

TVS Next Inc., USA

ANNUAL REPORT

**for the year ended
March 31, 2023**

TVS Next Inc., USA

Balance Sheet as at 31st March 2023

Particulars	Note	As at 31st March 2023		As at 31st March 2022	
		USD	₹	USD	₹
ASSETS					
Non-current assets					
(a) Property, plant and equipment	5	1,734	1,42,478	8,748	6,63,058
(b) Tax Assets (net)	7A	27,905	22,92,945	27,905	21,15,191
		29,639	24,35,423	36,653	27,78,249
Current assets					
(a) Financial Assets					
(i) Trade receivables	9	776,895	6,38,37,446	528,491	4,00,59,655
(ii) Cash and cash equivalents	10	113,293	93,09,267	293,994	2,22,84,708
(iii) Bank balance other than (ii) above	10	-	-	10,000	7,58,000
(iv) Others	6	686,322	5,63,95,133	383,719	2,90,85,925
(b) Other current assets	8	62,233	51,13,663	8,872	6,72,493
		1,638,743	13,46,55,509	1,225,076	9,28,60,781
Total assets		1,668,382	13,70,90,932	1,261,729	9,56,39,030
EQUITY AND LIABILITIES					
Equity					
(a) Equity Share capital	11	368,170	3,02,52,529	368,170	2,79,07,286
(b) Other equity (*)		226,228	1,85,89,147	58,493	44,33,760
Total equity		594,398	4,88,41,676	426,663	3,23,41,046
Liabilities					
Current liabilities					
(a) Financial liabilities					
(i) Trade Payables					
(A) Total outstanding dues of micro and small enterprises		-	-	-	-
(B) Total outstanding dues of creditors other than micro and small enterprises	12	1,003,232	8,24,35,560	803,290	6,08,89,402
(ii) Other financial liabilities	13	10,800	8,87,436	16,367	12,40,594
(b) Other current liabilities	14	15,364	12,62,477	15,409	11,67,988
(c) Current Tax Liabilities (Net)	7B	44,588	36,63,783	-	-
Total current liabilities		1,073,984	8,82,49,256	835,066	6,32,97,984
Total equity and liabilities		1,668,382	13,70,90,932	1,261,729	9,56,39,030

Notes 1 to 24 form an integral part of these financial statements

(*) Refer Statement of Changes in Equity for Additions and Deductions from Last year balance sheet.

For TVS Next Inc

Vinod Krishnan
Director

Place: Chennai
Date: 19.04.2023

As per our Report Annexed

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No. 004207S

P. Viswanathan
Partner
Membership No. 224941

TVS Next Inc., USA

Statement of Profit and Loss for the year ended 31st March 2023

	Note	Year ended 31st March 2023		Year ended 31st March 2022	
		USD	₹	USD	₹
I Revenue from operations	15	7,966,059	64,18,25,374	2,140,248	15,92,77,219
II Other income	16	-	-	-	-
III Total Income (I + II)		7,966,059	64,18,25,374	2,140,248	15,92,77,219
IV Expenses					
Employee benefits expense	18	243,544	1,96,22,370	114,162	84,95,931
Depreciation and amortization expense	19	2,771	2,23,257	1,382	1,02,864
Other expenses	20	7,507,421	60,48,72,918	1,980,924	14,74,20,332
Total expenses		7,753,736	62,47,18,545	2,096,468	15,60,19,127
V Profit before exceptional items and tax (III - IV)		212,323	1,71,06,829	43,780	32,58,092
VI Exceptional item		-	-	-	-
VII Profit before tax (V-VI)		212,323	1,71,06,829	43,780	32,58,092
VIII Tax expense					
a) Current tax		44,588	35,92,442	-	-
b) Deferred tax		-	-	-	-
IX Profit for the Year from continuing operations (VII - VIII)		167,735	1,35,14,387	43,780	32,58,092
X Profit / (loss) from discontinued operations					
XI Tax income / (expense) of discontinued operations		-	-	-	-
XII Profit/ (loss) from discontinued operations (after tax)(X - XI)		-	-	-	-
XIII Profit/(loss) for the year (IX +XII)		167,735	1,35,14,387	43,780	32,58,092
XIV Other comprehensive income	17				
i) Items that will not be reclassified to profit or loss			-		-
ii) Items that will be reclassified to profit or loss			-		-
(a) Exchange differences on translation of foreign operations			2,07,974		8,080
Income tax relating to items that will be reclassified to profit or loss			-		-
		-	2,07,974	-	8,080
XV Total comprehensive income for the year (XIII + XIV)		167,735	1,37,22,361	43,780	32,66,172
<i>(Comprising Profit and Other Comprehensive Income for the year)</i>					
XVI Earnings per equity share (EPS)	21				
Basic (in ₹)		0.46	36.71	0.12	8.85
Diluted (in ₹)		0.46	36.71	0.12	8.85
Weighted average number of equity shares used in computing earnings per equity share					
No of shares used in computing Basic & Diluted EPS		368,170	3,68,170	368,170	3,68,170

