

# R.SUBRAMANIAN AND COMPANY LLP

CHARTERED ACCOUNTANTS

FRN : 0041375 / 5200041



New No:6, Old No. 36, Krishnaswamy Avenue, Luz, Mylapore, Chennai - 600 004.

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Independent Auditor's report on the Restated Summary Statements of Assets and Liabilities as at September 30, 2023, March 31, 2023, March 31, 2022 and March 31, 2021 and Profit and Losses and Cash Flows for the half year ended September 30, 2023 and each of the years ended March 31, 2023, March 31, 2022 and March 31, 2021 of HRH Next Services Limited (collectively, "The Restated Summary Statements")

To

The Board of Directors,  
HRH Next Services Limited (formerly known as HRH Next Services Private Limited)  
2<sup>nd</sup> Floor, 41976  
C/o G.J, Abids Road, Hyderabad  
Telangana 500001

Dear Sirs,

1. We, R. Subramanian and Company LLP, Chartered Accountants, ("we" or "us") have examined the attached Restated Summary Statements of M/s HRH Next Services Limited ("Company" or "Issuer") comprising the Restated Statement of Assets and Liabilities as at and for the half year ended September 30, 2023 and, for each of years ended March 31, 2023, March 31, 2022 and March 31, 2021, the Restated Statements of Profit and Loss, the Restated Statement of Cash Flows for the half year ended September 30, 2023 and years ended March 31, 2023, 2022 and 2021, the Summary Statement of Significant Accounting Policies, and other explanatory information (collectively, the "Restated Summary Statements") approved by the Board of Directors of the Company at their meeting held on 16<sup>th</sup> December 2023 for the purpose of inclusion in Prospectus in connection with its proposed SME Initial Public Offer of equity shares ("SME IPO") prepared in terms of the requirements of;
  - a. Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "Act");
  - b. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations"); and
  - c. The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India ("ICAI"), as amended from time to time (the "Guidance Note").

## Management's Responsibility for the Restated Summary Statements

2. The Company's Board of Directors is responsible for the preparation of the Restated Summary Statements for the purpose of inclusion in the Prospectus to be filed with Securities and Exchange Board of India, relevant stock exchange and Registrar of Companies, Hyderabad in connection with the proposed SME IPO. The Restated Summary Statements have been prepared by the management of the Company on the basis of preparation stated in the Restated Summary Statements. The Board of Directors' responsibility includes designing, implementing and maintaining adequate internal control relevant to the preparation and presentation of the Restated Summary

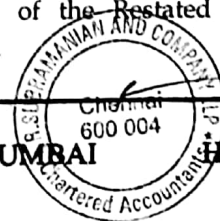
Branches :

BANGALORE

DELHI

MUMBAI

HYDERABAD



Statements. The Board of Directors is also responsible for identifying and ensuring that the Company complies with the Companies Act, (ICDR) Regulations and the Guidance Note.

#### **Auditors' responsibilities**

3. We have been subjected to the peer review process of the ICAI and holds the peer review certificate dated July 29, 2021 valid till July 31, 2024.
4. We have examined such Restated Summary Statements taking into consideration:
  - a. The terms of reference and terms of our engagement agreed upon with you in accordance with our engagement letter in connection with the proposed IPO of the Company;
  - b. The Guidance Note which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
  - c. Concepts of test checks and materiality to obtain reasonable assurance based on verification of evidence supporting the Restated Summary Statements; and
  - d. The requirements of Section 26 of the Act and the ICDR Regulations.

Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the Act, the ICDR Regulations and the Guidance Note in connection with the IPO.

5. The management has informed that the company proposes to make an IPO, which comprises of fresh issue of 26,58,000 equity shares having a face value of Rs 10 each at a premium of Rs 26 each, aggregating to Rs 956.88 lakhs as decided at the meeting of Board of Directors held on August 26<sup>th</sup> 2023.
6. These Restated Summary Statements have been compiled by the management from the Audited Financial Statements of the Company for the half year ended September 30, 2023 and, each of the years ended March 31, 2023, 2022 and 2021 which have been approved by the Board of Directors. The financial statements of the company for the half year ended September 30, 2023, have been audited by us. The financial statements of the company for the years ended March 31, 2023, 2022 and 2021 were audited by Company's previous auditors, M/s Gandhi & Gandhi, Chartered Accountants.

#### **Restated Summary Statements as per audited financial statements:**

7. The Restated Summary Statements of the Company have been compiled by the management:
  - a. The Special purpose audited financial statement of the Company as at and for the half year ended 30<sup>th</sup> September, 2023, prepared in accordance with accounting principles generally accepted in India at the relevant time for the limited purpose of complying with the requirement of Restated Audited Financial statements in the offer documents which lays down that the audited financial statements should not be more than six months old from the issue opening date as required by SEBI ICDR Regulations in relation to the proposed IPO and which have been approved by the Board of Directors on 16<sup>th</sup> December 2023 and other financial records.



- b. The audited financial statements of the Company as at and for the year ended March 31, 2023, 2022 and 2021 prepared in accordance with accounting principles generally accepted in India at the relevant time and which have been approved by the Board of Directors at their meeting held on 24<sup>th</sup> August 2023, 25<sup>th</sup> August 2022 and 3<sup>rd</sup> November 2021 respectively and other financial records;
8. For the purpose of our examination, we have relied on
- a. Special purpose Auditors' reports issued by us dated 16<sup>th</sup> December, 2023, on the financial statements of the Company as at and for the half year ended September 30, 2023 as referred in Para 7(a) above;
- b. Auditors' reports issued by the previous auditors, Gandhi & Gandhi, Chartered Accountants, on the financial statements of the Company as at and for the years ended March 31, 2023, 2022 and 2021 as referred in Para 7(b) above.
- c. The audit for the financial years ended March 31, 2023, 2022 and 2021 was conducted by the Company's previous auditors', Gandhi & Gandhi, Chartered Accountants and accordingly reliance has been placed on the Restated Summary Statement of Asset and Liabilities and the Restated Summary Statements of Profit and Loss and Cash Flow examined by the previous auditor for the said years. The examination report included for the said years is based solely on the examination report submitted by Gandhi & Gandhi, Chartered Accountants dated August 28, 2023 for the years ended March 31, 2023, 2022 and 2021. Such examination report confirms that:
- i. the accounting policies adopted for restated financial statements for the years ended March 31, 2023, 2022 and 2021 are materially consistent.
- ii. the March 31, 2023, 2022 and 2021 Restated Summary Statements have been made after incorporating adjustments for the material amounts in the respective financial years to which they relate; and
- iii. the March 31, 2023, 2022 and 2021 Restated Summary Statements do not contain any qualifications requiring adjustments
9. In accordance with the requirements of subclauses (i), (ii) and (iii) of clause (b) of subsection (1) of Section 26 of Part 1 of Chapter III of the Act, read with Rule 4 to 6 of the Rules, the ICDR Regulations and the Guidance Note and terms of our engagements agreed with you, we report that:
- a. The Restated Summary Statements of Assets and Liabilities of the Company, including as at March 31, 2023, March 31, 2022 and March 31, 2021 examined and reported upon by the previous auditors on which reliance has been placed by us and as at September 30, 2023 examined by us as set out in Annexure I, to this report, have been arrived at after making adjustments and regrouping/reclassifications as in our opinion were appropriate and more fully described in Annexure IV of the report.
- b. The Restated Summary Statements of Profit and Loss of the Company, including for the half year ended September 30, 2023 examined and reported upon by us and for March 31, 2023, March 31, 2022 and March 31, 2021 which were examined and reported upon by the previous auditors on which reliance has been placed by us, as set out in Annexure II, to this report, have been arrived at after making adjustments and regrouping/reclassifications as in our opinion were appropriate and more fully described in Annexure IV of the report.



c. The Restated Summary Statements of Cash Flows of the Company, including for the half year ended September 30, 2023 examined and reported by us and for March 31, 2023, March 31, 2022 and March 31, 2021 which were examined and reported upon by the previous auditors on which reliance has been placed by us, as set out in Annexure V, to this report, have been arrived at after making adjustments and regrouping/reclassifications as in our opinion were appropriate and more fully described in Annexure IV of the report.

