sitting fee) is paid by the Company to its directors during the year and hence compliance with the provisions of section 197 does not arise.
  - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanation given to us:
    - i. The Company does not have any pending litigations on its financial position in its Financial Statements.
    - ii. The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2022.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



iv. (a) The Management has represented that, to the best of it's knowledge and belief, as disclosed in the Note 3.16 to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(b) The Management has represented, that, to the best of It's knowledge and belief, as disclosed in the Note 3.16 to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provided any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. There was no dividend declared / paid during the year by the company.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act we, give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For M.S. Krishnaswami & Rajan

Chartered Accountants

Registration No. 015545

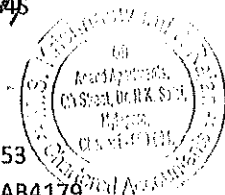
M.S. Murali - Partner

Membership No. 26453

UDIN: 22026453AISKAB4179

Date: May 10, 2022

Place: Chennai



**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of Vishwa Buses and Coaches Limited)

**Report on the Internal Financial Controls Over Financial Reporting under Clause (l) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the Internal Financial Controls over Financial Reporting of **VISHWA BUSES AND COACHES LIMITED** ("the Company") as of March 31, 2022 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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



## Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and disposition of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Financial Statements.

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected.

Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

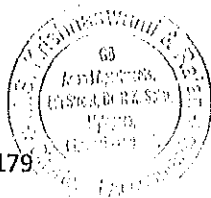
## Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For M.S. Krishnaswami & Rajan

Chartered Accountants  
Registration No. 015545

M.S. Murali - Partner  
Membership No. 26453  
UDIN: 22026453AISKAB4179  
Date: May 10, 2022



Place: Chennai

**ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT**

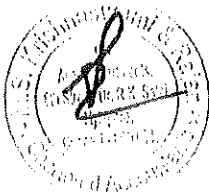
(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of Vishwa Buses and Coaches Limited ("the Company") for the year ended March 31, 2022).

1. In respect of the Company's Property, Plant and Equipment:
  - (a) (i) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use-assets.  
(ii) The company has maintained proper records showing full particulars of intangible assets.
  - (b) According to the information and explanations given to us, all the items of Property, Plant and Equipment and right of use assets were physically verified by the management towards the end of the year and no material discrepancies were noticed during the year on such verification.
  - (c) The Company does not hold any immovable property. According to the information and explanations given to us and the records examined by us in respect of properties where the company is the lessee, the lease agreement is in the name of the Company. The leased property is disclosed as Right-of-Use Asset in the Financial Statements.
  - (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year.
  - (e) No proceedings have been initiated during the year or are pending against the company as on March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
2. (a) As explained to us, inventories, other than the Goods in transit, have been physically verified at periodic intervals by the management. The coverage and procedure of such verification by the management were, in our opinion, appropriate. No discrepancies (of 10% or more in value, in the aggregate for each class of inventory) were noticed on such physical verification.  
(b) The Company has not been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
3. The Company has not made investments in, provided any guarantee or security, or granted any loans or advances in the nature of loans secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties.
4. According to information and explanation given to us, the Company has not granted any loans, secured or unsecured, furnished guarantees or provided security to any party covered by



provisions of sections 185 and 186 of the Companies Act, 2013. Hence reporting on whether there is a compliance with the said provisions does not arise.

5. According to information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits during the year and there are no unclaimed deposits as at March 31, 2022 to which the provisions of section 73 and section 76 or any other relevant provisions of the Companies Act are applicable. Accordingly, the provisions of clause (v) of paragraph 3 of the Order is not applicable to the Company.
6. As per the information and explanation given to us, the maintenance of the cost records pursuant to the Companies (Cost Records and Audit) Rules, 2014, specified by the Central Government of India under Section 148(1) of the Act are not applicable to the company.
7. According to the information and explanations given to us and the books of account examined by us, in respect of statutory dues:
  - (a) The company is generally regular in depositing amounts of undisputed statutory dues including Goods and Services Tax, Provident Fund, Income-tax, Sales-tax, Service tax, duty of customs, duty of excise, Cess, Value Added Tax and any other material statutory dues as applicable to the appropriate authorities during the year. There were no material undisputed amounts payable in respect of the aforesaid statutory dues outstanding as at March 31, 2022 for a period of more than six months from the date they became payable.
  - (b) there are no statutory dues referred to in above sub-clause, which have not been deposited on account of any dispute with the relevant authorities.
8. As per the information and explanation given to us, there were no transactions that are not previously recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
9. (a) According to information and explanation given to us, the company does not have any loan or borrowings and hence reporting under clause 3(ix)(a) of the order does not arise.
  - (b) As per the information and explanation given to us and on basis of audit procedures, we report the company was not been declared willful defaulter by any bank or financial institution or other lender.
  - (c) The Company has not raised any term loans during the period and hence reporting on the application of such loans does not arise.
  - (d) According to the information and explanations given to us and the procedures performed by us and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have prima facie been for long term purposes by the company.



- (e) The company does not have any subsidiaries, joint ventures or associate companies. Accordingly, the provisions of Clause 3(ix)(e) and 3(ix)(f) of the Order are not applicable to the Company.
10. (a) As per the information and explanation given to us, the Company has not raised any monies by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under the provisions of clause 3(x)(a) of the Order is not applicable to the Company.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares (covered by section 42 and section 62 (1)c of the Companies Act, 2013) or fully or partly convertible debentures and hence reporting under clause 3(x)(b) of the Order is not applicable.
11. (a) No fraud by the company and no material fraud on the company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (c) As per the information and explanation given to us, there are no whistle-blower complaints received during the year by the company up to the date of this report
12. The Company is not a Nidhi Company and accordingly the provisions of Clause 3(xii) of the Order are not applicable to the Company.
13. In our opinion and according to the Information and explanations given to us all transactions with related parties are in compliance with sections 177 and 188 of the Companies Act, 2013, where applicable. The details of the transactions during the year have been disclosed in the Financial Statements as required by the applicable Accounting Standards. (Refer note 3.4 to Financial Statements).
14. (a) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports for the year under audit issued to the Company during the year, in determining the nature, timing and extent of our audit procedures.
15. In our opinion, the Company has not entered into any non-cash transactions during the year, with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
16. (a) The Company is not required to be registered under section 45 - IA of the Reserve Bank of India Act, 1934 and it is not a Core Investment Company. Accordingly, the provisions of Clause 3(xvi)(a), (b), (c) and (d) of the Order are not applicable to the Company.



17. The company has incurred a cash loss of Rs. 174.98 Lakhs during the financial year covered by our audit and 4.76 Lakhs for the immediately preceding financial year.
18. There has been no resignation of the statutory auditors of the Company during the year. Accordingly, the provisions of Clause 3(xviii) of the Order are not applicable to the Company.
19. According to the information and explanations given to us and on the basis of: (i) the financial ratios, (ii) aging and expected dates of realization of financial assets and payment of financial liabilities, (iii) other information accompanying the financial statements, (iv) our knowledge of the Board of Directors and management plans and (v) based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
20. In our opinion and according to the information and explanations given to us, the provisions of section 135 not applicable to the Company. Accordingly, the provisions of Clause 3(xx) of the Order are not applicable to the Company.
21. The company does not have any subsidiaries, joint ventures or associate companies. Accordingly, the provisions of Clause 3(xxi) of the Order are not applicable to the Company.

**For M.S.Krishnaswami & Rajan**

Chartered Accountants

Registration No: 015546

M.S.Murali

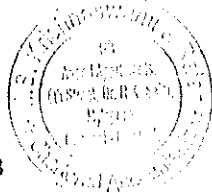
Partner

Membership No: 026453

UDIN: 22026453AISKAB4179

Date: May 10, 2022

Place: Chennai



VISHWA BUSES AND COACHES LIMITED

Balance sheet as at Mar 31, 2022

Particulars	Note	As at	As at
		March 31, 2022	March 31, 2021
		Rs. Lakhs	Rs. Lakhs
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	1.1 (a)	2,061.57	-
Capital work-in-progress	1.1 (b)	0.86	2,142.27
Right-of-use asset	1.1 (c)	859.80	910.38
Other intangible assets	1.2	32.36	-
Financial Assets			
- others	1.3	1.50	1.50
Income tax assets (net)	1.4	84.43	1.86
Deferred tax Asset (net)	1.5	29.12	-
Other non-current assets		-	-
		3,069.63	3,066.01
<b>Current assets</b>			
Inventories	1.6	772.46	-
Financial Assets			
(i) Trade receivables	1.7	409.04	-
(ii) Cash and cash equivalents	1.8 (a)	287.41	373.48
(iii) Bank balances other than (ii) above	1.8 (b)	-	250.00
(iv) Loans	1.12	1.12	-
(v) Other financial assets	1.9	40.76	0.04
Other current assets	1.10	676.98	394.10
		2,188.63	1,017.62
<b>TOTAL ASSETS</b>		<b>5,258.26</b>	<b>4,073.63</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	1.11	3,300.00	3,300.00
Other equity	1.12	(400.07)	(51.29)
		2,899.93	3,248.71
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
(i) Lease Liability		775.89	734.08
Provisions	1.13	55.50	-
		831.39	734.08
<b>Current liabilities</b>			
Financial liabilities			
(i) Borrowings	1.24	-	-
(ii) Lease Liability		23.04	86.12
(iii) Trade payables	1.14	-	-
a) Total outstanding dues of micro enterprises and small enterprises		-	-
b) Total outstanding dues other than micro enterprises and small enterprises		1,370.89	4.66
(iv) Other financial liabilities	1.16	51.74	0.06
Contract liabilities	1.16	59.92	-
Provisions	1.17	9.07	-
Other current liabilities	1.18	12.26	-
		1,526.94	90.84
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>5,258.26</b>	<b>4,073.63</b>

The accompanying notes form an integral part of the financial statements  
This is the Balance Sheet referred to in our report of even date.