Notes 1 to 24 form an integral part of these financial statements

For TVS Next Inc

Vinod Krishnan
Director

Place: Chennai
Date: 19.04.2023

As per our Report Annexed

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No. 004207S

P. Viswanathan
Partner
Membership No. 224941

Statements of Changes in Equity for the year ended 31st March 2023

A. Equity Share Capital

Particulars	Notes	Amount	
		USD	₹
Balance at 1st April 2022		368,170	2,79,07,286
Foreign currency translation difference on opening balance		-	23,45,243
Changes in equity share capital during the year		-	-
Balance at 31st March 2023		368,170	3,02,52,529
Balance at 31st March 2021	11	368,170	2,69,20,590
Foreign currency translation difference on opening balance		-	9,86,696
Changes in equity share capital during the year		-	-
Balance at 31st March 2022		368,170	2,79,07,286

B. Other Equity

Particulars	Notes	Reserves and Surplus		Accumulated other comprehensive income		Total	
		Retained Earnings		Foreign currency translation reserve			
		USD	₹	USD	₹	USD	₹
Balances at 1st April 2022		58,493	43,73,344	-	60,416	58,493	44,33,760
Foreign currency translation difference on opening balance		-	4,33,026	-	-	-	4,33,026
Profit for the year		167,735	1,35,14,387	-	-	167,735	1,35,14,387
Other comprehensive income	17	-	-	-	2,07,974	-	2,07,974
Transferred from Retained earnings to general reserves		-	-	-	-	-	-
Dividends		-	-	-	-	-	-
Balances at 31st March 2023		226,228	1,83,20,757	-	2,68,390	226,228	1,85,89,147

Particulars	Notes	Reserves and Surplus		Accumulated other comprehensive income		Total	
		Retained Earnings		Foreign currency translation reserve			
		USD	₹	USD	₹	USD	₹
Balances at 1st April 2021		14,713	10,23,488	-	52,336	14,713	10,75,824
Foreign currency translation difference on opening balance	-	-	91,764	-	-	-	91,764
Profit for the year		43,780	32,58,092	-	-	43,780	32,58,092
Other comprehensive income	17	-	-	-	8,080	-	8,080
Transferred from Retained earnings to general reserves		-	-	-	-	-	-
Dividends		-	-	-	-	-	-
Balances at 31st March 2022		58,493	43,73,344	-	60,416	58,493	44,33,760