10. Based on the above and according to information and explanations given to us, and also as per the reliance placed on the report submitted by the previous Auditors, as referred to in Para 8(c) above for the year, we further report that:

a) The accounting policies for the half year ended September 30, 2023, are materially consistent with the policies adopted for the years ended March 31, 2023, March 31, 2022 and March 31, 2021. Accordingly, no adjustments, have been made to the audited financial statements of the respective periods presented, on account of changes in accounting policies;

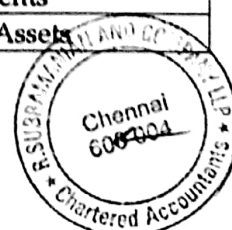
b) The Restated Summary Statements have been made after incorporating adjustments for the material amount in the respective financial years to which they relate;

c) There are no qualifications in the auditors' reports on the financial statements of the Company as at and for half year ended September 30, 2023, as at and for each of the years ended March 31, 2023, 2022 and 2021 which require any adjustments to the restated summary statements.

11. We have not audited any financial statements of the Company for any period subsequent to September 30, 2023. Accordingly, we express no opinion on the financial position, results of the operations or cash flows of the Company as of any date or for any period subsequent to September 30, 2023.

12. At the Company's request, we have also examined the following other Financial Information, as restated, proposed to be included in the prospectus, prepared by the management and approved by the Board of Directors of the Company and annexed to this report relating to the Company as at March 31, 2023, March 31, 2022 and March 31, 2021 and for the half year ended September 30, 2023. In respect of the years ended March 31, 2023, 2022 and 2021 this information has been included based upon the examination report submitted by the previous auditors', Gandhi & Gandhi, Chartered Accountants, and relied upon by us;

Annexure No.	Particulars
I	Restated Statement of Assets & Liabilities
I.1	Restated Statement of Share Capital
I.2	Restated Statement of Reserves and surpluses
I.3	Restated Statement of Long-term Borrowings
I.4	Restated Statement of Long-term Provisions
I.5	Restated Statement of Short-term Borrowings
I.6	Restated Statement of Other Current liabilities
I.7	Restated Statement of Short-term Provisions
I.8	Restated Statement of Fixed Assets & Depreciations
I.9	Restated Statement of Noncurrent Investments
I.10	Restated Statement of Other Non-Current Assets



I.11	Restated Statement of Trade receivables
I.12	Restated Statement of Cash and cash equivalents, as annexure XVIII,
I.13	Restated Statement of Short-term Loans & Advances
I.14	Restated Statement of Other Current Assets
II	Restated Statement of Profit & Loss
II.1	Restated Statement of Revenue from Operations
II.2	Restated Statement of Other Income
II.3	Restated Statement of Employee benefit expenses
II.4	Restated Statement of Financial Charges
II.5	Restated Statement of Other expenses
III	Statement of Significant accounting policies
IV	Notes to the Restated Financial Statements
V	Cash Flow Statements
VI	Statement of Accounting & Other Ratios, as restated
VII	Statement of Capitalization, as restated
VIII	Statement of Tax Shelter, as restated

13. This report should not in any way be construed as a reissuance or redating of any of the previous audit reports issued by us or the Previous Auditors, nor should this report be construed as a new opinion on any of the financial statements referred to herein.
14. We have no responsibility to update our report for events and circumstances occurring after the date of the Report.
15. Our report is intended solely for use of the Board of Directors for inclusion in the Prospectus to be filed with Securities and Exchange Board of India, relevant stock exchange and Registrar of Companies, Hyderabad in connection with the proposed IPO. Our report should not be used, referred to, or distributed for any other purpose except with our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

**For R. Subramanian and Company LLP**  
**Chartered Accountants**  
ICAI Firm Registration No. 004137S/S200041

*R. Kumarasubramanian*

R. Kumarasubramanian  
Partner  
Membership No. 021888  
PRC No: 013354  
UDIN: 23021888BGSRXF1445



Place: Chennai  
Date: 16<sup>th</sup> December 2023

**HRH Next Services Limited**  
**CIN No: U72200TG2007PLC052582**  
(Formerly known as HRH Next Services Private Limited)

Annexure I

**Restated Statement of Assets and Liabilities as at**

Particulars	Note	30.09.2023	31.03.2023	31.03.2022	31.03.2021
<b>I. Equity and Liabilities</b>					
Shareholder's Fund					
(a) Share Capital	1.1	6,54,74,380	20,00,000	20,00,000	20,00,000
(b) Reserves & Surplus	1.2	6,65,96,463	10,24,79,139	6,76,99,795	5,83,96,805
Non-current liabilities					
(a) Long-term borrowings	1.3	1,08,07,606	1,34,82,941	76,68,092	40,70,583
(b) Deferred tax liabilities (net)		66,94,865	56,09,525	21,25,494	12,75,544
(c) Long-term provisions	1.4	37,79,106	35,60,739	32,13,831	23,11,817
Current liabilities					
(a) Short-term borrowings	1.5	9,75,69,706	8,55,73,947	3,65,90,167	3,61,17,056
(b) Other current liabilities	1.6	5,55,78,352	5,39,30,190	5,73,84,865	2,16,33,809
(c) Short-term provisions	1.7	48,85,358	2,15,92,937	98,03,213	40,04,463
		<u>31,13,85,837</u>	<u>28,82,29,418</u>	<u>18,64,85,458</u>	<u>12,98,10,077</u>
<b>II. Assets</b>					
Non Current assets					
(a) Property, Plant & Equipment and Intangible Assets					
(i) Property, Plant & Equipment	1.8.1	4,61,21,166	5,00,09,070	3,50,85,796	2,40,72,711
(ii) Intangible assets	1.8.2	7,64,34,196	8,16,34,596	3,72,68,283	2,73,31,343
(b) Non current investments	1.9	15,00,000	92,56,035	90,77,518	65,16,561
(c) Long Term Loans and advances	1.10	23,86,525	23,86,525	23,86,525	23,86,525
Current assets					
(a) Trade Receivables	1.11	16,31,36,267	12,15,23,627	6,78,40,705	3,15,19,582
(b) Cash and cash equivalents	1.12	13,20,403	12,52,704	17,81,702	1,54,51,983
(c) Short-term loans and advances	1.13	49,48,188	62,96,125	1,11,69,073	99,28,875
(d) Other current assets	1.14	1,55,39,092	1,58,70,735	2,18,75,856	1,26,02,496
		<u>31,13,85,837</u>	<u>28,82,29,418</u>	<u>18,64,85,458</u>	<u>12,98,10,077</u>
Accounting Policies	III				
Additional Notes to Accounts	IV				

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 041375/S200041

For and on behalf of the Board  
HRH Next Services Limited

*R. Kumarasubramanian*  
per R. Kumarasubramanian  
Partner  
Membership No: 021888  
UDIN: 230218886618RXE1445



*Ankit Shah*  
Ankit Shah  
Managing Director

*Trishla Shah*  
Trishla Shah  
Whole-time Director

Place: Chennai  
Date: 16th December 2023

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Formerly known as HRH Next Services Private Limited)