For M.S.Krishnaswami & Rajan  
Firm Registration Number - 0654S  
Chartered Accountants

M.S.Murali  
Partner  
Membership Number - 026453  
UDIN : 22026453AISKAB4179



For and on behalf of the Board

Mr. Venkat Kiran Kumar  
Director  
DIN: 09520425

Mr. Anuj Kathuria  
Chairman  
DIN: 05164333

Mr. Manishankar Ghosh  
Chief Financial Officer

Mr. PR Atagusundaram  
Company Secretary

Date: 10.06.2022  
Place : Chennai

VISHWA BUSES AND COACHES LIMITED

Statement of Profit and Loss for the Year ended Mar 31, 2022

Particulars	Note	For the Year ended March 31, 2022	For the Year ended March 31, 2021
		Rs. Lakhs	Rs. Lakhs
<b>Income</b>			
Revenue from operations	2.1	4,381.83	-
Other Income	2.2	4.96	0.04
<b>Total Income</b>		<b>4,386.79</b>	<b>0.04</b>
<b>Expenses</b>			
Cost of materials consumed	2.3	3,745.58	-
Changes in inventories	2.4	(4.06)	-
		<b>3,741.52</b>	<b>-</b>
Employee benefits expense	2.5	473.58	-
Finance costs	2.6	64.85	-
Depreciation and amortisation expense	2.7	224.05	-
Other expenses	2.8	262.05	4.80
<b>Total Expenses</b>		<b>4,766.05</b>	<b>4.80</b>
<b>Profit / (Loss) before exceptional items and tax</b>		<b>(379.26)</b>	<b>(4.76)</b>
Exceptional items		-	-
<b>Profit / (Loss) before tax</b>		<b>(379.26)</b>	<b>(4.76)</b>
<b>Tax expense:</b>			
Current tax		-	-
Deferred tax		(29.46)	-
		<b>(29.46)</b>	<b>-</b>
<b>Profit / (Loss) for the year</b>		<b>(349.80)</b>	<b>(4.76)</b>
<b>Other Comprehensive Income</b>			
A (i) Items that will not be reclassified to Profit or Loss			
- Remeasurement of Defined Benefit Plans		1.36	-
(ii) Income tax relating to the above		(0.34)	-
B (i) Items that will not be reclassified to Profit or Loss		-	-
(ii) Income tax relating to the above		-	-
<b>Total Other Comprehensive Income</b>		<b>1.02</b>	<b>-</b>
<b>Total Comprehensive Income for the year</b>		<b>(348.78)</b>	<b>(4.76)</b>
<b>Earnings per share (Face value Rs. 10 each) (Refer Note 3.1)</b>			
-Basic (In Rs.)		(1.06)	(0.01)
-Diluted (In Rs.)		(0.63)	(0.01)

The accompanying notes form an integral part of the financial statements  
This is the Statement of Profit and Loss referred to in our report of even date.

For M.S.Krishnaswami & Rajan  
Firm Registration Number -01554S  
Chartered Accountants

M.S.Murall  
Partner  
Membership Number - 026453  
UDIN : 22026453AISKAB4179



Date: 10.05.2022  
Place : Chennai

For and on behalf of the Board

Mr. Venkat Kiran Kumar  
Director  
DIN: 09520425

Mr. Anuj Kathuria  
Chairman  
DIN: 05164333

Mr. Manishankar Ghosh  
Chief Financial Officer

Mr. PR Alagusundaram  
Company Secretary

VISHWA BUSES AND COACHES LIMITED

Statement of Cash flows for the period ended Mar 31, 2022

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
	Rs. Lakhs	Rs. Lakhs
<b>Cash flow from operating activities</b>		
Profit for the year	(348.78)	(4.76)
Adjustments for :		
Depreciation & Amortisation	217.62	
Finance costs	64.85	
Interest Income	-	(0.04)
<b>Operating profit before working capital changes</b>	<b>(66.31)</b>	<b>(4.81)</b>
Adjustments for changes in :		
Trade receivables	(409.04)	
Inventories	(772.40)	
Non-current and current financial assets	-	(3.36)
Other current assets	(284.80)	(394.10)
Trade payables	1,368.23	
Current financial liabilities	25.10	4.72
Contract liabilities	59.92	
Other non-current and current liabilities	12.28	
Other non-current and current provisions	64.67	
<b>Cash generated from operations</b>	<b>61.74</b>	<b>(392.74)</b>
Income tax paid (net of refund)	(111.69)	
<b>Net cash from / (used in) operating activities</b>	<b>[A] (116.26)</b>	<b>(397.64)</b>
<b>Cash flow from Investing activities</b>		
Purchase of PPE and intangible assets	(92.98)	(2,142.27)
Share Issue expenses	-	(46.53)
Bank Deposits	250.00	(250.00)
Interest received	(40.72)	
<b>Net cash (used in) / from investing activities</b>	<b>[B] 116.31</b>	<b>(2,438.80)</b>
<b>Cash flow from financing activities</b>		
Proceeds from issue of equity shares (including securities premium)	-	3,300.00
Repayment of lease liability	(88.12)	-
Payment toward stamp duty for lease agreement registration	-	(90.18)
<b>Net cash from / (used in) financing activities</b>	<b>[C] (88.12)</b>	<b>3,209.82</b>
<b>Net cash (Outflow) / Inflow</b>	<b>[A+B+C] (88.07)</b>	<b>373.48</b>
<b>Opening cash and cash equivalents</b>	<b>373.48</b>	
<b>Exchange fluctuation on foreign currency bank balances</b>		
<b>Closing cash and cash equivalents [Refer Note 1.8 (a) to the standalone financial statements]</b>	<b>287.41</b>	<b>373.48</b>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

The accompanying notes form an integral part of the financial statements  
This is the Statement of Cash Flow referred to in our report of even date.

For M.S.Krishnaswami & Rajan  
Firm Registration Number -01654S  
Chartered Accountants

M.S.Murali  
Partner  
Membership Number - 026453  
UDIN : 22026453AISKAB4179



For and on behalf of the Board

Mr. Venkat Kiran Kumar  
Director  
DIN: 09520425

Mr. Anuj Kathuria  
Chairman  
DIN: 05164333

Mr. Manishankar Ghosh  
Chief Financial Officer

Mr. PR Alagusundaram  
Company Secretary

Date: 10.05.2022  
Place : Chennai

VISHWA BUSES AND COACHES LIMITED  
Statement of Changes in Equity as at Mar 31, 2022

A. Equity Share Capital

Rs. In Lakhs

(1) Current reporting period

Balance at the beginning of April 01, 2021	Changes in equity share capital due to prior year error	Restated balance at the beginning of the current period	Changes in equity share capital during the current period	Balance at the end of March 31, 2022
3,300.00	-	3,300.00	-	3,300.00

(2) Previous reporting period

Balance at the beginning of April 01, 2020	Changes in equity share capital due to prior year error	Restated balance at the beginning of the previous period	Changes in equity share capital during the previous period	Balance at the end of March 31, 2021
3,300.00	-	3,300.00	-	3,300.00

B. Other Equity

Rs. In Lakhs

Particulars	Retained Earnings	Other comprehensive income	Total
Opening Balance 1st April, 2020	-	-	-
Loss for the period	(4.76)	-	(4.76)
Share Issue Expenses	(46.53)	-	(46.53)
Balance as at the end of March 31, 2021	(51.29)	-	(51.29)
Loss for the period	(349.80)	-	(349.80)
Other comprehensive income	-	(1.02)	(1.02)
Balance at the end of Mar 31, 2022	(401.09)	-	(401.09)

Notes

- a) Dividends declared / Paid during the year and Amounts Transferred from each component of other equity to Retained Earnings Rs. Nil (FY 2020-21 Nil)
- b) share application money pending allotment, Equity component of compound financial instruments, capital reserves, Security premium, Debt/ Equity instruments through OCI, Effective portion of cash flow hedges, Revaluation surplus Etc., Rs. Nil (FY 2020-21 Rs. Nil)
- c) other comprehensive income includes Actuarial Gain / (loss) on remeasurement of defined benefit plans.

The accompanying notes form an Integral part of the standalone financial statements  
This is the Statement of Changes in Equity referred to in our report of even date.

For M.S.Krishnaswami & Rajan  
Firm Registration Number -01554S  
Chartered Accountants

For and on behalf of the Board

M.S.Murall  
Partner  
Membership Number - 026453  
UDIN : 22026453AISKAB4179



Mr. Venkat Kiran Kumar  
Director  
DIN: 09520425

Mr. Anuj Kathuria  
Chairman  
DIN: 05164333

Date: 10.05.2022  
Place : Chennai

Mr. Manishankar Ghosh  
Chief Financial Officer

Mr. PR Alagusundaram  
Company Secretary

## VISHWA BUSES AND COACHES LIMITED

Notes to the Financial Statements for the year ended March 31, 2022

### 1A. General information

Vishwa Buses and Coaches Limited ("the Company") is a public limited company incorporated and domiciled in India and governed by the Companies Act, 2013 ("Act"). The Company's registered office is situated at 1, Sardar Patel Road, Guindy, Chennai, Tamil Nadu, India. The company is 100% subsidiary to Ashok Leyland Limited. The main activities of the Company are those relating to bus bodies building.

### 1B. Significant Accounting Policies

#### 1B.1 Compliance with Ind AS

These financial statements (the 'financial statements') have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

#### 1B.2 Basis of Preparation and Presentation

The financial statements are presented in INR Lakhs.

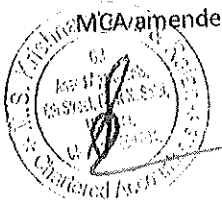
The financial statements have been prepared on the historical cost basis

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the schedule III to the Act. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has determined its operating cycle as twelve months for the purpose of current – non-current classification of assets and liabilities.

#### Recent accounting pronouncements:

Ministry of Corporate Affairs ("MCA") notified new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below:



**Ind AS 16 – Property Plant and equipment** - The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022. The Company has evaluated the amendment and there is no impact on its financial statements.

**Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets** – The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022, although early adoption is permitted. The Company has evaluated the amendment and the impact is not expected to be material.

#### **Statement of profit and loss:**

- Additional disclosures relating to Code of Social security, undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of the standalone financial statements.
- The amendments are extensive and the Company will evaluate the same to give effect to them as required by law.