Notes 1 to 24 form an integral part of these financial statements

For TVS Next Inc

Vinod Krishnan
Director

Place: Chennai
Date: 19.04.2023

As per our Report Annexed

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No. 004207S

P. Viswanathan
Partner
Membership No. 224941

TVS Next Inc., USA

Cash Flow Statement for the year ended 31st March 2023

	Year ended 31st March 2023		Year ended 31st March 2022	
	USD	₹	USD	₹
A. Cash flows from operating activities				
Profit before tax	212,323	1,71,06,829	43,780	32,58,092
<i>Adjustments to reconcile net income to net cash provided by operating activities</i>				
Depreciation and amortization	2,771	2,23,257	1,382	1,02,864
(Gain) / Loss on sale/write off of property and equipment	4,198	3,38,237	-	-
Operating profit before working capital changes	219,292	1,76,68,323	45,162	33,60,956
Adjustments for:				
(Increase) / Decrease in trade receivables	(248,404)	(2,37,77,791)	87,494	49,81,162
(Increase) in current financial assets	(292,603)	(2,65,51,208)	(379,348)	(2,87,66,285)
(Increase) in other current assets	(53,316)	(44,37,759)	(8,872)	(6,72,493)
Decrease in non-current financial assets	-	-	4,740	2,71,821
Increase in trade payables	199,942	2,15,46,158	74,983	76,35,614
(Decrease) / Increase in financial & other liabilities	(5,612)	(2,58,669)	(1,608)	(32,510)
Cash from / (used) in operating activities	(399,993)	(3,34,79,269)	(222,611)	(1,65,82,691)
Direct taxes paid, net	-	-	-	-
Net cash from / (used) in operating activities before extraordinary item	(180,701)	(1,58,10,946)	(177,449)	(1,32,21,735)
Net cash from/ (used) in operating activities	(180,701)	(1,58,10,946)	(177,449)	(1,32,21,735)
B. Cash flow from investing activities				
Purchase of assets (including capital work-in-progress and capital advances)	-	-	(2,562)	(1,94,169)
Net cash from / (used) in investing activities	-	-	(2,562)	(1,94,169)
C. Cash flow from financing activities				
Add: Foreign Currency Translation Reserve Impact on cash flows	-	28,35,505	-	10,41,365
Net cash generated from financing activities	-	28,35,505	-	10,41,365
D. Net cash flows during the year	(180,701)	(1,29,75,441)	(180,011)	(1,23,74,539)
E. Cash and cash equivalents at the beginning	293,994	2,22,84,708	474,005	3,46,59,247
G. Cash and cash equivalents at the end	113,293	93,09,267	293,994	2,22,84,708
Cash and cash equivalents comprise of:				
Cash on hand	-	-	-	-
Balances with banks in current accounts	113,293	93,09,267	293,994	2,22,84,708
Cash and cash equivalents as per note 10	113,293	93,09,267	293,994	2,22,84,708

Note : The above statement of cash flows is prepared under indirect method.
Notes 1 to 24 form an integral part of these financial statements

For TVS Next Inc

Vinod Krishnan
Director

Place: Chennai
Date: 19.04.2023

As per our Report Annexed

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No. 004207S

P. Viswanathan
Partner
Membership No. 224941

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023

5 Property, plant and equipment

Gross block	Plant and Equipment		Furniture and fixtures		Office Equipments		Total	
	USD	₹	USD	₹	USD	₹	USD	₹
	As at 01st April 2021	3,405	2,49,004	314	22,959	7,091	5,18,480	10,810
Additions	2,562	1,94,169	-	-	-	-	2,562	1,94,169
Disposal	-	-	-	-	-	-	-	-
Restatement of opening balance	-	9,127	-	842	-	19,003	-	28,972
As at 31st March 2022	5,967	4,52,300	314	23,801	7,091	5,37,483	13,372	10,13,584
Additions	-	-	-	-	-	-	-	-
Disposal	(592)	(44,874)	(314)	(23,801)	(4,592)	(3,48,081)	(5,498)	(4,16,756)
Restatement of opening balance	-	34,239	-	-	-	15,915	-	50,154
As at 31st March 2023	5,375	4,41,665	-	-	2,499	2,05,317	7,874	6,46,982
Accumulated depreciation / amortisation								
As at 01st April 2021	891	65,158	83	6,070	2,268	1,65,836	3,242	2,37,064
For the year	905	67,366	17	1,265	460	34,233	1,382	1,02,864
Deduction on disposal	-	-	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-	-	-
Restatement of opening balance	-	(1,158)	-	(108)	-	(2,948)	-	(4,214)
Restatement of Current year dep.	-	4,796	-	354	-	9,662	-	14,812
As at 31st March 2022	1,796	1,36,162	100	7,581	2,728	2,06,783	4,624	3,50,526
For the year	2,296	1,85,006	-	-	475	38,251	2,771	2,23,257
Impairment for the year	-	-	-	-	-	-	-	-
Deduction on sale or discards	-	-	(100)	(7,581)	(1,200)	(91,002)	(1,300)	(98,583)
Other Adjustments	-	-	-	-	45	3,411	45	3,411
Restatement of opening balance	-	2,479	-	-	-	2,170	-	4,649
Restatement of Current year dep.	-	12,638	-	-	-	8,606	-	21,244
- Impairment loss/(reversal)	-	-	-	-	-	-	-	-
As at 31st March 2023	4,092	3,36,285	-	-	2,048	1,68,219	6,140	5,04,504
Net block								
As at 31st March 2022	4,171	3,16,138	214	16,220	4,363	3,30,700	8,748	6,63,058
As at 31st March 2023	1,283	1,05,380	-	-	451	37,098	1,734	1,42,478