Annexure II

**Restated Statement of Profit and Loss**

Particulars	Note	For the half year ending	For the year ending	For the year ending	For the year ending
		30.09.2023	31.03.2023	31.03.2022	31.03.2021
I Revenue from Operations	II.1	21,39,16,313	51,13,63,251	44,15,23,361	24,16,24,331
II Other Incomes	II.2	13,34,366	11,33,050	13,18,841	8,01,694
III Total Revenue (I+II)		<u>21,52,50,679</u>	<u>51,24,96,301</u>	<u>44,28,42,202</u>	<u>24,24,26,025</u>
IV Expenses					
Employee benefit expenses	II.3	11,31,84,468	29,63,22,300	28,52,55,436	16,42,39,200
Finance Cost	II.4	79,13,487	91,41,155	47,96,252	38,83,439
Depreciation and amortization of expenses		1,06,94,412	1,62,70,255	1,11,74,194	83,90,428
Other Expenses	II.5	6,33,13,719	14,13,71,487	12,74,84,834	6,22,17,948
		<u>19,51,06,086</u>	<u>46,31,05,196</u>	<u>42,87,10,716</u>	<u>23,87,31,015</u>
V Profit before exceptional and extraordinary items and tax (II)		2,01,44,593	4,93,91,104	1,41,31,486	36,95,010
VI Exceptional Items		Nil	Nil	Nil	Nil
VII Profit before extraordinary items and tax (V-VI)		2,01,44,593	4,93,91,104	1,41,31,486	36,95,010
VIII Extraordinary & Prior Period Items		Nil	Nil	Nil	Nil
IX Profit before tax (VII-VIII)		2,01,44,593	4,93,91,104	1,41,31,486	36,95,010
X Tax expense					
(1) Current tax		39,75,317	93,09,110	30,08,097	15,87,848
(2) Deferred tax		10,85,340	34,84,031	8,49,950	(4,11,168)
(3) Earlier years tax		Nil	18,18,620	9,70,448	Nil
		<u>50,60,657</u>	<u>1,46,11,761</u>	<u>48,28,495</u>	<u>11,76,680</u>
XI Profit / (Loss) for the period (IX-X)		1,50,83,937	3,47,79,343	93,02,991	25,18,330
XII Profit / (Loss) from discontinuing operations		Nil	Nil	Nil	Nil
XIII Tax expense of discontinuing operations		Nil	Nil	Nil	Nil
XIV Profit / (Loss) from discontinuing operations after tax (XII-XIII)		Nil	Nil	Nil	Nil
XV Profit / (Loss) for the period (XI + XIV)		1,50,83,937	3,47,79,343	93,02,991	25,18,330
XVI Earning per equity share					
(1) Basic		2.41	5.61	1.50	0.41
(2) Diluted		2.41	5.61	1.50	0.41

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 041375/5200041

For and on behalf of the Board  
HRH Next Services Limited

*R. Kumarasubramanian*  
per R. Kumarasubramanian  
Partner  
Membership No: 021888  
UDIN: 23021888BBGSRXF144  
Place: Chennai  
Date: 16th December 2023



*Ankit Shah*  
Ankit Shah  
Managing Director

*Trishla Shah*  
Trishla Shah  
Whole-time Director

**HRH Next Services Limited**  
 CIN No: U72200TG2007PLC052582  
 (Formerly known as HRH Next Services Private Limited)

Annexure V

**Restated Statement of Cash Flows For the half year ending 30th September 2023**

Sl	Particulars	Amount	Amount	Amount
<b>A) Cash flow from operating Activities</b>				
	Net Profit after tax before Deferred Tax		1,61,69,277	
	Add: Depreciation	1,06,94,412		
	Interest Paid	69,63,549		
	Profit from sale of investment	<u>(8,69,625)</u>		
	Operating Profit		<u>1,67,88,336</u>	
			<u>3,29,57,612</u>	
<b>Changes in Working Capital</b>				
	Add: Increase / (decrease) in Long-term provisions	2,18,367		
	Increase / (decrease) in Trade payables	Nil		
	Increase / (decrease) in Other current liabilities	49,12,281		
	Increase / (decrease) in Short-term provisions	(1,67,07,579)		
	(Increase) / decrease in Current investments	Nil		
	(Increase) / decrease in Inventories	Nil		
	(Increase) / decrease in Trade Receivables	(4,16,12,640)		
	(Increase) / decrease in Short-term loans and adv	13,47,937		
	(Increase) / decrease in Other current assets	3,31,644		
	Net cash flow from operating activities		<u>(5,15,09,990)</u>	(1,85,52,378)
<b>B) Cash flow from Investing activities</b>				
	(Increase) / decrease in Investment		86,25,661	
	(Increase) / decrease in Fixed Assets		<u>(48,70,227)</u>	37,55,434
<b>C) Cash flow from Financial activities</b>				
	Increase in Share Capital		34,74,380	
	Increase in Share Premium		90,33,388	
	Increase in Long Term Borrowings		(26,75,335)	
	Increase in Short term borrowings		1,19,95,759	
	Increase in Non Current Assets		Nil	
	Interest paid		<u>(69,63,549)</u>	1,48,64,643
	Net increase in cash & cash equivalents			67,699
	Cash and Cash Equivalent at beginning of period			<u>12,52,704</u>
	Cash and Cash Equivalent at the end of the period			<u><u>13,20,404</u></u>

For R. Subramanian and Company LLP  
 Chartered Accountants  
 Firm Registration No: 041375/S200041

For and on behalf of the Board  
 HRH Next Services Limited

*R. Subramanian*  
 per R. Kumarasubramanian  
 Partner  
 Membership No: 021888  
 UDIN: 230218880618RXF144



*Ankit Shah*  
 Ankit Shah  
 Managing Director

*Trishla Shah*  
 Trishla Shah  
 Whole-time Director

Place: Chennai  
 Date: 16th December 2023



**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Formerly known as HRH Next Services Private Limited)

Annexure V

**Restated Statement of Cash Flows For the Year Ending 31.03.2023**

Sl	Particulars	Amount	Amount	Amount
<b>A)</b>	<b>Cash Flow from operating Activities</b>			
	Net Profit after tax before Deferred Tax			3,82,63,374
	Add: Depreciation	1,62,70,254		
	Interest Paid	81,52,485		
				2,44,22,739
	Operating Profit			6,26,86,113
	Changes in Working Capital			
	Add: Increase / (decrease) in Short-term borrowings	4,89,83,781		
	Increase / (decrease) in Trade payables	Nil		
	Increase / (decrease) in Other current liabilities	(34,54,675)		
	Increase / (decrease) in Short-term provisions	1,17,89,724		
	(Increase) / decrease in Current Investments	Nil		
	(Increase) / decrease in Inventories	Nil		
	(Increase) / decrease in Trade Receivables	(5,36,82,922)		
	(Increase) / decrease in Short-term loans and adv	48,72,948		
	(Increase) / decrease in Other current assets	60,05,121		
				1,45,13,976
	Net cash flow from operating activities			7,72,00,090
<b>B)</b>	<b>Cash flow from Investing activities</b>			
	Increase in Share Capital			Nil
	Increase in Share Premium			Nil
	(Increase) / decrease in Investment			(1,78,517)
	(Increase) / decrease in Fixed Assets			(7,55,59,842)
				(7,57,38,359)
<b>C)</b>	<b>Cash flow from Financial activities</b>			
	Increase in Long Term Borrowings			61,61,757
	Increase in Share Capital			Nil
	Increase in Share Premium			Nil
	Increase in Long Term Loans & advances			Nil
	Increase in Non Current Assets			Nil
	Interest paid			(81,52,485)
				(19,90,728)
	Net increase in cash & cash equivalents			(5,28,998)
	Cash and Cash Equivalent at beginning of period			17,81,702
	Cash and Cash Equivalent at the end of the period			12,52,704