#### **1B.3 Revenue recognition**

##### **Revenue from contract with customer**

##### **Ind AS 115 Revenue from Contracts with Customers**

Revenue is measured at the fair value of the consideration received or receivable.

Ind AS 115 applies, with limited exceptions, to all revenue arising from contracts with its customers and establishes a five-step model to account for revenue arising from contracts with customers and requires that revenue be recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. Ind AS 115 requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. It also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract.

#### **1.B.4. Sale of goods**

Revenue from sale of products is recognised at the point in time when control of the asset is transferred to the customer, generally when the product is shipped to the customer. The revenue from sale of vehicles is based on the terms of the tender.



The Company receives short-term advances from its customers. Using the practical expedient in Ind AS 115, the Company does not adjust the promised amount of consideration for the effects of a significant financing component if it expects, at contract inception, that the period between the transfer of the promised good or service to the customer and when the customer pays for that good or service will be one year or less. Thus, there is no significant financing component.

#### **1.B.5. Rendering of services**

Revenue from services is recognised over a period of time as and when the services are rendered in accordance with the specific terms of contract with customer.

#### **1.B.6. Other Operating Revenues**

Other operating revenues comprise of income from ancillary activities (e.g. scrap sales) incidental to the operations of the Company and is recognised when the right to receive the income is established as per the terms of the contract.

1.B.7. Revenue in excess of invoicing (referred to as Unbilled revenue) are classified as Contract assets while invoicing in excess of revenues (referred to as Unearned revenue) are classified as Contract liabilities

#### **1.B.8. Interest Income**

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

1.B.9. Provisions for estimated losses, if any, on uncompleted contracts are recorded in the period in which such losses become probable based on the estimated efforts or costs to complete the contract.

#### **1.B.10 Employee benefits**

##### **1.B.10.1 Retirement benefit costs and termination benefits**

Payments to defined contribution plans i.e., Company's contribution to provident fund, employee state insurance and other funds are determined under the relevant schemes and/ or statute and charged to the Statement of Profit and Loss in the period of incurrence when the services are rendered by the employees.

For defined benefit plans i.e. Company's liability towards gratuity (funded), other retirement/ terminations benefits and compensated absences, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Defined benefit costs are comprised of:



The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

### **1B.6 Property, plant and equipment**

Property, plant and equipment held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at cost (net of eligible credit for GST) less accumulated depreciation and accumulated impairment losses. Cost of all civil works (including electrification and fittings) is capitalised.

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. Cost includes professional fees. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Property, plant and equipment (including patterns and dies) is capitalised and stated at cost less accumulated depreciation and accumulated impairment losses.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using the straight-line method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

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 the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in statement profit or loss.

### **1B.7 Impairment of assets:**

Plant, Property and Equipment are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. Other assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying



depend on an index or a rate, initially measured using the index or rate as at the commencement date; (c) amounts expected to be payable by the company under residual value guarantees; (d) the exercise price of a purchase option if the company is reasonably certain to exercise that option and (e) payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

Depreciation on Right to use asset and impairment losses if any is recognised in Statement of Profit and Loss. Computed on a straight-line basis over the period of lease. Also, the company separately recognises interest on lease liability as a component of finance cost in Statement of Profit and Loss.

### 1B.9 Inventories

Inventories are stated at lower of cost and net realisable value.

Cost of Vehicles and spares comprises cost of purchases and includes taxes and duties. Cost of inventories also includes all other related costs incurred in bringing the inventories to their present location and condition.

Net realisable value represents the estimated selling price for inventories less all estimated costs necessary to make the sale. Cost of obsolete/ slow moving inventories are adequately provided for.

### 1B.10 Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event or it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

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

Contingent liability is disclosed in case of:

- A present obligation arising out of past events, when it is not probable that there will be an outflow of resources that will be required to settle the obligation.
- A present obligation arising from past events, when no reliable estimate is possible.
- A possible obligation arising from past events, unless the probability of outflow of resources is remote.
- Provisions, Contingent liabilities, Contingent assets and commitments are reviewed at each Balance sheet date
- Provision for litigation related obligation represents liabilities expected to materialise in respect of matters in appeal.



### 1.B.11 Segment Information

The company's primary segment as per Ind AS 108 "Operating Segment" is identified as business segment based on nature of products, risk, returns and internal reporting business systems the company is principally engaged in a single business segment i.e. Bus body building for vehicles, which is the Company's primary segment determined on the basis of nature of products risks, returns and internal business reporting system.

### 1.B.12 Exceptional Items:

On certain occasions, the size, the type or incidence of an item of expense or income, pertaining to the ordinary activities of the Company is such that its disclosure improves the understanding of the performance of the Company, in that event such income or expense is classified as an exceptional item and accordingly disclosed in notes to the financial statements.

### 1.B.13 Fair Value Measurement:

The Company measures financial instruments, at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability,
- Or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- ▶ Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- ▶ Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- ▶ Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.



For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

#### **1.B.14 Financial instruments:**

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

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

#### **1.B.15 Financial assets**

All regular purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

##### **1.B.15.1 Classification of financial assets**

Debt instruments that meet the following conditions are subsequently measured at amortised cost:

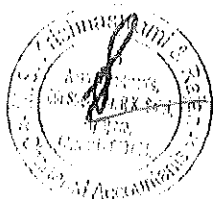
- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments on principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at FVTOCI:

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding

The Company has determined the classification of debt instruments in terms of whether they meet amortised cost criteria or the FVTOCI criteria based on the facts and circumstances that existed as of the transition date. Accordingly, the Company has classified all debt instruments as of the transition date at amortised cost.

The Company measures its investments in equity instruments of joint venture at cost in accordance with Ind AS 27. At transition date, the Company had elected to continue with the carrying value of such



Financial liabilities are classified as at FVTPL when the financial liability is held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading, may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- the financial liability forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- It forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on re-measurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability and is included in the 'Other Income' line item.

#### **1.B.16.3.2 Financial liabilities subsequently measured at amortised cost**

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the "Finance Costs" line item.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

#### **1.B.17. Critical accounting judgments and key sources of estimation uncertainty:**

The preparation of financial statements in conformity with Ind AS requires the Company's Management to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities recognised in the financial statements that are not readily apparent from other sources. The judgments, estimates and associated assumptions are based on historical experience and other factors including estimation of effects of uncertain future events that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting



estimates (accounted on a prospective basis) and recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods of the revision affects both current and future periods.

The following are the critical judgements and estimations that have been made by the Management in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements and/or key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

#### **1.B.17.1 Taxation**

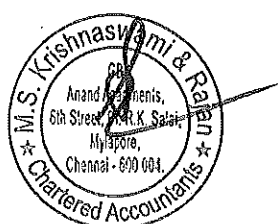
Determining of income tax liabilities using tax rates and tax laws that have been enacted or substantially enacted requires the Management to estimate the level of tax that will be payable based upon the Company's/expert's interpretation of applicable tax laws, relevant judicial pronouncements and an estimation of the likely outcome of any open tax assessments including litigations or closures thereof.

Deferred income tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, unabsorbed depreciation and unused tax credits could be utilized.

In respect of other taxes which are in disputes, the Management estimates the level of tax that will be payable based upon the Company's/ expert's interpretation of applicable tax laws, relevant judicial pronouncements and an estimation of the likely outcome of any open tax assessments including litigations or closures thereof.

#### **1.B.17.2 Provisions against receivables**

The Management makes judgement based on experience regarding the level of provision required to account for potentially uncollectible receivables using information available at the balance sheet date.



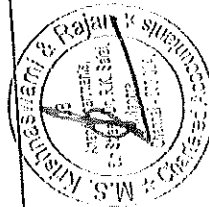
**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

**1.1 (a) PROPERTY, PLANT AND EQUIPMENT (PPE)**

DESCRIPTION	GROSS CARRYING AMOUNT ( COST )				DEPRECIATION / AMORTISATION				Rs. Lakhs NET CARRYING As at March 31, 2022
	As at March 31, 2021	Additions	Disposals / Adjustment	As at March 31, 2022	Upto 31.03.2021	Charge during the year	Disposals / Adjustment	As at March 31, 2022	
Plant and equipment	-	2,189.75	-	2,189.75	-	157.97	-	157.97	8.94
Furniture and fittings	-	12.36	-	12.36	-	3.42	-	3.42	12.25
Vehicles including electric vehicles	-	16.34	-	16.34	-	4.09	-	4.09	8.60
Office Equipment	-	10.16	-	10.16	-	1.56	-	1.56	
<b>TOTAL</b>	-	<b>2,228.61</b>	-	<b>2,228.61</b>	-	<b>167.04</b>	-	<b>167.04</b>	<b>2,061.57</b>

- Notes:**
- Capital commitments (net off advances) is Rs. nil lacs (2020-2021 - Rs. Nil).
  - Impairment loss recognised in the statement of Profit and Loss is during the period NIL (2020-2021 - NIL)
  - Additions include exchange Loss/(Gain) capitalised borrowing cost capitalised and expenditure in the course of construction Rs NIL (2020-2021 NIL)
  - No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
  - The recording of various 'Additions' above aggregating Rs. 2,142.27 Lakhs is based on the valuation report obtained by the company.
  - PPE for Financial Year 2020-21 is Nil



**VISHWA BUSES AND COACHES LIMITED**  
Notes annexed to and forming part of the financial statements

**1.1 (b) CAPITAL WORK IN PROGRESS**  
Financial Year 2021-22

Description	Rs. Lakhs		
	As at March 31, 2021	Additions	Capitalised during the year
Capital work-in-progress	2,142.27	87.19	2,228.61
			As at March 31, 2022
			0.85

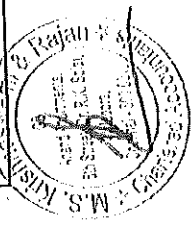
Description	Rs. Lakhs			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Projects in progress	0.85	-	-	-
Projects temporarily suspended	-	-	-	-
				Total
				0.85

DESCRIPTION	Rs. Lakhs		
	As at March 31, 2020	Additions	Disposals
GROSS CARRYING AMOUNT ( COST )	-	2,142.27	-
Capital work-in-progress	-	2,142.27	-
			As at March 31, 2021
			2,142.27

Amount in CWIP for a period of	Rs. Lakhs		
	Less than 1 year	1-2 years	2-3 years
Projects in progress	2,142.27	-	-
Projects temporarily suspended	-	-	-
			Total
			2,142.27

**Notes:**

- Capital work in progress (CWIP) whose completion is overdue or has exceeded its cost compared to its original plan - Nil (FY 2020-21 Nil)
- CWIP is to be completed in less than one year.
- Capital Work in Progress as on March 31, 2021 comprises of Plant and Machinery acquired on March 31, 2021 from the parent company "Ashok Leyland Limited", and represents the fair value of the assets on the said date.