TVS Next Inc., USA

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023 (Contd.)

6 OTHER FINANCIAL ASSETS (UNSECURED CONSIDERED GOOD UNLESS OTHERWISE STATED)

	As at 31st March 2023				As at 31st March 2022			
	Long-term		Short-term		Long-term		Short-term	
	USD	₹	USD	₹	USD	₹	USD	₹
(a) Deposits with Free Zone Establishment (FZE), UAE	-	-	5,000	4,10,850	-	-	-	-
(b) Unbilled Revenue	-	-	671,322	5,51,62,562	-	-	369,686	2,80,22,199
(c) Receivable from vendor	-	-	10,000	8,21,721	-	-	14,033	10,63,726
	-	-	686,322	5,63,95,133	-	-	383,719	2,90,85,925

	As at 31st March 2023				As at 31st March 2022			
	Long-term		Short-term		Long-term		Short-term	
	USD	₹	USD	₹	USD	₹	USD	₹
7A Tax Assets (net)								
(a) Federal & State Tax Paid	27,905	22,92,945	-	-	27,905	21,15,191	-	-
	27,905	22,92,945	-	-	27,905	21,15,191	-	-

	As at 31st March 2023				As at 31st March 2022			
	Long-term		Short-term		Long-term		Short-term	
	USD	₹	USD	₹	USD	₹	USD	₹
7B Tax Liabilities (net)								
(a) Provision for federal tax	-	-	44,588	36,63,783	-	-	-	-
	-	-	44,588	36,63,783	-	-	-	-

	As at 31st March 2023				As at 31st March 2022			
	Long-term		Short-term		Long-term		Short-term	
	USD	₹	USD	₹	USD	₹	USD	₹
8 OTHER ASSETS								
(Unsecured, considered good)								
(a) Prepaid expenses	-	-	62,233	51,13,663	-	-	8,872	6,72,493
	-	-	62,233	51,13,663	-	-	8,872	6,72,493

	As at 31st March 2023				As at 31st March 2022			
	Long-term		Short-term		Long-term		Short-term	
	USD	₹	USD	₹	USD	₹	USD	₹
9 TRADE RECEIVABLES								
(a) Considered good - Secured	-	-	-	-	-	-	-	-
(b) Considered good - Unsecured	-	-	776,895	6,38,37,446	-	-	528,491	4,00,59,655
(c) Receivables which have significant increase in Credit Risk	-	-	-	-	-	-	-	-
(d) Receivables - Credit impaired	-	-	-	-	-	-	-	-
	-	-	776,895	6,38,37,446	-	-	528,491	4,00,59,655
Less: Loss allowance for bad and doubtful debts	-	-	-	-	-	-	-	-
Total	-	-	776,895	6,38,37,446	-	-	528,491	4,00,59,655
(e) Trade Receivables from Related Parties	-	-	-	-	-	-	368,151	2,79,05,838
(f) Trade Receivables ageing schedule:								
(i) Undisputed Trade receivables – considered good - Outstanding for following periods from due date of payment								
Not Due	-	-	297,418	2,44,38,837	-	-	519,635	3,93,88,333
Less than 6 Months	-	-	475,637	3,90,83,076	-	-	8,856	6,71,322
6 Months to 1 Year	-	-	3,840	3,15,533	-	-	-	-
(ii) Disputed Trade receivables	-	-	-	-	-	-	-	-
	-	-	776,895	6,38,37,446	-	-	528,491	4,00,59,655

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023 (Contd.)