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 041375/S200041

*R. Subramanian*  
per R. Kumarasubramanian  
Partner  
Membership No: 021888  
UDIN: 23621888B61SRXFI44



*Ankit Shah*  
Ankit Shah  
Managing Director

For and on behalf of the Board  
HRH Next Services Limited

*Trishla Shah*  
Trishla Shah  
Whole-time Director

Place: Chennai  
Date: 16th December 2023

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Formerly known as HRH Next Services Private Limited)

Annexure V

**Restated Statement of Cash Flows For the Year Ending 31.03.2022**

Sl	Particulars	Amount	Amount	Amount	Amount
<b>A)</b>	<b>Cash Flow from operating Activities</b>				
	Net Profit after tax before Deferred Tax		1,11,10,688		
	Add: Depreciation		1,11,74,194		
	Interest Paid		44,21,694		
			<u>2,67,06,576</u>		
	Less: Interest Received		7,53,344		
	Profit on sale of Fixed Assets		Nil		
	Operating Profit				2,59,53,232
	Changes in Working Capital				
	Add: Increase in Provisions	74,27,994			
	Increase in Current Liabilities	<u>3,22,20,449</u>			
				3,96,48,443	
	Less: Increase in Debtors	3,63,21,123			
	Increase in Other Current Assets	92,73,361			
	Increase in Stocks	Nil			
	Increase in Loans & advances	<u>(6,05,434)</u>			
				<u>4,49,89,050</u>	
					(53,40,607)
	Net cash flow from operating activities				2,06,12,625
<b>B)</b>	<b>Cash flow from Investing activities</b>				
	Increase in Share Capital				
	Increase in Share Premium				
	Increase in Investment			(25,60,957)	
	Increase in Fixed Assets			(1,81,54,713)	
	Increase in Intangible asset			(1,39,69,505)	
	Interest Received			<u>7,53,344</u>	
					(3,39,31,831)
<b>C)</b>	<b>Cash flow from Financial activities</b>				
	Increase in Long Term Borrowings	90,13,904			
	Increase in Long Term Loans & advances	(49,43,284)			
	Increase in Non Current Assets				
	Interest paid	<u>(44,21,694)</u>			
					(3,51,074)
	Net increase in cash & cash equivalents				(1,36,70,280)
	Cash and Cash Equivalent at beginning of period				<u>1,54,51,983</u>
	Cash and Cash Equivalent at the end of the period				<u><u>17,81,703</u></u>

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 041375/S200041

*R. Subramanian*  
per R. Kumarasubramanian  
Partner  
Membership No: 021888  
UDIN: 23021888BG18R XF1448  
Place: Chennai  
Date: 16th December 2023



*Ankit Shah*  
Ankit Shah  
Managing Director

For and on behalf of the Board  
HRH Next Services Limited

*Trishla Shah*  
Trishla Shah  
Whole-time Director

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Formerly known as HRH Next Services Private Limited)

Annexure V

**Restated Statement of Cash Flows For the Year Ending 31.03.2021**

Sl	Particulars	Amount	Amount	Amount	Amount
<b>A)</b>	<b>Cash Flow from operating Activities</b>				
	Net Profit after tax before Deferred Tax		45,42,859		
	Add: Depreciation		83,90,428		
	Interest Paid		<u>3,48,060</u>		
			1,32,81,347		
	Less: Interest Received		7,79,661		
	Profit on sale of Fixed Assets		<u>Nil</u>		
	Operating Profit			1,25,01,686	
	<b>Changes in Working Capital</b>				
	Add: Increase in Provisions	47,74,774			
	Increase in Current Liabilities	<u>(14,52,020)</u>			
				33,22,753	
	Less: Increase in Debtors	67,05,073			
	Increase in Other Current Assets	<u>(1,35,73,080)</u>			
	Increase in Stocks	Nil			
	Increase in Loans & advances	<u>2,69,527</u>			
			<u>(65,98,479)</u>		
	Net cash flow from operating activities			<u>99,21,233</u>	2,24,22,919
<b>B)</b>	<b>Cash flow from Investing activities</b>				
	Increase in Share Capital				
	Increase in Share Premium			(50,16,561)	
	Increase in Investment			<u>(2,72,25,328)</u>	
	Increase in Fixed Assets			7,79,661	
	Interest Received			<u>7,79,661</u>	(3,14,62,228)
<b>C)</b>	<b>Cash flow from Financial activities</b>				
	Increase in Long Term Borrowings	33,19,030			
	Increase in Long Term Loans & advances	<u>(1,48,33,368)</u>			
	Increase in Non Current Assets				
	Interest paid		<u>(3,48,060)</u>		
	Net increase in cash & cash equivalents			<u>(1,18,62,398)</u>	
	Cash and Cash Equivalent at beginning of period			<u>(2,09,01,707)</u>	
	Cash and Cash Equivalent at the end of the period			<u>3,63,53,690</u>	<u>1,54,51,983</u>

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 041375/S200041

*R. Subramanian*

per R. Kumarasubramanian  
Partner

Membership No: 021888

UDIN: 23021888BG-1SR x P1605



Place: Chennai

Date: 16th December 2023

*Ankit Shah*  
Ankit Shah  
Managing Director

For and on behalf of the Board  
HRH Next Services Limited

*Trishla Shah*

Trishla Shah  
Whole-time Director

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Erstwhile known as HRH Next Services Private Limited)

**Restated notes**

Note I.1 : Share Capital - Share Capital of the company comprises of the following :

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Authorised Share Capital - Equity Share Capital :				
1,00,00,000 shares @ Rs. 10 each	10,00,00,000	-	-	-
3,00,00,000 shares @ Rs. 10 each	-	30,00,000	30,00,000	30,00,000
Issued, Subscribed and fully Paid up - Equity Share Capital :				
65,47,438 shares @ Rs. 10 each	6,54,74,380	-	-	-
2,00,00,000 shares @ Rs. 10 each	-	20,00,000	20,00,000	20,00,000
	6,54,74,380	20,00,000	20,00,000	20,00,000

Reconciliation of the number of shares outstanding - Equity Shares :

Particulars	No of shares as on 30.09.2023	No of shares as on 31.03.2023	No of shares as on 31.03.2022	No of shares as on 31.03.2021
Shares outstanding at the beginning of the year	2,00,000	2,00,000	2,00,000	2,00,000
Add : Shares Issued during the year	3,47,438	Nil	Nil	Nil
Add : Bonus Shares Issued during the year	60,00,000	Nil	Nil	Nil
Less : Shares bought back during the year	-	Nil	Nil	Nil
Shares outstanding at the end of the year	65,47,438	2,00,000	2,00,000	2,00,000

Statement of share holding of the Promoter & Promoters' group at the end of the year :

Sl Name	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Ankit Shah - (Promoter)				
No. of Shares	30,00,000	1,00,000	1,00,000	1,00,000
% Holding	45.82%	50%	50%	50%
Parikshit Shah - (Promoter)				
No. of Shares	6,19,980	20,000	1,00,000	1,00,000
% Holding	9.47%	10%	50%	50%
Tara Shah - (Promoter)				
No. of Shares	24,80,000	80,000	Nil	Nil
% Holding	37.88%	40%	Nil	Nil

Note I.2 : Reserves & Surplus

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
A Securities Premium Account				
Opening Balance		Nil	Nil	Nil
Add : Securities premium credited on share issue	90,33,388	Nil	Nil	Nil
Less : Transfer during the period	Nil	Nil	Nil	Nil
Closing Balance	90,33,388	Nil	Nil	Nil
B Surplus / (deficit) balance in the Statement of Profit & Loss				
Opening Balance	10,24,79,139	6,76,99,795	5,83,96,805	5,58,78,475
Add : Profit / (loss) for the year	1,50,83,937	3,47,79,343	93,02,991	25,18,330
Less : Amount utilized	6,00,00,000	Nil	Nil	Nil
Closing Balance	5,75,63,075	10,24,79,139	6,76,99,795	5,83,96,805
Total (A+B)	6,65,96,463	10,24,79,139	6,76,99,795	5,83,96,805