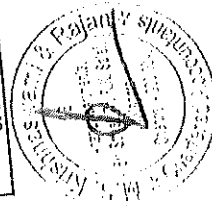
**VISHVA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

**1.1 (C) RIGHT-OF-USE ASSET**

Description	Rs. Lakhs		
	As at March 31, 2021	Additions	As at March 31, 2022
Land and Building	910.38	-	859.80
	910.38	50.58	859.80
		50.58	
Description	As at March 31, 2020	Additions	As at March 31, 2021
Land and Building	-	910.38	910.38
	-	910.38	910.38
		-	

Note :  
1. Discounting rate used for the purpose of computing right to use asset is incremental borrowing rate. (i.e 8%)  
2. The lease period is 18 Years over which the right to use asset is depreciated on a straight line basis.  
3. The lease agreements do not impose any major covenants other than the security interests in the leased assets that are held by the lessor. Leased assets may not be used as security for borrowing purposes.  
4. In terms of Ind AS 116 Leases, stamp duty paid for registration of lease agreement amounting to Rs 90.18 Lakhs being initial direct costs incurred by the Company, is added to the cost of the Right of Use Asset.  
5. As per the understanding with the lessor, the lease amount is payable only w.e.f 01 April 2021. Hence there is no amortisation of ROU asset during FY 2020-21  
6. Lease agreements are duly executed in favour of the company.



VISHWA BUSES AND COACHES LIMITED  
 Notes annexed to and forming part of the financial statements

1.2 OTHER INTANGIBLE ASSETS

DESCRIPTION	GROSS CARRYING AMOUNT (COST)			DEPRECIATION / AMORTISATION			Rs. Lakhs
	As at March 31, 2021	Additions	As at March 31, 2022	Upto 31.03.2021	Charge during the year	Upto 31.03.2022	NET CARRYING AMOUNT
Other Intangible Assets							Upto 31.03.2022
Computer software							
- Acquired	-	38.79	38.79	-	6.43	6.43	32.36
<b>TOTAL</b>	-	38.79	38.79	-	6.43	6.43	32.36

- i) Impairment loss recognised in the statement of Profit and Loss is during the Year Rs. Nil (2020-2021 - Nil)
- ii) Other intangible assets for FY 2020-21 is Rs. Nil



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

	As at Mar 31, 2022	As at March 31, 2021
	Rs. Lakhs	Rs. Lakhs
<b>1.3 OTHER NON-CURRENT FINANCIAL ASSETS (Unsecured, considered good)</b>		
Security deposit*	1.50	1.50
	<b>1.50</b>	<b>1.50</b>

\*These are carried at amortised cost.



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

	As at Mar 31, 2022 Rs. In Lakhs	As at March 31, 2021 Rs. In Lakhs
<b>1.4 NON-CURRENT TAX ASSETS</b>		
(a) TDS receivable	82.50	-
(b) TCS receivable	1.93	1.86
	<b>84.43</b>	<b>1.86</b>
<b>Note:</b>		
Advance Tax paid	-	-
TDS / TCS receivable	84.43	1.86
Provision for Taxation	-	-
<b>Net Receivable / (Payable)</b>	<b>84.43</b>	<b>1.86</b>





**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

1.6 INVENTORIES	As at	As at
	Mar 31, 2022	March 31, 2021
	Rs. Lakhs	Rs. Lakhs
(a) Raw materials and components	717.18	-
(b) Work-in-progress	4.06	-
(c) Stores, spares and consumable tools	51.22	-
	<b>772.46</b>	<b>-</b>

- i. Raw materials includes materials in transit as at March 31, 2022 amounting to Rs. Nil (Rs. Nil as at March 31, 2021)  
ii. Inventory Write down During FY 21-22 Nil (FY 20-21 - Nil).  
iii. Cost of inventory recognised as expense during the Year / period is Rs. 3741.52 Lakhs (Nil Lakhs in FY 2020-21)



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

**1.7 CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES**

	As at Mar 31, 2022 Rs. Lakhs	As at March 31, 2021 Rs. Lakhs
Unsecured, Considered good	277.62	-
Related parties (Refer Note 3.8)	131.42	-
Others	409.04	-

**Note:**

- i) These are carried at amortised cost.
- ii) Trade receivables which have significant increase in credit risk / Credit impaired
- iii) Trade receivables for FY 20-21 Nil

**Trade Receivables ageing schedule**

Particulars	Unbilled	Not Due	Outstanding as at March 31, 2022 for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Related Parties	-	-	-	-	-	-	-	277.62
(i) Undisputed Trade receivables – considered good	-	16.45	-	-	-	-	-	131.42
Others	-	-	-	-	-	-	-	-
(i) Undisputed Trade receivables – considered good	-	114.97	-	-	-	-	-	131.42



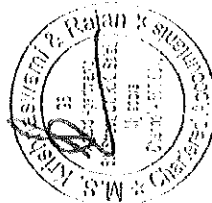
**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

	As at Mar 31, 2022	As at Mar 31, 2021
	Rs. Lakhs	Rs. Lakhs
<b>1.8 (a) CASH AND CASH EQUIVALENTS</b>		
Balance with banks:		
a) In current accounts	287.41	68.48
b) In deposit accounts *	-	305.00
	<b>287.41</b>	<b>373.48</b>
<b>1.8 (b) BANK BALANCES OTHER THAN (a) ABOVE</b>		
a) In deposit accounts #	-	250.00
	<b>-</b>	<b>250.00</b>

\* This represents deposits with original maturity of less than or equal to 3 months.

# This represents deposits with original maturity of more than 3 months and but less than 12 months. These are at amortised cost.



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

	As at Mar 31, 2022	As at March 31, 2021
	Rs. Lakhs	Rs. Lakhs
1.9 CURRENT FINANCIAL ASSETS - OTHERS (Unsecured, considered good unless otherwise stated)		
i. Interest accrued on deposits with bank	-	0.04
ii. Other receivable*	40.76	-
	<b>40.76</b>	<b>0.04</b>

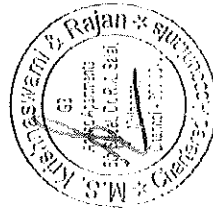
\* Other receivable represents amount receivable towards Gratuity and Leave encashment from Ashok leyland Employees Gratuity fund trust and Ashok leyland Limited respectively for transfer of employees from Ashok leyland Limited to Vishwa Buses and Coaches Limited.



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

	As at Mar 31, 2022 Rs. Lakhs	As at March 31, 2021 Rs. Lakhs
<b>1.10 OTHER CURRENT ASSETS</b> (Unsecured, considered good unless otherwise stated)		
a) Balances with Govt Authorities - GST receivables	644.31	-
b) Others	6.30	-
- Prepaid expenses	28.35	394.10
- GST-on-hold		
	<b>678.96</b>	<b>394.10</b>



VISHWA BUSES AND COACHES LIMITED

Notes annexed to and forming part of the financial statements

1.11 EQUITY SHARE CAPITAL

	As at	As at
	Mar 31, 2022	March 31, 2021
	Rs. Lakhs	Rs. Lakhs
<b>Authorised</b>		
6,00,00,000 (2020-21 - 6,00,00,000) Equity shares at Rs.10 each (2020-21: 10 Each)	6,000.00	6,000.00
	<u>6,000.00</u>	<u>6,000.00</u>
<b>Issued</b>		
3,30,00,000 Equity shares at Rs.10 each	3,300.00	-
6,00,00,000 Equity shares at Rs.10 each (Refer note-f below)	-	6,000.00
	<u>3,300.00</u>	<u>6,000.00</u>
<b>Subscribed and paid up</b>		
6,00,00,000 Partly paid Equity shares at Rs.5.50 each (Face Value of Rs 10 each)	3,300.00	-
3,30,00,000 Fully paid up Equity shares at Rs. 10 each	-	3,300.00
	<u>3,300.00</u>	<u>3,300.00</u>

Notes:

Particulars	As at March 31, 2022		As at March 31, 2021	
	No of shares held	Rs. In Lakhs	No of shares held	Rs. In Lakhs
a. Reconciliation of number of equity shares subscribed				
Balance as at the beginning of the period	60,000,000.00	3,300.00	-	-
Add: Issued during the period	(27,000,000.00)	-	60,000,000.00	3,300.00
Less: Altered during the year (refer Note f)	33,000,000.00	3,300.00	60,000,000.00	3,300.00
Balance as at end of the period				

b. Aggregate number and class of shares allotted for consideration other than cash, bonus shares in five years immediately preceding balance sheet date as on 31.03.2022 and aggregate number of shares bought back Rs. Nil. (2020-21 - Nil)

c. Shareholders holding more than 5% of the equity share capital / Promoter share holding

Promoter Name	As at March 31, 2022		As at March 31, 2021	
	No of shares held	% of holding in that class of shares	No of shares held	% of holding in that class of shares
Ashok Leyland Limited*	33,000,000.00	100.00%	60,000,000.00	100.00%

\*6 Equity shares of Rs 10 each are jointly held by Ashok Leyland Limited with 6 individual and the aggregate six shares are included in the number of shares held and % disclosed above.

d. Rights, preferences and restrictions in respect of equity shares issued by the Company  
The equity shareholders are entitled to receive dividend as and when declared, a right to vote in proportion of holding etc. and their rights, preferences and restrictions are governed by / in terms of their issue and the provisions of the Companies Act, 2013

e. Calls unpaid/ shares held by Director and Officers of the Company is NIL

f. Consequent to the Extraordinary General meeting held on February 3, 2022, the company altered the share capital of the company from 6,00,00,000 equity shares of Rs. 5.50/- each partly paid-up to 3,30,00,000 Equity shares of Rs. 10 /- each Fully paid-up.