	As at 31st March 2023				As at 31st March 2022			
	Long-term		Short-term		Long-term		Short-term	
	USD	₹	USD	₹	USD	₹	USD	₹
10 CASH AND CASH EQUIVALENTS								
a) Cash and bank balances								
Balances with banks in current accounts	-	-	113,293	93,09,267	-	-	293,994	2,22,84,708
	-	-	113,293	93,09,267	-	-	293,994	2,22,84,708
b) Other bank balances								
Balance with banks other than mentioned above	-	-	-	-	-	-	10,000	7,58,000

	As at 31st March 2023			As at 31st March 2022		
	Number	USD	₹	Number	USD	₹
	11 SHARE CAPITAL					
Authorised						
60,000 Common Shares	60,000			60,000		
Issued, subscribed and fully paid up						
20,000 common shares of USD 1/- each fully paid up	20,000	20,000	3,02,52,529	20,000	20,000	2,79,07,286
34817 Common Shares of USD 10/- each fully paid up	34,817	348,170		34,817	348,170	
	54,817	368,170	3,02,52,529	54,817	368,170	2,79,07,286

a) There were no movement in the share capital during the current and previous year.

b) Shareholders holding more than 5% of the aggregate shares in the Company

Shareholder Name	Nos.	% holding	Nos.	% holding
TVS Next Limited, Chennai	54,817	100%	54,817	100%
	54,817	100%	54,817	100%

c) Rights, preferences, restrictions

Equity shares

The Company has two class of equity shares having a par value of USD 10 per share and USD 1 per share. Each holder of equity share is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

d) **Bonus Shares/ Buy Back/ Shares** for consideration other than cash issued during the period of five years immediately preceding the financial year ended 31st March 2023:

(i) Aggregate number of equity shares allotted as fully paid up pursuant to contracts without payment being received in cash : Nil

(ii) Aggregate number of equity shares allotted as fully paid up by way of Bonus Shares : Nil

(iii) Aggregate number of equity shares bought back : Nil

TVS Next Inc., USA

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023 (Contd.)

11 Share Capital - (Contd.)

e) Shares held by holding Company

Name of the Company	As at 31st March 2023	As at 31st March 2022
TVS Next Limited, Chennai	Number of shares - 54,817	Number of shares - 54,817

f) Shares held by promoter at the end of the year

Promoter name	As at 31st March 2023		
	No. of shares held	% of total shares	% of change during the year
TVS Next Limited, Chennai	54,817	100%	-

Shares held by promoter at the end of the previous year

Promoter name	As at 31st March 2022		
	No. of shares held	% of total shares	% of change during the year
TVS Next Limited, Chennai	54,817	100%	-

g) Capital Management

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern
- to provide an adequate return to shareholders

by pricing products and services commensurately with the level of risk

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the company. The primary objective of the company's capital management is to maximise the shareholder value.

Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

	As at 31st March 2023				As at 31st March 2022			
	Long-term		Short-term		Long-term		Short-term	
	USD	₹	USD	₹	USD	₹	USD	₹
12 TRADE PAYABLES								
(i) Dues to micro and small enterprises	-	-	-	-	-	-	-	-
(ii) Dues of creditors other than micro and small enterprises	-	-	1,003,232	8,24,35,560	-	-	803,290	6,08,89,402
	-	-	1,003,232	8,24,35,560	-	-	803,290	6,08,89,402
a) Of the above, trade payable to related parties	-	-	854,774	7,02,36,817	-	-	630,929	4,78,24,392
b) Trade Payable Ageing Schedule								
Outstanding for following periods from due date of payment								
i) MSME - Not Due	-	-	-	-	-	-	-	-
ii) Others - No Due			1,003,232	8,24,35,560	-	-	747,704	5,66,75,967
- Less than 1 Year	-	-	-	-	-	-	-	-
- 1 to 2 Years	-	-	-	-	-	-	7,924	6,00,639
- 2 to 3 Years	-	-	-	-	-	-	5,700	4,32,060
- More than 3 Years	-	-	-	-	-	-	41,962	31,80,736
iii) Disputed Dues - MSME & Others	-	-	-	-	-	-	-	-
Total	-	-	1,003,232	8,24,35,560	-	-	803,290	6,08,89,402

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023 (Contd.)