*R. Subramanian*



*Ankit Shah*  
Ankit Shah  
Director

HRH Next Services Limited  
*Trishla Shah*  
Trishla Shah  
Whole-time Director

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
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**Restated notes**

Note I.3 : Long-term Borrowings				
Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Secured - Loans from Bank	12,42,645	17,30,724	-	-
Unsecured - Term Loans - from banks	34,47,961	21,51,217	67,51,092	31,53,583
Unsecured - Loans & advances from related parties	61,17,000	54,17,000	9,17,000	9,17,000
Unsecured - Loans & advances from others	-	41,84,000	-	-
	<u>1,08,07,606</u>	<u>1,34,82,941</u>	<u>76,68,092</u>	<u>40,70,583</u>


Note I.4 : Long-term Provisions				
Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Provision for Gratuity	37,79,106	35,60,739	32,13,831	23,11,817
	<u>37,79,106</u>	<u>35,60,739</u>	<u>32,13,831</u>	<u>23,11,817</u>

Note I.5 : Short-term Borrowings				
Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Secured				
Loans repayable on demand - from banks				
ICICI Bank - CC A/c No 041005004759	(7,11,326)	5,14,03,460	2,93,40,395	3,42,44,496
ICICI Bank - A/c No 041005004321 - OD	5,01,31,386	91,00,435	(94,958)	(55,775)
Loans repayable on demand - from others NBFC's				
SBI Global Factors Ltd	2,27,23,249	1,11,63,366	-	-
ELITE TRADE VENTURES PRIVATE LIMITED	1,05,47,323	-	-	-
Current maturities of Long term borrowings	9,56,233	9,17,196	27,05,094	10,81,918
Unsecured Loans others				
Incared Getvantage	35,15,375	-	-	-
Trillion	35,15,375	-	-	-
Current maturities of Long term borrowings	68,92,091	1,29,89,490	46,39,637	8,46,417
	<u>9,75,69,706</u>	<u>8,55,73,947</u>	<u>3,65,90,167</u>	<u>3,61,17,056</u>

Note I.6 : Other Current Liabilities				
Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Outstanding Expenses	2,48,00,707	2,61,42,584	2,63,91,073	89,66,147
Creditors for Expenses	91,23,686	86,06,197	1,79,22,778	39,73,176
Creditors for Fixed Assets	9,26,379	41,90,498	38,36,347	11,44,796
Advances from Customer	1,00,00,000	-	-	-
Statutory dues : TDS Payable	33,95,988	32,41,058	10,33,271	10,03,243
GST Payable	73,31,592	1,17,49,855	82,01,396	65,46,448
	<u>5,55,78,352</u>	<u>5,39,30,190</u>	<u>5,73,84,865</u>	<u>2,16,33,809</u>

Note I.7 : Short-term Provisions				
Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Provision for employee benefits	46,67,101	2,13,92,357	96,23,601	38,80,583
Provision for gratuity	2,11,000	2,00,580	1,79,612	1,23,880
Provision for CY Income Tax (Net of Advance tax of Rs.39.68 Lakhs)	7,257	-	-	-
	<u>48,85,358</u>	<u>2,15,92,937</u>	<u>98,03,213</u>	<u>40,04,463</u>

R. Kumaravelu



  
**Ankit Shah**  
 Director

HRH Next Services Limited

  
**Trishla Shah**  
 Whole-time Director

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
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**Restated notes**

**Note I.9 : Non Current Investments**

Particulars	No. of Sha % of Holding	30.09.2023	31.03.2023	31.03.2022	31.03.2021
PMS - Marcellus		-	77,56,035	75,77,518	50,16,561
Satoot Ventures Pvt Ltd (formerly known as Rudra Coffee Resorts Pvt Ltd)	800 5.93%	10,00,000	10,00,000	10,00,000	10,00,000
Zeppo Technologies Pvt Ltd	63 0.21%	5,00,000	5,00,000	5,00,000	5,00,000
		<u>15,00,000</u>	<u>92,56,035</u>	<u>90,77,518</u>	<u>65,16,561</u>

**Note I.10 : Long Term Loans and advances**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Zza Bar	23,86,525	23,86,525	23,86,525	23,86,525
	<u>23,86,525</u>	<u>23,86,525</u>	<u>23,86,525</u>	<u>23,86,525</u>

**Note I.11 : Trade Receivables**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Secured & considered good		Nil	Nil	Nil
Unsecured & considered good	16,31,36,267	12,15,23,627	6,78,40,705	3,15,19,582
Doubtful		Nil	Nil	Nil
	<u>16,31,36,267</u>	<u>12,15,23,627</u>	<u>6,78,40,705</u>	<u>3,15,19,582</u>

**Note I.12 : Cash and cash equivalents**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Balances with banks				
ICICI Bank - A/c No 041005004952	1,34,157	(1,08,762)	(65,911)	74,491
Kotak Mahendra Bank	11,545	11,545	11,545	11,545
SBI - 1623	1,50,145	1,50,145	1,50,794	1,51,561
SBI - 5367		-	46,343	46,992
Cash	10,24,557	10,00,172	9,872	1,14,656
FD - ICICI Bank (maturing within 3 months)		1,99,606	13,14,539	1,47,38,217
FD - SBI		-	3,14,521	3,14,521
	<u>13,20,403</u>	<u>12,52,705</u>	<u>17,81,703</u>	<u>1,54,51,983</u>

**Note I.13 : Short-Term Loans and Advances**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Unsecured				
Staff Advances	45,99,600	58,67,200	62,06,192	60,75,709
Other Advances	3,48,819	4,28,925	31,17,250	38,53,167
Unsecured				
Loans and advances to related parties	(231)	-	18,45,631	-
	<u>49,48,188</u>	<u>62,96,125</u>	<u>1,11,69,073</u>	<u>99,28,875</u>

*R. K. ...*



*Ankit Shah*  
Ankit Shah  
Director

HRH Next Services Limited

*Trishla Shah*  
Trishla Shah  
Whole-time Director

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Erstwhile known as HRH Next Services Private Limited)

**Restated notes**

**Note I.14 : Other Current Assets**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Interest Receivable	-	-	1,89,093	-
Dividend receivable	-	-	28,072	-
Deposits	82,22,711	80,39,204	81,62,868	54,57,140
GST - Input	1,42,200	1,42,200	-	-
Prepaid Expenses	23,90,455	29,05,605	-	-
Income Tax Refund - AY 2020-21	-	-	38,78,813	38,78,813
Income Tax Refund - AY 2021-22	-	-	-	32,66,543
Income Tax Refund - AY 2022-23	-	-	96,17,010	-
Income Tax Refund - AY 2023-24	47,83,726	47,83,726	-	-
	<u>1,55,39,092</u>	<u>1,58,70,735</u>	<u>2,18,75,856</u>	<u>1,26,02,496</u>

**Note II.1 : Revenue from Operations**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Revenue from Services	<u>21,39,16,313</u>	<u>51,13,63,251</u>	<u>44,15,23,361</u>	<u>24,16,24,331</u>
	<u>21,39,16,313</u>	<u>51,13,63,251</u>	<u>44,15,23,361</u>	<u>24,16,24,331</u>