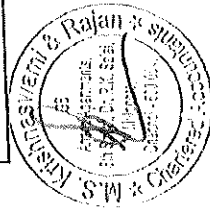
**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

**1.12 OTHER EQUITY**

Balance at the beging of the period  
 Add: Current period Profit/ (Loss)  
 Add/Less: Other comprehensive income  
 Less: Share issue expenses

	As at Mar 31, 2022	As at March 31, 2021
	Rs. Lakhs	Rs. Lakhs
	(51.29)	-
	(349.80)	(4.76)
	1.02	
	-	(46.53)
	<b>(400.07)</b>	<b>(51.29)</b>



**VISHWA BUSES AND COACHES LIMITED**  
Notes annexed to and forming part of the financial statements

As at		As at
Mar 31, 2022		Mar 31, 2021
Rs. Lakhs		Rs. Lakhs

**1.13 NON-CURRENT PROVISIONS**

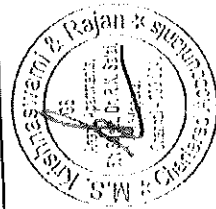
a) Provision for employee benefits	17.63
i. Compensated absences	23.62
ii. Provision for Gratuity	14.25
iii. Provision for Product Warranties	
	<b>55.50</b>

**Movement in Provision (refer note 1.13 and 1.17)**

Particulars	Opening Balance	Additions	(Utilisations / Reversals)	Closing Balance
Provision for Product Warranties <sup>#</sup>	-	21.37	-	21.37
Provision for Gratuity*	21.56	3.10	-	24.66
Provision for Compensated Absences*	20.11	-	(1.57)	18.54
<b>Total</b>	<b>41.67</b>	<b>24.47</b>	<b>(1.57)</b>	<b>64.57</b>

\*Opening balance of Gratuity and Compensated absences relate to Amounts transferred from Ashok Leyland Employees Gratuity Trust and Ashok Leyland Limited as at April 1, 2022 respectively.

# Provision for Product Warranties - This provision is recognised once vehicles are sold. The estimated provision is based on 0.5% on the sale value of vehicles. The provision for product warranties represent the present value of management's best estimate of the future claims. The outstanding provision for product warranties as at the reporting date is for warranties vehicles which range from 1 to 36 months.



VISHWA BUSES AND COACHES LIMITED

Notes annexed to and forming part of the financial statements

1.14 CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES

Trade payables - including acceptances

	As at Mar 31, 2022	As at March 31, 2021
	Rs. Lakhs	Rs. Lakhs
a) Total outstanding dues of micro enterprises and small enterprises	1,370.89	4.66
b) Total outstanding dues of creditors other than micro enterprises and small enterprises	1,370.89	4.66

Trade Payables ageing schedule

Particulars	Outstanding as at 31 march 2022 for following periods from due date of payment						Total
	Unbilled	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	608.78	-	-	-	1,370.89
(ii) Others	80.56	781.55	-	-	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-

Particulars	Outstanding as at 31 march 2022 for following periods from due date of payment						Total
	Unbilled	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Related Parties	-	16.30	11.91	-	-	-	27.21
Others	80.56	766.25	498.87	-	-	-	1,343.68

Particulars	Outstanding as at 31 march 2021 for following periods from due date of payment						Total
	Unbilled	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	4.66	-	-	-	-	-	4.66
(ii) Others	-	-	-	-	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-

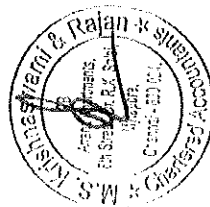
Particulars	Outstanding as at 31 march 2021 for following periods from due date of payment						Total
	Unbilled	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Related Parties	-	-	-	-	-	-	4.66
Others	4.66	-	-	-	-	-	-



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

	As at Mar 31, 2022	As at March 31, 2021
	Rs. Lakhs	Rs. Lakhs
<b>1.15 CURRENT - OTHER FINANCIAL LIABILITIES</b>		
a) Employee benefits	20.63	-
b) Capital creditors	24.91	0.06
- Related party	6.20	-
- Others		
	<b>51.74</b>	<b>0.06</b>



VISHWA BUSES AND COACHES LIMITED

Notes annexed to and forming part of the financial statements

	As at Mar 31, 2022	As at March 31, 2021
	Rs. Lakhs	Rs. Lakhs
1.16 CONTRACT LIABILITIES		
a) Advance from customers	59.92	-
	<u>59.92</u>	



VISHWA BUSES AND COACHES LIMITED

Notes annexed to and forming part of the financial statements

1.17	CURRENT PROVISIONS	As at	As at
		Mar 31, 2022	March 31, 2021
		Rs. Lakhs	Rs. Lakhs
	i. Compensated absences	0.91	-
	ii. Provision for Gratuity	1.04	-
	iii. Provision for Product Warranties	7.12	-
		<b>9.07</b>	<b>-</b>



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

	As at Mar 31, 2022	As at March 31, 2021
	Rs. Lakhs	Rs. Lakhs
<b>1.18 OTHER CURRENT LIABILITIES</b>		
a) Statutory liabilities	9.08	-
b) Others - Security deposits received	3.20	-
	<b>12.28</b>	<b>-</b>



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

**2.1 REVENUE FROM OPERATIONS**

	For the Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
	Rs. Lakhs	Rs. Lakhs
a) Sale of products	4266.78	-
b) Other operating revenues	47.12	-
- Scrap sales	67.93	-
- Refurbishment / Load body mounting charges		
	<b>4,381.83</b>	-



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

**2.2 OTHER INCOME**

	For the Year ended March 31, 2022 Rs. Lakhs	For the period November 19, 2020 to March 31, 2021 Rs. Lakhs
a) Interest from fixed deposits	4.86	0.04
b) Interest on Income Tax Refund	0.10	-
	<b>4.96</b>	<b>0.04</b>



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

2.3 Cost of materials consumed	For the Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
	Rs. Lakhs	Rs. Lakhs
Cost of materials consumed	3,745.58	-
	<b>3,745.58</b>	<b>-</b>

2.4 Changes in inventories of finished goods And Work In Progress	For the Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
	Rs. Lakhs	Rs. Lakhs
Opening Stock	-	-
- Finished Goods	-	-
- Work in progress	-	-
Closing Stock	-	-
- Finished Goods	(4.06)	-
- Work in progress	-	-
<b>Net Movement</b>	<b>(4.06)</b>	<b>-</b>

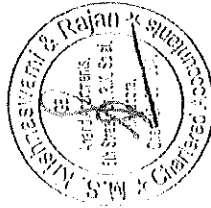


**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

**2.5 EMPLOYEE BENEFITS EXPENSE**

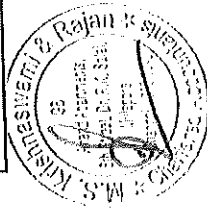
	For the Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
	Rs. Lakhs	Rs. Lakhs
a) Salaries and wages	420.81	-
b) Contribution to provident and other funds	12.31	-
d) Staff welfare expenses	40.46	-
	<b>473.58</b>	-



**VISHWA BUSES AND COACHES LIMITED**

**Notes annexed to and forming part of the financial statements**

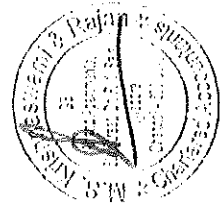
2.6 FINANCE COSTS	For the Year ended	For the period
	March 31, 2022	November 19, 2020 to March 31, 2021
	Rs. Lakhs	Rs. Lakhs
Interest on lease liability	64.85	-
	<b>64.85</b>	<b>-</b>



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

2.7 DEPRECIATION AND AMORTISATION EXPENSE	For the period
	November 19, 2020 to March 31, 2021 Rs. Lakhs
<b>A) Property, plant and equipment</b>	
(i) Plant and equipment	157.97
(ii) Furniture and fittings	3.42
(iii) Vehicles	4.09
(iv) Office equipment	1.56
	<b>(A) 167.04</b>
<b>B) Other Intangible Assets</b>	<b>(B) 6.43</b>
<b>C) Amortisation of Right-of-use asset</b>	<b>(C) 50.58</b>
<b>TOTAL</b>	<b>(A+B+C) 224.05</b>



**VISHWA BUSES AND COACHES LIMITED**
**Notes annexed to and forming part of the financial statements**

2.8 OTHER EXPENSES	For the Year ended	For the period
	March 31, 2022	November 19, 2020 to March 31, 2021
	Rs. Lakhs	Rs. Lakhs
(a) Consumption of stores and tools	49.65	-
(b) Power and fuel	59.39	-
(c) Rent (Refer Note-1 below)	0.72	-
(d) Repairs and maintenance		
- Buildings	0.13	-
- Plant and machinery	3.68	-
(e) Insurance	3.86	-
(f) Rates and taxes, excluding taxes on income	0.35	4.08
(g) Subscription	1.17	0.15
(h) Service and product warranties	21.37	-
(i) Selling and administration expenses	30.11	-
(j) Audit Fees (Refer Note-2 below)	4.00	0.50
(k) Contract Labour expense	33.29	-
(l) IT Sharing Service	50.03	-
(m) Travel	4.30	0.07
	<b>262.05</b>	<b>4.80</b>

**Notes:**

1	<b>Rent expenses include :</b>		
	- Lease expenses for low value assets.	0.72	-
2	<b>Audit Fees</b>		
	- for financial audit	3.00	0.50
	- for taxation matters	1.00	-



VISHWA BUSES AND COACHES LIMITED		
Notes annexed to and forming part of the Financial Statements		
3.1 Earnings per share		
Basic and Diluted earnings per share		
Particulars	Year ended March 31,2022	For the period November 19, 2020 to March 31, 2021
	Rs.	Rs.
<b>Basic Earning per share</b>		
From continuing operations	(1.06)	(0.01)
From discontinued operations		
<b>Diluted Earning per share</b>		
From continuing operations	(0.63)	(0.01)
From discontinued operations		
<b>Basic and Diluted earnings per share</b>		
The earnings and weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share are as follows.		
Particulars	Year ended March 31,2022	For the period November 19, 2020 to March 31, 2021
	Rs. Lakhs	Rs. Lakhs
Loss for the year attributable to equity shareholders	(349.80)	(4.76)
Earnings used in the calculation of basic & diluted earnings per share	(349.80)	(4.76)
Earnings used in the calculation of basic and diluted earnings per share from continuing operations	(349.80)	(4.76)
Particulars	Year ended March 31,2022	For the period November 19, 2020 to March 31, 2021
	Nos.	Nos.
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share	55,783,562	60,000,000



**VISHWA BUSES AND COACHES LIMITED**  
Notes annexed to and forming part of the financial statements

**3.2 Financial Instruments**

**Capital management**

The Company is incorporated on 19 November 2020. The Company manages its capital to ensure that it will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance.