	As at 31st March 2023				As at 31st March 2022			
	Long-term		Short-term		Long-term		Short-term	
	USD	₹	USD	₹	USD	₹	USD	₹
13 OTHER FINANCIAL LIABILITIES								
(a) Payable to employees	-	-	10,800	8,87,436	-	-	16,367	12,40,594
	-	-	10,800	8,87,436	-	-	16,367	12,40,594
14 OTHER CURRENT LIABILITIES								
Statutory dues	-	-	15,364	12,62,477	-	-	15,409	11,67,988
	-	-	15,364	12,62,477	-	-	15,409	11,67,988
					Year ended 31st March 2023		Year ended 31st March 2022	
					USD	₹	USD	₹
15 REVENUE FROM OPERATIONS								
Sale of service								
Domestic Sales			7,966,059	64,18,25,374	2,140,248	15,92,77,219		
Revenue from operations (Gross)			7,966,059	64,18,25,374	2,140,248	15,92,77,219		
16 OTHER INCOME			-	-	-	-		
			-	-	-	-		
17 Other Comprehensive Income								
Other Comprehensive Income shall be classified into								
i) Items that will not be reclassified to profit or loss			-	-	-	-		
ii) Items that will be reclassified to profit or loss								
Exchange differences on translation of foreign operations			-	2,07,974	-	8,080		
Income tax effect			-	-	-	-		
			-	2,07,974	-	8,080		
18 EMPLOYEE BENEFITS EXPENSE								
Salaries and wages			215,390	1,73,54,008	83,223	61,93,451		
Staff welfare expenses			28,154	22,68,362	30,939	23,02,480		
			243,544	1,96,22,370	114,162	84,95,931		
19 DEPRECIATION AND AMORTIZATION EXPENSE								
Depreciation of tangible assets			2,771	2,23,257	1,382	1,02,864		
Amortization of intangible assets			-	-	-	-		
			2,771	2,23,257	1,382	1,02,864		

TVS Next Inc., USA

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023 (Contd.)

	Year ended 31st March 2023		Year ended 31st March 2022	
	USD	₹	USD	₹
20 OTHER EXPENSES				
Rent	3,000	2,41,710	2,250	1,67,445
Rates & taxes [excluding taxes on Income]	12,763	10,28,329	1,127	83,890
Insurance	20,796	16,75,531	12,374	9,20,861
Sub-contract expenses	7,060,626	56,88,74,676	1,793,632	13,34,82,103
Write off of assets	4,198	3,38,237		-
Travel Expenses	42,764	34,45,460	48,500	36,09,404
Postage & Telecom Expenses	1,398	1,12,659	1,629	1,21,228
Consultancy	14,500	11,68,265	24,576	18,28,973
Bank Charges	1,295	1,04,299	1,512	1,12,517
Bad Debts	82,943	70,85,559	-	-
Legal Fees	138,227	1,11,36,935	-	-
Marketing Expenses	78,574	63,30,744	52,774	39,27,465
Miscellaneous expenses	46,337	33,30,514	42,550	31,66,446
	7,507,421	60,48,72,918	1,980,924	14,74,20,332

	Year ended 31st March 2023		Year ended 31st March 2022	
	USD	₹	USD	₹
21 EARNINGS PER EQUITY SHARE				
Nominal value of equity shares	1/10		1/10	
Profit attributable to equity shareholders (A)	167,735	1,35,14,387	43,780	32,58,092
Weighted average number of equity shares outstanding during the year (B) - Number of Shares	3,68,170		3,68,170	
Basic earnings per equity share (A/B) (in \$ / ₹)	0.46	36.71	0.12	8.85

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023 (Contd.)