**Note II.2 : Other Incomes**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
<u>Interest on</u>				
Bank Deposits	2,604	88,005	7,53,344	7,79,661
Others	-	7,62,217	4,24,957	-
Long term Investments	-	2,09,228	90,297	22,033
<u>Net Gains on sale of Investment</u>	8,69,625	-	-	-
<u>Other Income</u>	4,62,137	73,600	50,243	-
	<u>13,34,366</u>	<u>11,33,050</u>	<u>13,18,841</u>	<u>8,01,694</u>

**Note II.3 : Employee benefit expenses**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Salaries and Staff Welfare	10,84,55,681	29,14,54,425	27,97,97,689	15,73,03,503
Directors Remuneration	45,00,000	45,00,000	45,00,000	45,00,000
Gratuity Expenses	2,28,787	3,67,875	9,57,747	24,35,697
	<u>11,31,84,468</u>	<u>29,63,22,300</u>	<u>28,52,55,436</u>	<u>16,42,39,200</u>

**Note II.4 : Finance Cost**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Bank Charges	9,49,938	9,88,670	3,74,558	6,72,838
Interest paid	69,63,549	81,52,485	44,21,694	32,10,601
	<u>79,13,487</u>	<u>91,41,155</u>	<u>47,96,252</u>	<u>38,83,439</u>

**Note II.5 : Other Expenses**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
<u>Operating Expenses :</u>				
Communication Charges	88,38,363	2,99,59,264	3,10,99,190	1,58,25,391

*D. Kumar*



*Ankit Shah*  
Ankit Shah  
Director

HRH Next Services Limited

*Trishla Shah*  
Trishla Shah  
Whole-time Director

**HRH Next Services Limited**  
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	Restated notes			
Computer Consumables	23,05,536	43,21,689	31,34,856	16,73,978
Consultancy Charges	40,52,045	17,83,939	15,12,818	17,66,113
Conveyance	11,28,265	39,69,782	17,35,430	3,10,402
Electricity Charges	89,56,284	1,69,22,196	1,10,65,427	65,83,476
Contract Charges	-	18,10,516	51,00,000	12,00,000
Rent	1,35,42,986.00	3,14,93,645	2,43,04,428	1,45,40,572
Repairs & Maintenance	57,84,403	73,42,281	1,29,74,451	49,83,161
Administrative Expenses :				
Audit Fees	5,25,000	4,60,000	4,00,000	4,00,000
Rates & Taxes	9,78,000	-	-	-
IPO Expenses	94,315	-	-	-
Business Promotion	2,78,423	3,76,066	1,58,807	6,74,778
Courier Charges	20,494	52,955	46,295	17,880
Donations	12,000	72,001	35,000	1,500
Generator diesel	2,18,995	4,62,168	2,30,797	2,84,214
Insurance charges	1,06,629	7,36,154	4,38,860	2,64,884
Miscellaneous Write offs	13,23,900	3,34,546	18,10,877	6,28,682
Office Expenses / Maintenance	1,24,50,237	3,26,89,988	2,63,75,853	86,14,361
Printing & Stationery	2,43,733	6,01,176	4,04,551	2,82,925
Security Services	24,54,111	79,83,120	66,57,193	41,65,631
	<u>6,33,13,719</u>	<u>14,13,71,487</u>	<u>12,74,84,834</u>	<u>6,22,17,948</u>

R. K. ...



*Ankit Shah*  
**Ankit Shah**  
 Director

HRH Next Services Limited  
*Trishla Shah*  
**Trishla Shah**  
 Whole-time Director



## HRH Next Services Limited

CIN No: U72200TG2007PLC052582

(Erstwhile known as HRH Next Services Private Limited)

Half Year ending 30th September 2023

Note I.8.1: Tangible Fixed Assets

Particulars	Gross Block			Depreciation		Net Block	
	01.04.2023	Additions	Deductions	30.09.2023	For the year	Adj on sale	Total
Air Conditioner & Coolers	81,27,793	6,21,283	-	87,49,076	5,44,318	-	58,68,846
Computers & Printers	5,65,42,543	3,09,291	-	5,68,51,834	31,50,326	-	3,16,76,880
Electrical installations	12,27,551	-	-	12,27,551	29,694	-	7,10,897
Furniture & Fixtures	1,66,09,494	1,32,900	-	1,67,42,394	6,38,637	-	72,15,852
Generator	6,13,500	-	-	6,13,500	-	-	5,16,860
Office Equipments	43,91,590	5,33,695	-	49,25,285	1,83,459	-	42,75,062
UPS	64,11,560	8,938	-	64,20,498	2,87,217	-	50,25,100
Vehicles	1,11,29,676	-	-	1,11,29,676	6,60,361	-	52,49,151
	10,50,53,707	16,06,107	-	10,66,59,814	54,94,012	-	6,05,38,648
							4,61,21,166
							5,00,09,071

Note I.8.2: Intangible Fixed Assets

Particulars	Gross Block			Depreciation		Net Block	
	01.04.2023	Additions	Deductions	30.09.2023	For the year	Adj on sale	Total
Computer Software & Product	10,27,37,077	-	-	10,27,37,077	52,00,400	-	2,63,02,881
	10,27,37,077	-	-	10,27,37,077	52,00,400	-	2,63,02,881
							7,64,34,196
							8,16,34,596

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 041375/S200041



*R. Subramanian*  
per R. Kumarasubramanian  
Partner  
Membership No: 021888  
UDIN: 230218886688x1445

Place: Chennai  
Date: 16th December 2023

For and on behalf of the Board  
HRH Next Services Limited

*Ankit Shah*  
Ankit Shah  
Managing Director

*Trishla Shah*  
Trishla Shah  
Whole-time Director

## HRH Next Services Limited

CIN No: U72200TG2007PLC052582

(Erstwhile known as HRH Next Services Private Limited)

Year ending 31st March 2023

### Note I.8.1: Tangible Fixed Assets

Particulars	Gross Block		Depreciation		Net Block				
	01.04.2022	Additions	Deductions	31.03.2023	For the year	Adj on sale	Total	31.03.2023	31.03.2022
Air Conditioner & Coolers	77,53,288	3,74,505	-	81,27,793	12,25,766	-	53,24,528	28,03,265	36,54,526
Computers & Printers	3,87,14,407	1,78,28,136	-	5,65,42,543	60,40,641	-	2,85,26,554	2,80,15,989	1,62,28,494
Electrical installations	7,32,783	-	-	7,32,783	17,071	-	6,81,203	51,580	68,651
Furniture & Fixtures	1,43,17,145	22,92,349	-	1,66,09,494	12,16,433	-	65,77,215	1,00,32,279	89,56,363
Generator	6,13,500	-	-	6,13,500	-	-	5,16,860	96,640	96,640
Office Equipments	48,49,019	37,338	-	48,86,357	3,98,088	-	40,91,603	7,94,754	11,55,505
UPS	61,72,521	2,39,039	-	64,11,560	6,03,001	-	47,37,883	16,73,677	20,37,639
Vehicles	64,93,641	46,36,035	-	1,11,29,676	9,83,127	-	45,88,790	65,40,886	28,87,978
	7,96,46,304	2,54,07,402	-	10,50,53,706	1,04,84,127	-	5,50,44,636	5,00,09,070	3,50,85,796

### Note I.8.2: Intangible Fixed Assets

Particulars	Gross Block		Depreciation		Net Block				
	01.04.2022	Additions	Deductions	31.03.2023	For the year	Adj on sale	Total	31.03.2023	31.03.2022
Computer Software & Product	5,25,84,636	5,01,52,441	-	10,27,37,077	57,86,128	-	2,11,02,481	8,16,34,596	3,72,68,283
	5,25,84,636	5,01,52,441	-	10,27,37,077	57,86,128	-	2,11,02,481	8,16,34,596	3,72,68,283