The Company determines the amount of capital required on the basis of annual operating plans and long-term product and other strategic investment plans. The funding requirements are met through equity.

The capital structure of the Company consists of net debt (borrowings - Nil and cash and bank balances in notes 1.8 (a) & 1.8 (b) and total equity of the Company. The Company monitors the capital structure on the basis of total debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

**Gearing Ratio**

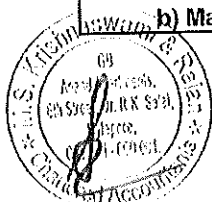
	Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
Debt	798.93	820.20
Less: Cash and bank balances	287.41	623.48
<b>Net debt</b>	<b>511.52</b>	<b>196.72</b>
Total equity	2,899.93	3,248.71
<b>Net debt to total equity ratio</b>	<b>0.18</b>	<b>0.06</b>

**A) Categories of Financial assets and liabilities:**

Rs. In Lakhs

	As at Mar 31, 2022	As at Mar 31, 2021
<b>Financial assets</b>		
<b>a) Measured at amortised cost:</b>		
Investments	-	-
Trade receivables	409.04	-
Cash and cash equivalents	287.41	373.48
Other bank balances	-	250.00
Security deposits	1.50	1.50
Others	40.76	0.04
<b>b) Mandatorily measures at fair value through Profit or loss is NIL</b>		
<b>Financial liabilities</b>		
<b>a) Measured at amortised cost:</b>		
Lease Liabilities-Current	23.04	86.12
Lease Liabilities-Non Current	775.89	734.08
Other financial liabilities	51.74	0.06
Trade Payables	1,370.89	4.66

**b) Mandatorily measures at fair value through Profit or loss is NIL**



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the financial statements

**3.2 Financial Instruments continued...**

**Financial risk management objectives**

The treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations through internal risk reports which analyse exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

**Market risk**

Market risk is the risk of any loss in future earnings, in realizable fair values or in future cash flows that may result from a change in the price of a financial instrument. The Company's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

**Foreign currency sensitivity analysis**

The company did not undertake any transactions denominated in foreign currencies, Consequently no exposures to exchange rate and fluctuations arise.

**Interest rate risk management:**

The company is not exposed to interest rate risk as there are no borrowings from bank or financial institutions.

Accordingly, the exposure of the companies borrowings to interest rate changes at the end of the reporting period is Nil.:



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the Financial Statements

**3.2 Financial Instruments continued...**

**Credit risk management**

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

The receivables as on 31st March 2022 is given below:

Particulars	Rs. In Lakhs		
	Less than 6 months	More than 6 months	Total
Trade receivables	409.04	-	409.04

**Liquidity risk**

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company is managing the working capital with the equity infused. The Company invests its surplus funds in bank fixed deposit, which carry minimal mark to market risks.

The table below summarises the maturity profile remaining contractual maturity period at the balance sheet date for its non-derivative financial liabilities based on the undiscounted cash flows. The tables have been drawn up based on the cash flows of financial liabilities based on the earliest date on which the Company can be required to pay.

**Liquidity Tables**

March 31, 2022	Rs. In Lakhs			Total
	Due in 1st year	Due in 2nd to 5th year	Due after 5th year	
Borrowings	-	-	-	-
Trade payables	1,370.89	-	-	1,370.89
Other financial liabilities	51.74	-	-	51.74
Lease liabilities	86.12	344.47	1,033.40	1,463.99
	<b>1,508.75</b>	<b>344.47</b>	<b>1,033.40</b>	<b>2,886.63</b>

March 31, 2021	Rs. In Lakhs			Total
	Due in 1st year	Due in 2nd to 5th year	Due after 5th year	
Borrowings	-	-	-	-
Trade payables	4.66	-	-	4.66
Other financial liabilities	0.06	-	-	0.06
Lease liabilities	86.12	344.47	1,119.52	1,550.11
	<b>90.84</b>	<b>344.47</b>	<b>1,119.52</b>	<b>1,554.83</b>



**VISHWA BUSES AND COACHES LIMITED**

**Notes annexed to and forming part of the Financial Statements**

**3.3 Employee Benefit Plans**

***Defined contribution plans***

In accordance with Indian law, eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions, as specified under the law, are made to the provident fund and pension fund set up as an irrevocable trust by the Company.

The total expense recognised in profit or loss of Rs. 12.31 lakhs FY 2021-22 (for the year ended March 31, 2021: Rs. Nil lakhs) represents contribution payable to these plans by the Company at rates specified in the rules of the plan.

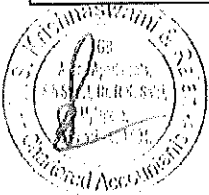
***Defined benefit plans***

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump-sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service. Vesting occurs upon completion of five years of service. The Company accounts for the liability for gratuity benefits payable in the future based on an actuarial valuation.

Company's liability towards gratuity (unfunded), and compensated absences are actuarially determined at the end of each annual period using the projected unit credit method as applicable.

These plans typically expose the Group to actuarial risks such as: Investment risk, interest rate risk, longevity risk

Interest rate risk	A decrease in the bond interest rate will increase the plan liability. However, this will be partially offset by an increase in the return on the plan's debt investments.
Longevity risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
Salary risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.



## 3.3 Retirement benefit plans

The principal assumptions used for the purposes of the actuarial valuations were as follows:

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Discount rate	7.28%	-
Expected rate of salary increase	5.60%	-
Average Years - Past service	6.16	-
Average Years - Future Service	17.28	-
Attrition rate	3.00%	-
<b>Compensated Absences</b>		
Discount rate	7.28%	-
Expected rate of salary increase	5.60%	-
Attrition rate	3.00%	-

Amounts recognised in total comprehensive income in respect of these defined benefit plans are as follows:

	Year ended	Year ended
	March 31, 2022	March 31, 2021
Gratuity		
Current service cost	1.60	-
Net interest expense	2.96	-
<b>Components of defined benefit costs recognised in profit or loss (A)</b>	<b>4.46</b>	<b>-</b>
<b>Remeasurement on the net defined benefit liability comprising:</b>		
Actuarial (gain)/loss arising from changes in demographic assumptions	-	-
Actuarial (gain)/loss arising from changes in financial assumptions	(1.01)	-
Actuarial (gain)/loss arising from experience adjustments	(0.35)	-
Actuarial (gain)/loss on plan assets	-	-
<b>Components of defined benefit costs recognised in other comprehensive income (B)</b>	<b>(1.36)</b>	<b>-</b>
<b>Total (A+B)</b>	<b>(1.36)</b>	<b>-</b>
<b>Compensated Absences and other defined benefit plans</b>		
Current service cost	1.67	-
Net interest expense	-	-
Actuarial (gain)/loss arising from changes in financial assumptions	-	-
Actuarial (gain)/loss arising from experience adjustments	-	-
<b>Components of defined benefit costs recognised in profit or loss</b>	<b>1.67</b>	<b>-</b>

The current service cost and the net interest expense for the year are included in "Contribution to provident and other funds" and "Salaries and wages" under employee benefits expense in profit or loss [Refer Note 2.3].

The amount included in the balance sheet arising from the Group's obligation in respect of its defined benefit plans is as follows:

	As at	As at
	March 31, 2022	March 31, 2021
Gratuity		
Present value of defined benefit obligation	24.66	-
Fair value of plan assets	-	-
<b>Net (liability) arising from defined benefit obligation (unfunded)</b>	<b>24.66</b>	<b>-</b>
<b>Compensated Absences and other defined benefit plans</b>		
Present value of defined benefit obligation	18.64	-
Fair value of plan assets	-	-
<b>Net liability arising from defined benefit obligation (unfunded)</b>	<b>18.64</b>	<b>-</b>



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the Financial Statements

**3.3 Retirement benefit plans (continued)**

Movements in the present value of the defined benefit obligation in the current year were as follows:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
<b>Gratuity</b>		
Defined benefit obligation on April 1, 2021 takeover from holding company	21.56	-
Addition pursuant to business combination	-	-
Current service cost	1.60	-
Interest cost	2.96	-
Actuarial (gain)/loss arising from changes in demographic assumptions	-	-
Actuarial (gain)/loss arising from changes in financial assumptions	(1.01)	-
Actuarial (gain)/loss arising from experience adjustments	(0.35)	-
Benefits paid	-	-
Closing defined benefit obligation	<u>24.60</u>	<u>-</u>
<b>Compensated Absences and other defined benefit plans</b>		
Defined benefit obligation on April 1, 2021 takeover from holding company	20.11	-
Addition pursuant to business combination	-	-
Current service cost	(1.67)	-
Interest cost	-	-
Actuarial (gain)/loss arising from changes in financial assumptions	-	-
Actuarial (gain)/loss arising from experience adjustments	-	-
Benefits paid	-	-
Closing defined benefit obligation	<u>18.54</u>	<u>-</u>

Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analysis below has been determined based on reasonably possible changes of the respective assumption occurring at the end of the reporting period, while holding all other assumptions constant.