	Year ended 31st March 2023		Year ended 31st March 2022	
	USD	₹	USD	₹
22 Income Tax				
A. Amount recognised in statement of profit and loss:				
Tax expense comprises of:				
<u>Current income tax:</u>				
Current income tax charge	44,588	35,92,442	-	-
Adjustments in respect of current income tax of previous year	-	-	-	-
<u>Deferred tax:</u>				
Relating to recognition and reversal of temporary differences	-	-	-	-
	44,588	35,92,442	-	-
B. Income tax recognised in other comprehensive income	-	-	-	-
C. Reconciliation of effective tax rate				
Net Profit before tax	212,323	1,71,06,829	43,780	32,58,092
i) Tax using the Company's domestic tax rate 21% (31.03.2022-21%)	44,588	35,92,442	9,194	6,84,199
ii) Tax effect of amounts which are deductible in calculating taxable income:				
Set-off of Carried forward loss	-	-	(9,194)	(6,84,199)
iii) Adjustments for current tax of previous years	-	-	-	-
Total	44,588	35,92,442	-	-

23 A. Disclosure of Ratios	Ratios	Formula	For the year	For the year	Variance
			ended / As at 31st March 2023	ended / As at 31st March 2022	
	Current Ratio	Current assets / current liabilities	1.53	1.47	4.08%
	Debt-Equity Ratio	Total debt / shareholder's equity	Not Applicable	Not Applicable	-
	Debt Service Coverage Ratio	Earnings Available for Debt Service / (Interest Payments + Principal Repayments)	Not Applicable	Not Applicable	-
	Return on Equity Ratio	Net Profit after Tax / Average shareholder's equity	33.29%	10.80%	22.49%
	Inventory turnover ratio	Sales / Average inventory	Not Applicable	Not Applicable	-
	Trade Receivables turnover ratio	Revenue from Operations / Average Trade Receivables	12.36	3.74	230.48%*
	Trade payables turnover ratio	Net credit purchase / Average Trade Payables	Not Applicable	Not Applicable	-
	Net capital turnover ratio	Revenue from Operations / working capital	13.83	5.39	156.59%*
	Net profit ratio	Net Profit after Tax / Revenue from Operations	2.11%	2.05%	0.06%
	Return on Capital employed	Earnings Before Interest and Tax / Capital employed	35.03%	10.07%	24.96%
	Return on investment	Net Return / Cost of Investment	Not Applicable	Not Applicable	-

B. Explanation for any change in the ratio by more than 25% as compared to the ratio of preceding year:

* The reason for changes in the above ratios are due to increase in Revenue from operations and net profit for the year

TVS Next Inc., USA

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023 (Contd.)

24 RELATED PARTY DISCLOSURES

Related Parties :

(I) Where Control exists:

(A) Ultimate Holding Company

1. Sundram Fasteners Ltd., Chennai

(B) Holding Company

1. TVS Next Limited, Chennai

Fellow -Subsidiary Companies

i. Domestic Subsidiary

1. TVS Upasana Limited, Chennai
2. Sundram Fasteners Investments Limited, Chennai
3. Sundram Non Conventional Energy Systems Limited, Chennai
4. Sunfast TVS Limited, Chennai
5. TVS Engineering Limited, Chennai

ii. Foreign Subsidiary

1. Cramlington Precision Forge Ltd, United Kingdom
2. Sundram Fasteners (Zhejiang) Ltd, Zhejiang , Peoples Republic of China
3. Sundram International Inc , Michigan, USA
4. Sundram International Ltd, United Kingdom

(II) Other Related Parties

(A) Key Management Personnel

Mr Vinod Krishnan - Managing Director of TVS Next Ltd., Chennai

(B) Relatives of Key Management Personnel

Ms Arundathi Krishna, Joint Managing Director of Sundram Fasteners Ltd., Chennai

(III) Transactions with related parties referred in (I) (B) above, in ordinary course of business:

Nature of transaction	Holding Companies (USD)	Holding Companies (₹)
Services - Rendered	-	-
(Reimbursement of Expenses)	(\$3,68,151)	(2,79,05,838)
Services - Received	\$6,504,616	52,40,76,901
	(\$10,69,254)	(8,16,96,903)
Services - Received	\$13,250	10,67,553
(Reimbursement of Expenses)	-	-
Outstanding balances		
Due to the Company	-	-
	(\$3,68,151)	(2,79,05,838)
Due by the Company	\$854,774	7,02,36,817
	(\$6,30,929)	(4,78,24,392)

(Previous year figures are in brackets)

For TVS Next Inc

Vinod Krishnan
Director

Place: Chennai
Date: 19.04.2023

As per our Report Annexed

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No. 004207S

P. Viswanathan
Partner
Membership No. 224941