### For R. Subramanian and Company LLP

Chartered Accountants

Firm Registration No: 041375/S200041

*R. Subramanian*

per R. Kumarasubramanian

Partner

Membership No: 021888

UDIN: 2021888848RxFH45

Place: Chennai

Date: 16th December 2023



For and on behalf of the Board  
HRH Next Services Limited

*Trishla Shah*

Trishla Shah

Whole-time Director

*Ankit Shah*

Ankit Shah

Managing Director

## HRH Next Services Limited

CIN No: U72200TG2007PLC052582

(Erstwhile known as HRH Next Services Private Limited)

Year ending 31st March 2022

**Note I.8.1 : Tangible Fixed Assets**

Particulars	Gross Block		Depreciation		Net Block				
	01.04.2021	Additions	Deductions	31.03.2022	For the year	Adj on sale	Total	31.03.2022	31.03.2021
	Air Conditioner & Coolers	57,40,028	20,13,260	-	77,53,288	9,51,203	-	40,98,762	36,54,526
Computers & Printers	2,91,44,922	95,69,485	-	3,87,14,407	35,46,496	-	2,24,85,913	1,62,28,494	1,02,05,505
Electrical installations	7,32,783	-	-	7,32,783	36,752	-	6,64,132	68,651	1,05,403
Furniture & Fixtures	91,83,237	51,33,908	-	1,43,17,145	8,88,715	-	53,60,782	89,56,363	47,11,170
Generator	6,13,500	-	-	6,13,500	-	-	5,16,860	96,640	96,640
Office Equipments	47,64,419	84,600	-	48,49,019	4,78,939	-	36,93,515	11,55,504	15,49,844
Vehicles	64,93,641	-	-	64,93,641	7,67,132	-	36,05,663	28,87,978	36,55,110
UPS	48,19,061	13,53,460	-	61,72,521	4,72,392	-	41,34,882	20,37,639	11,56,571
	6,14,91,591	1,81,54,713	-	7,96,46,304	71,41,629	-	4,45,60,509	3,50,85,796	2,40,72,712

**Note I.8.2 : Intangible Fixed Assets**

Particulars	Gross Block		Depreciation		Net Block				
	01.04.2021	Additions	Deductions	31.03.2022	For the year	Adj on sale	Total	31.03.2022	31.03.2021
	Computer Software	3,86,15,131	1,39,69,505	-	5,25,84,636	40,32,565	-	1,53,16,353	3,72,68,283
	3,86,15,131	1,39,69,505	-	5,25,84,636	40,32,565	-	1,53,16,353	3,72,68,283	2,73,31,343

**For R. Subramanian and Company LLP**

Chartered Accountants

Firm Registration No: 041375/S200041



*R. Kumarasubramanian*  
per R. Kumarasubramanian  
Partner

Membership No: 021888

UDIN: 23021888 B618RxF1H5

Place: Chennai

Date: 16th December 2023

For and on behalf of the Board  
HRH Next Services Limited

*Ankit Shah*  
Ankit Shah  
Managing Director

*Trishla Shah*  
Trishla Shah  
Whole-time Director

## HRH Next Services Limited

CIN No: U72200TG2007PLC052582

(Erstwhile known as HRH Next Services Private Limited)

Year ending 31st March 2021

Particulars	Gross Block		Depreciation		Net Block	
	01.04.2020	31.03.2021	For the year	Accumulated	31.03.2021	31.03.2020
Air Conditioner & Coolers	57,40,028	57,40,028	8,69,122	22,78,437	31,47,559	25,92,469
Computers & Printers	2,75,69,411	2,91,44,922	29,77,363	1,59,62,054	1,89,39,417	1,02,05,505
Electrical installations	7,32,783	7,32,783	47,110	5,80,270	6,27,380	1,16,07,357
Furniture & Fixtures	85,95,113	91,83,237	6,01,323	38,70,744	44,72,067	1,52,513
Generator	6,13,500	6,13,500	-	5,16,860	5,16,860	47,24,369
Office Equipments	41,27,485	47,64,419	4,68,560	27,46,016	32,14,576	96,640
Vehicles	64,93,641	64,93,641	7,66,606	20,71,925	28,38,531	15,49,843
UPS	47,73,109	48,19,061	4,79,328	31,83,162	36,62,490	13,81,470
	5,86,45,070	6,14,91,591	62,09,412	3,12,09,468	3,74,18,880	2,40,72,711
						2,74,35,603

Note I.8.1 : Tangible Fixed Assets

Note I.8.2 : Intangible Fixed Assets

Particulars	Gross Block		Depreciation		Net Block	
	01.04.2020	31.03.2021	For the year	Accumulated	31.03.2021	31.03.2020
Computer Software	6,13,500	3,86,15,131	21,81,016	91,02,772	1,12,83,788	51,33,552
	1,42,36,324	2,43,78,807	-	91,02,772	1,12,83,788	2,73,31,343
	1,42,36,324	2,43,78,807	-	91,02,772	1,12,83,788	2,73,31,343

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 041375/S200041

*R. Subramanian*  
per R. Kumarasubramanian  
Partner  
Membership No: 021888  
UDIN: 2302188886618KXK1445



For and on behalf of the Board  
HRH Next Services Limited

*Ankit Shah*  
Ankit Shah  
Managing Director

*Trishia Shah*  
Trishia Shah  
Whole-time Director

Place: Chennai  
Date: 16th December 2023

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Erstwhile known as HRH Next Services Private Limited)

**Annexure VI**

	30.09.2023	31.03.2023	31.03.2022	31.03.2021
<b>1 Current Ratio</b>				
<b>Current Assets</b>				
Trade Receivables	16,31,36,267	12,15,23,627	6,78,40,705	3,15,19,582
Cash and cash equivalents	13,20,403	12,52,704	17,81,702	1,54,51,983
Short-term loans and advances	49,48,188	62,96,125	1,11,69,073	99,28,875
Other current assets	1,55,39,092	1,58,70,735	2,18,75,856	1,26,02,496
	<u>18,49,43,950</u>	<u>14,49,43,192</u>	<u>10,26,67,336</u>	<u>6,95,02,936</u>
<b>Current Liabilities</b>				
Short-term borrowings	9,75,69,706	8,55,73,947	3,65,90,167	3,61,17,056
Trade payables	Nil	Nil	Nil	Nil
Other current liabilities	5,55,78,352	5,39,30,190	5,73,84,865	2,16,33,809
Short-term provisions	48,85,358	2,15,92,937	98,03,213	40,04,463
	<u>15,80,33,417</u>	<u>16,10,97,075</u>	<u>10,37,78,245</u>	<u>6,17,55,328</u>
Ratio - times	<u>1.17</u>	<u>0.90</u>	<u>0.99</u>	<u>1.13</u>
<b>2 Debt Equity Ratio</b>				
<b>Debt</b>				
Long-term borrowings	1,08,07,606	1,34,82,941	76,68,092	40,70,583
<b>Total Debt</b>	<u>1,08,07,606</u>	<u>1,34,82,941</u>	<u>76,68,092</u>	<u>40,70,583</u>
<b>Shareholders' Equity</b>				
Share Capital	6,54,74,380	20,00,000	20,00,000	20,00,000
Reserves & Surplus	6,65,96,463	10,24,79,139	6,76,99,795	5,83,96,805
	<u>13,20,70,843</u>	<u>10,44,79,139</u>	<u>6,96,99,795</u>	<u>6,03,96,805</u>
Ratio - in %	<u>8.18%</u>	<u>12.90%</u>	<u>11.00%</u>	<u>6.74%</u>
<b>3 Debt Service Coverage Ratio</b>				
<b>Earnings available for debt service</b>				
Profit before Tax	2,01,44,593	4,93,91,104	1,41,31,486	36,95,010
Add : Depreciation & Amortisation	1,06,94,412	1,62,70,255	1,11,74,194	83,90,428
(A)	<u>3,08,39,005</u>	<u>6,56,61,359</u>	<u>2,53,05,680</u>	<u>1,20,85,438</u>
<b>Debt Service</b>				
Interest paid	69,63,549	81,52,485	44,21,694	32,10,601
Installments paid	1,06,49,696	1,33,22,195	4,86,096	6,80,970
(B)	<u>1,76,13,245</u>	<u>2,14,74,680</u>	<u>49,07,790</u>	<u>38,91,571</u>
Ratio (A/B) - in times	<u>1.75</u>	<u>3.06</u>	<u>5.16</u>	<u>3.11</u>