	As at March 31, 2022	As at March 31, 2021
<b>Gratuity</b>		
If the discount rate is 50 basis points higher / lower, the defined benefit obligation would:		
decrease by	1.62	-
increase by	1.66	-
If the expected salary increases / decreases by 50 basis points, the defined benefit obligation would:		
increase by	1.71	-
decrease by	1.69	-
<b>Compensated Absences</b>		
If the discount rate is 50 basis points higher / lower, the defined benefit obligation would:		
decrease by	0.67	-
increase by	1.81	-
If the expected salary increases / decreases by 50 basis points, the defined benefit obligation would:		
increase by	1.82	-
decrease by	0.70	-

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation, since the above analysis are based on change in an assumption while holding other assumptions constant. In practice, it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of each reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

The average duration of the benefit obligation (gratuity) is 14.1 years in Financial Year 2021-22



**VISHWA BUSES AND COACHES LIMITED**  
**Notes annexed to and forming part of the Financial Statements**

**3.4 Related party disclosure**

*a) List of parties where control exists having transactions*

Ashok Leyland Limited	Holding Company
Gulf Oil Lubricants India Limited	Fellow Subsidiary to Holding Company

*b) List of parties not having transactions*

Hinduja Automotlve Limited, United Kingdom Ocorian Trust Machen Holdings SA (Holding Company of Machen Development Corporation, Panama Amas Holdings SA (Holding Company of Kuusakoski Oy (Holding Company of Alteams	<i>Parent of companles having significant influence.</i>
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Albonair (India) Private Limited Albonair (Taicang) Automotive Technology Co. Albonair GmbH Germany. Ashok Leyland (Chlle) SA. Ashok Leyland (Nigeria) Limited Ashok Leyland (UAE) LLC LLC Ashok Leyland Russia Ashok Leyland West Africa Gulf Ashley Motor Limited Global TVS Bus Body Builders Limited Hinduja Housing Finance Limited Hinduja Leyland Finance Limited Hinduja insurance Broking and Advisory Hinduja Tech Limited Hinduja Tech (Shanghai) Co., Limited Hinduja Tech GmbH, Germany Hinduja Tech Inc, USA HLF Services Limited Optare Plc, UK Optare UK Ltd Switch Mobility Limited - UK Switch Mobility Automotive Limited (India) Switch Mobility Europe S.I. Spain Optare Australia PTY LTD Vishwa Buses and coaches Limited Ashley Aviation Limited Alteams (Suzhou) Co.Ltd Alteams Eesti Ou Alteams Finland OY Alteams Japan K.K Alteams Stilexo AB	<i>Subsidiaries of companies having significant influence</i>
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<p>OHM International Mobility Limited, UK  OHM Global Mobility Private Limited, India  Ohm Global Mobility Limited, UK  Gulf Oil Lubricants India Limited  Hinduja Energy (India) Limited  Hinduja Renewables Private Limited  Prathama Solar Connect Energy Private  IDL Explosives Limited  Hinduja National Power Corporation Limited  NN Investment BV (Netherlands)  Gulf Oil International Limited (Cayman Islands)</p> <p>Gulf Oil International Middle East (Cayman Islands)  Gulf Oil Marine Limited (Hong Kong)  Gulf International Lubricants Limited (Cayman Islands)  Gulf Oil Middle East Limited (UAE &amp; GCC branches) (Cayman Islands)  Gulf Rak Lube Oil (Ras Al Khaimah)  Gulf Oil Philippines Inc (Philippines)  Gulf Oil Yantai Limited (China)  Gulf Oil Bangladesh (Bangladesh)  Gulf Oil Mauritius Inc (Mauritius)  Gulf Oil Panama, SA (Panama)  Base Oil Supply Limited (Cayman Islands)  Gulf Oil Marketing GmbH (Austria)  Gulf Oil Selective Asia Limited (Cayman Islands)</p>	<p>Fellow Subsidiaries of companies having significant influence</p>
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<p>Gulf International Lubricants Limited (Bermuda)  GITCEL Limited (United Kingdom)  Gulf Oil Benelux B.V. (Netherlands)  Gulf Oil International UK Limited (UK)  IDL Speciality Chemicals Limited (India)  P T Gulf Oil Lubricants Inc (Indonesia)  HGHL Holdings Limited (United Kingdom)  GHGL London Limited (United Kingdom)  GHG Lubricants Holdings Limited (United Kingdom)  GHGL Holdings Limited (United Kingdom)  Gulf Oil Argentina SA (Argentina)  N N Investment BV (Netherlands)  Hinduja Capital Limited  GOCL corporation Limited  APDL Estates Limited  Gulf RAK Oil LLC (UAE)  Kiran Suryaprakash India Pvt. Ltd.  Gulf Oil (China) Co. Ltd.  Gulf Oil Italy Srl.  Gulf Oil Marine Limited  Gulf Oil Supply Company Limited  Gulf Polska sp. z o.o  HGHL Holdings Limited (India)  Hinduja Energy Mauritius  Solarfield Energy Pvt. Ltd  Solarfield Energy Two Pvt. Ltd.  Kiran Solar One Pvt. Ltd  Kiran Renewables Pvt. Ltd.</p>	<p>Fellow Subsidiaries of companies having significant influence</p>
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b) List of parties not having transactions -  
Contn...,

<p>Ashok Leyland Defence Systems Limited Lanka Ashok Leyland PLC Mangalam Retail Services Limited (Associate to Holding company)</p>	<p>Associates of companies having significant influence</p>
<p>Ashok Leyland John Deere Construction Equipment Company Private Limited [Along with Gulf Ashley Motor Limited] GRO digital platforms limited</p>	<p>Joint Ventures of companies having significant influence</p>
<p>Rajalakshmi Wind Energy Limited Ashok Leyland Educational Trust Crawford Bayley &amp; CO Hinduja Foundries Holding Limited Ashok Leyland Employees Gratuity Fund Ashok Leyland Superannuation Fund Ashok Leyland Employees Ennore Provident Fund Trust Ashok Leyland Senior Executives Provident Fund Trust Ashok Leyland Employees Hosur Provident Fund Trust Ashok Leyland Employees Bhandara Provident Fund Trust Ashok Leyland Employees Alwar Provident Fund Trust Ennore Foundries Limited Employees Provident Fund Ennore Foundries Gratuity Fund Ennore Foundries Employees Pension cum Insurance Fund Ennore Foundries Senior Executives Superannuation Fund The Hinduja Foundation (United Kingdom)</p>	<p>Entities where control exist of companies having significant influence.</p>
<p>Mr. Anuj Kathuria Mr. N V Ramachandran Mr. K Mohan Mr. P Alagusundaram Mr. Venkat Kiran Kumar</p>	<p>Key Management Personnel- Director Key Management Personnel- Director Key Management Personnel- Director Key Management Personnel- CFO and company secretary Key Management Personnel- Director</p>



**VISHWA BUSES AND COACHES LIMITED**  
Notes annexed to and forming part of the Financial Statements  
3.4 Related party disclosure continued...

**B) Related Party Transactions During the Year 2021-2022**

Transaction	Ashok Leyland Limited	Gulf Oil Lubricants India Ltd	Global Tvs Bus Body Builders Ltd	Switch Mobility Automotive Limited	Controlled Trusts	Total
Purchase of raw materials, components and traded goods (net of Tax)	1,350.09	0.41	-	-	-	1,350.51
Sales and services (net of excise duties/GST)	(2,315.68)	-	(0.35)	(4.16)	-	(2,320.19)
Other expenditure incurred / (recovered) (Net of tax)	258.41	-	-	-	-	258.41
Purchase of Assets	36.17	-	-	-	-	36.17
Leave encashment Amount transferred	19.20	-	-	-	-	19.20
Gratuity Amount Transferred	-	-	-	-	21.66	21.66
<b>Total</b>	<b>(661.81)</b>	<b>0.41</b>	<b>(0.36)</b>	<b>(4.16)</b>	<b>21.66</b>	<b>(634.36)</b>

**B) Related Party Transactions During the period November 19, 2020 to March 31, 2021**

Transaction	Ashok Leyland Limited	Total
Other expenditure incurred / (recovered) (Net of tax)	258.41	258.41
Purchase of assets	2,620.00	2,620.00
<b>Total</b>	<b>2,878.41</b>	<b>2,878.41</b>



**VISHWA BUSES AND COACHES LIMITED**  
**Notes annexed to and forming part of the Financial Statements**

**3.4 Related party disclosure continued...**

**Related Party balances (Ashok Leyland Limited)**

Rs. In Lakhs

**Subsidiaries**

*Balances as on Mar 31, 2022*

As at Mar 31, 2022, As at March 31, 2021

1 Trade receivables	277.62	-
2 Current Financial Assets - Others	19.20	-
3 Trade Payables	(26.72)	(4.19)
4 Current Other financial Liabilities	(24.91)	-
<b>Total</b>	<b>-</b>	<b>(4.19)</b>

**Related Party balances (Gulf Oil Lubricants India Ltd)**

Trade Payables (0.49)

**Total (0.49) -**

**Related Party balances (Ashok Leyland Employee Gratuity Trust)**

Trade Payables 21.56

**Total 21.56 -**



**VISHWA BUSES AND COACHES LIMITED**  
Notes annexed to and forming part of the Financial Statements

**3.5 Leases**

a) The Ministry of Corporate Affairs (MCA), on March 30, 2019, notified Ind AS 116 "Leases" as part of the Companies (Indian Accounting Standards) Amendment Rules, 2018 is effective for accounting periods beginning on or after April 1, 2019.

The Company has taken on sublease Land and Building for 18 years and the agreement was registered as on February 08, 2021. The lease is payable only from 01 April 2021 as mutually agreed in MOU between the lessor and lessee. Hence, as on 31 March 21, as per IND as 116, the lease liability has been measured at the present value of the lease payments that are not paid as at that date. The lease payments has been discounted at 8% interest rate.

b) Maturity Analysis (Remaining Contractual Maturities) for lease payments is as follows:

Particulars	As at Mar 31, 2022	As at March 31, 2021
	Rs. In Lakhs	Rs. In Lakhs
Not later than 1 year	86.12	86.12
Later than 1 year but not later than 5 years	344.47	344.47
Later than 5 years	1,033.40	1,119.52

c) Details of Rental Payment for contract for which exemption is availed under Ind As 116 .

Particulars	Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
	- Short term lease expenses of low value assets	0.72

d) Other Disclosures

Particulars	Note no.	Rs. In Lakhs	
		31-Mar-22	31-Mar-21
a) Carrying value of right of use of (ROU) asset	1.1 (c)	859.80	910.38
b) Depreciation charge for ROU asset	1.1 (c)	50.58	-
c) Interest expense on lease liability	2.6	64.85	-
d) Total cashflow during the year for leases grouped in ROU		86.12	90.18
e) Additions to ROU			910.38
f) Lease commitments for short term leases			
g) Lease liability outstanding		798.93	820.20

Lease terms are negotiated on an individual basis and contain a range of different terms and conditions. The lease agreements do not impose any covenants other than that the company cannot provide the leased premises as security for its borrowings etc, nor can it be subleased without the permission of the lessor.



VISHWA BUSES AND COACHES LIMITED  
Notes annexed to and forming part of the Consolidated Financial Statements

3.6 Revenue from contracts with customers

a) Disaggregated revenue information

Particulars	Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
	Rs. in Lakhs	Rs. in Lakhs
Type of goods and service		
a) Sale of products	4,266.78	-
b) Other operating revenues	4,266.78	-
- Scrap sales	47.12	-
- Refurbishment / Load body mounting charges	67.93	-
	115.05	-
Total revenue from contracts with customers	4,381.83	-
India	4,381.83	-
Outside India	-	-
Total revenue from contracts with customers	4,381.83	-

Rs. in Lakhs

Timing of revenue recognition	Year ended March 31, 2022		For the period November 19, 2020 to March 31, 2021	
	At a point in time	Over a period of time	At a point in time	Over a period of time
Particulars				
- Sale of products	4,266.78	-	-	-
- Other operating revenue	115.05	-	-	-
Total revenue from contracts with customers	4,381.83	-	-	-

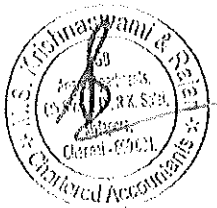
b) Contract balances

Particulars	As at March 31, 2022	As at March 31, 2021
	Rs. Lakhs	Rs Lakhs
Trade receivables (Refer notes 1.7)	409.04	-
Contract assets	-	-
Contract liabilities (Refer note 1.16)	69.92	-

Trade Receivables are non-bearing and are generally as per contract terms

c) Reconciliation of revenue recognised in the statement of Profit and Loss with the contracted price.

Particulars	For the year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
Contracted price	4,381.83	-
Adjustments	-	-
Rebates and discounts	-	-
Revenue from contracts with customers	4,381.83	-



**VISHWA BUSES AND COACHES LIMITED**

Notes annexed to and forming part of the Consolidated Financial Statements

**3.7 Segment information**

The Company operates in a single business segment i.e. Bus body building for vehicles, which is the Company's primary segment determined on the basis of nature of products risks, returns and internal business reporting system. The bus body building segment includes the related jobwork in those vehicles.

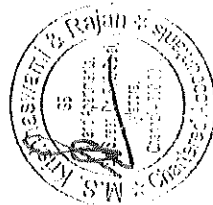
The secondary segment is the geographical location of the customers. Rs. in Lakhs

Year	Particulars	In India	Outside India	Total
2021-22	Revenue from external customers	4,381.83	-	4,381.83
2020-21	Revenue from external customers	-	-	-

**Information about Major customers**

Year	Particulars	Revenue	% of total revenue
2021-22	Customer A	2,311.85	53%
2021-22	Customer B	1,794.97	41%

All the Assets are located inside India.



VISHWA BUSES AND COACHES LIMITED

Notes annexed to and forming part of the Financial Statements

3.8 Income tax relating to Continuing Operations

There is no tax for the current year as per the Income Tax Act, 1961, considering the allowances/exemptions.

a) Income tax recognised in profit or loss

Particulars	Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
<b>Current tax</b>		
In respect of the current year	-	-
<b>Deferred tax *</b>		
In respect of the current year	(29.46)	-
	(29.46)	-
<b>Total income tax expense recognised in the current year relating to continuing operations</b>	<b>(29.46)</b>	<b>-</b>

b) The income tax expense for the year can be reconciled to the accounting profit as follows:

Particulars	Rs.in Lakhs	
	Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
Profit / (Loss) before tax - Domestic entities	(379.26)	(4.76)
Income Tax rate	25.17%	25.17%
Income tax expense	-	-
Effect of Income that is exempt from taxation	-	-
Effect of Income that is taxed at lower rate	-	-
Effect of different tax rates of branches operating in overseas jurisdictions	-	-
Effect of concessions and other allowances (including tax holiday and weighted deduction on research and development expenditure)	-	-
Effect of deferred tax balances	(29.46)	-
Effect of prior Period items	-	-
Others - net	-	-
<b>Income tax expense recognised in profit or loss</b>	<b>(29.46)</b>	<b>-</b>

c) Income tax recognised in other comprehensive income

Particulars	Rs.in Lakhs	
	Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
<b>Deferred tax</b>		
Remeasurement of defined benefit obligation	0.34	-
<b>Total income tax recognised in other comprehensive income</b>	<b>0.34</b>	<b>-</b>

d) Deferred tax balances

The following is the analysis of deferred tax assets/(liabilities) presented in the financial statements

Particulars	Rs. In Lakhs	
	Year ended March 31, 2022	For the period November 19, 2020 to March 31, 2021
Deferred tax assets (net)	287.88	-
Deferred tax liabilities (net)	(258.74)	-
	<b>29.12</b>	<b>-</b>

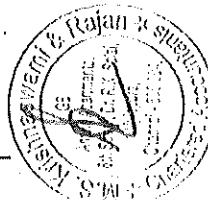


3.8 Income taxes relating to continuing operations continued...

e) Movement of deferred tax expense during the year ended March 2021-22

Particulars	Opening balance	Recognised in profit or loss	Recognised in other comprehensive income	Utilisation of unused tax credits	Closing balance
<i>Deferred tax (liabilities)/assets in relation to:</i>					
Property, plant and equipment and Intangible Assets	-	(42.33)	-	-	(42.33)
Right to use of asset	-	(216.41)	-	-	(216.41)
Lease liability	-	201.09	-	-	201.09
Expenditure allowed upon payments	-	1.12	(0.34)	-	0.78
Unused tax losses / unabsorbed depreciation	-	85.99	-	-	85.99
<b>TOTAL</b>	-	<b>29.46</b>	<b>(0.34)</b>	-	<b>29.12</b>

Deferred tax assets and liabilities are recognised for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unused tax credits. Deferred tax assets are recognised to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses and unused tax credits could be utilised.



**f) Unrecognised deductible temporary differences, unused tax losses and unused tax credits**

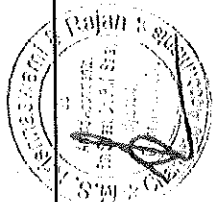
	March 31, 2022	For the period November 19, 2020 to March 31, 2021
- Unused tax losses (capital)	-	-
- Unused tax losses (business loss)	66.39	-
	66.39	-



### 3.9 Ratios

S.No	Particulars	Year Ended		Variance %
		31.03.2022	31.03.2021	
1	Debt equity ratio Gross total borrowings (before deducting un-amortised loan raising expense) / (Equity share capital + Other equity)	0.28	0.25	9%
2	Debt service coverage ratio (Profit / (loss) before exceptional items and tax + Finance costs + Depreciation and amortisation expense – Tax expense) / (Interest paid + Lease payments + Principal repayments for long term borrowings)	(0.60)	-	100%
3	Current ratio (current asset / Current liabilities)	1.43	11.20	-87%
4	Inventory turnover (Cost of goods sold / Average inventory)	2.42	-	100%
5	Net profit margin (%) (PAT / Revenue from operations)	-8%	-	100%
6	Return on Equity ratio (Profit after tax / Total equity)	(0.12)	-	100%
7	Trade receivables Turnover ratio (Revenue from operations / average Trade receivables)	5.36	-	0%
8	Trade Payables Turnover ratio (Cost of goods sold / Average Trade payables)	1.36	-	0%
9	Net capital Turnover ratio (Revenue from operations / Working capital)	6.63	-	0%
10	Return on Capital employed (EBIT / Working capital)	1.29	0.00	100%
11	Return on investment (Investment Income / average Investments)	-	-	0%
12	Operating Margin (%) (Earnings before Interest, Tax and Depreciation - Other income) / Revenue from operations	-15%	-	100%

The company was incorporated on November 19, 2020 and commenced operations during the year. Consequently, the ratios of the previous year are not directly comparable with those of the current year



**VISHWA BUSES AND COACHES LIMITED****Notes annexed to and forming part of the Financial Statements**

- 3.10 The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the end of the year together with interest paid/payables etc., as required under the said Act have not been furnished.
- 3.11 The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year
- 3.12 The company did not had any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956,
- 3.13 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the certain provisions of the Code will come into effect and the rules thereunder has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 3.14 The Company has not accepted any deposit or amounts which are deemed to be deposits.
- 3.15 There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- 3.16 The company has complied with the number of layers prescribed under the Companies Act, 2013 read with companies (restriction on number of layers) Rules, 2017.
- 3.17 No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 3.18 Contingent Liabilities, Commitments as at March 31, 2022 - Nil (FY 20-21 Nil)
- 3.19 The company was incorporated on November 19, 2020 and commenced operations during the year. Consequently, the figures of the previous year are not directly comparable with those of the current year
- 3.20 Figures for the previous year have been re-grouped/re-classified wherever necessary to conform with current year classification.

For M.S.Krishnaswami & Rajan  
Firm Registration Number -01554S  
Chartered Accountants

M.S.Murali  
Partner  
Membership Number - 026453  
UDIN : 22026453AISKAB4179



For and on behalf of the Board

Mr. Venkat Kiran Kumar  
Director  
DIN: 09520425

Mr. Anuj Kathuria  
Chairman  
DIN: 05164333

Date: 10.05.2022  
Place : Chennai

Mr. Mamshankar Ghosh  
Chief Financial Officer

Mr. PR Augustundaram  
Company Secretary