HRH Next Services Limited



*Ankit Shah*  
Ankit Shah  
Director


*Trishla Shah*  
Trishla Shah  
Whole-time Director

**HRH Next Services Limited**  
**CIN No: U72200TG2007PLC052582**  
**(Erstwhile known as HRH Next Services Private Limited)**

**Annexure VI**

		30.09.2023	31.03.2023	31.03.2022	31.03.2021
4	Return On Equity				
	Net Profit after Tax (-) Dividends on Preference Shares	1,50,83,937	3,47,79,343	93,02,991	25,18,330
	Average Shareholders' Equity				
	Opening Equity				
	Share Capital	20,00,000	20,00,000	20,00,000	20,00,000
	Reserves & Surplus	<u>10,24,79,139</u>	<u>6,76,99,795</u>	<u>5,83,96,805</u>	<u>5,58,78,475</u>
		10,44,79,139	6,96,99,795	6,03,96,805	5,78,78,475
	Closing Equity				
	Share Capital	6,54,74,380	20,00,000	20,00,000	20,00,000
	Reserves & Surplus	<u>6,65,96,463</u>	<u>10,24,79,139</u>	<u>6,76,99,795</u>	<u>5,83,96,805</u>
		13,20,70,843	10,44,79,139	6,96,99,795	6,03,96,805
	Average Shareholders' Equity	11,82,74,991	8,70,89,467	6,50,48,300	5,91,37,640
	Return - in %	<u>12.75%</u>	<u>39.94%</u>	<u>14.30%</u>	<u>4.26%</u>
5	Inventory Turnover Ratio				
	Sales	Rs. NA	NA	NA	NA
	Opening Stock	Rs. NA	NA	NA	NA
	Closing Stock	Rs. NA	NA	NA	NA
	Average Stock	Rs. NA	NA	NA	NA
	Ratio - in times	= <u>NIL</u>	<u>NIL</u>	<u>NIL</u>	<u>NIL</u>
6	Trade Receivable Turnover Ratio				
	Net Sales	Rs. 21,39,16,313	51,13,63,251	44,15,23,361	24,16,24,331
	Opening Balance of Trade Receivables	Rs. 12,15,23,627	6,78,40,705	3,15,19,582	2,48,14,509
	Closing Balance of Trade Receivables	Rs. 16,31,36,267	12,15,23,627	6,78,40,705	3,15,19,582
	Average Trade Receivables	Rs. 14,23,29,947	9,46,82,166	4,96,80,143	2,81,67,046
	Ratio - in times	= <u>1.50</u>	<u>5.40</u>	<u>8.89</u>	<u>8.58</u>
7	Trade payable Turnover Ratio				
	Net Purchases	Rs. NA	NA	NA	NA
	Opening Balance of Trade Payables	Rs. NA	NA	NA	NA
	Closing Balance of Trade Payables	Rs. NA	NA	NA	NA
	Average Trade Payables	Rs. NA	NA	NA	NA
	Ratio - in times	= <u>NA</u>	<u>NA</u>	<u>NA</u>	<u>NA</u>
8	Net Capital Turnover Ratio				
	Net Sales	Rs. 21,39,16,313	51,13,63,251	44,15,23,361	24,16,24,331
	Net Working Capital	Rs. 2,69,10,533	(1,61,53,883)	(11,10,909)	77,47,608
	Ratio - in times	= <u>7.95</u>	<u>(31.66)</u>	<u>(397.44)</u>	<u>31.19</u>
9	Net Profit Ratio				

HRH Next Services Limited

*R. Subramanian*  


*Ankit Shah*  
**Ankit Shah**  
 Director

*Trishla Shah*  
**Trishla Shah**  
 Whole-time Director

**HRH Next Services Limited**  
**CIN No: U72200TG2007PLC052582**  
**(Erstwhile known as HRH Next Services Private Limited)**

**Annexure VI - Restated Statement of Accounting & Other Ratios**

		30.09.2023	31.03.2023	31.03.2022	31.03.2021
9	Net Profit Ratio				
	Net Profit after Tax	Rs. 1,50,83,937	8,47,79,343	93,02,991	25,18,330
	Sales	Rs. 21,39,16,313	51,13,63,251	44,15,23,361	24,16,24,331
	Ratio - in %	= 7.05%	6.80%	2.11%	1.04%
10	Return on Capital Employed				
	Earning before Tax & Interest				
	Net profit before tax	2,01,44,593	4,93,91,104	1,41,31,486	36,95,010
	Add: Interest paid	69,63,549	81,52,485	44,21,694	32,10,601
	(A)	2,71,08,142	5,75,43,589	1,85,53,180	69,05,611
	Capital Employed				
	Share Capital	6,54,74,380	20,00,000	20,00,000	20,00,000
	Reserves & Surplus	6,65,96,463	10,24,79,139	6,76,99,795	5,83,96,805
	Total Debt	1,08,07,606	1,34,82,941	76,68,092	40,70,583
	Deferred Tax Liability / (Asset)	66,94,865	56,09,525	21,25,494	12,75,544
	(B)	14,95,73,314	12,35,71,604	7,94,93,381	6,57,42,932
	Ratio (A/B) - in %	= 18.12%	46.57%	23.34%	10.50%
11	EBITDA Margin				
	Total Revenue	(A) 21,39,16,313	51,13,63,251	44,15,23,361	24,16,24,331
	Net Profit as Restated	(B) 1,50,83,937	3,47,79,343	93,02,991	25,18,330
	Add: Depreciation	1,06,94,412	1,62,70,255	1,11,74,194	83,90,428
	Add: Interest on Loan	69,63,549	81,52,485	44,21,694	32,10,601
	Add: Income Tax	39,79,317	93,09,110	30,08,097	15,87,848
	EBITDA	(C) 3,67,17,214	6,85,11,193	2,79,06,976	1,57,07,207
	Ratio (C/A) - in %	= 17.16%	13.40%	6.32%	6.50%
12	Return on Net worth as Restated				
	Networth as Restated	(D) 13,20,70,843	10,44,79,139	6,96,99,795	6,03,96,805
	Ratio as Restated (B/D) - in %	= 11.42%	33.29%	13.35%	4.17%
13	Earnings per Equity Share as Restated				
	Equity Share at the end of year/period (in Nos.)	(E) 65,47,438	2,00,000	2,00,000	2,00,000
	Weighted No. of Equity Shares	(G) 62,57,906	2,00,000	2,00,000	2,00,000
	Equity Share at the end of year/period (in Nos.) - (Post Bonus after restated period)	(F) 65,47,438	62,00,000	62,00,000	62,00,000
14	Ratio (B/G) - in times - Basic & Diluted (Pre Bonus)	= 2.41	173.90	46.91	12.59
15	Earnings per Equity Share Ratio - in times - Basic & Diluted (Post Bonus after restated period)	= 2.41	5.61	1.30	0.41

HRH Next Services Limited



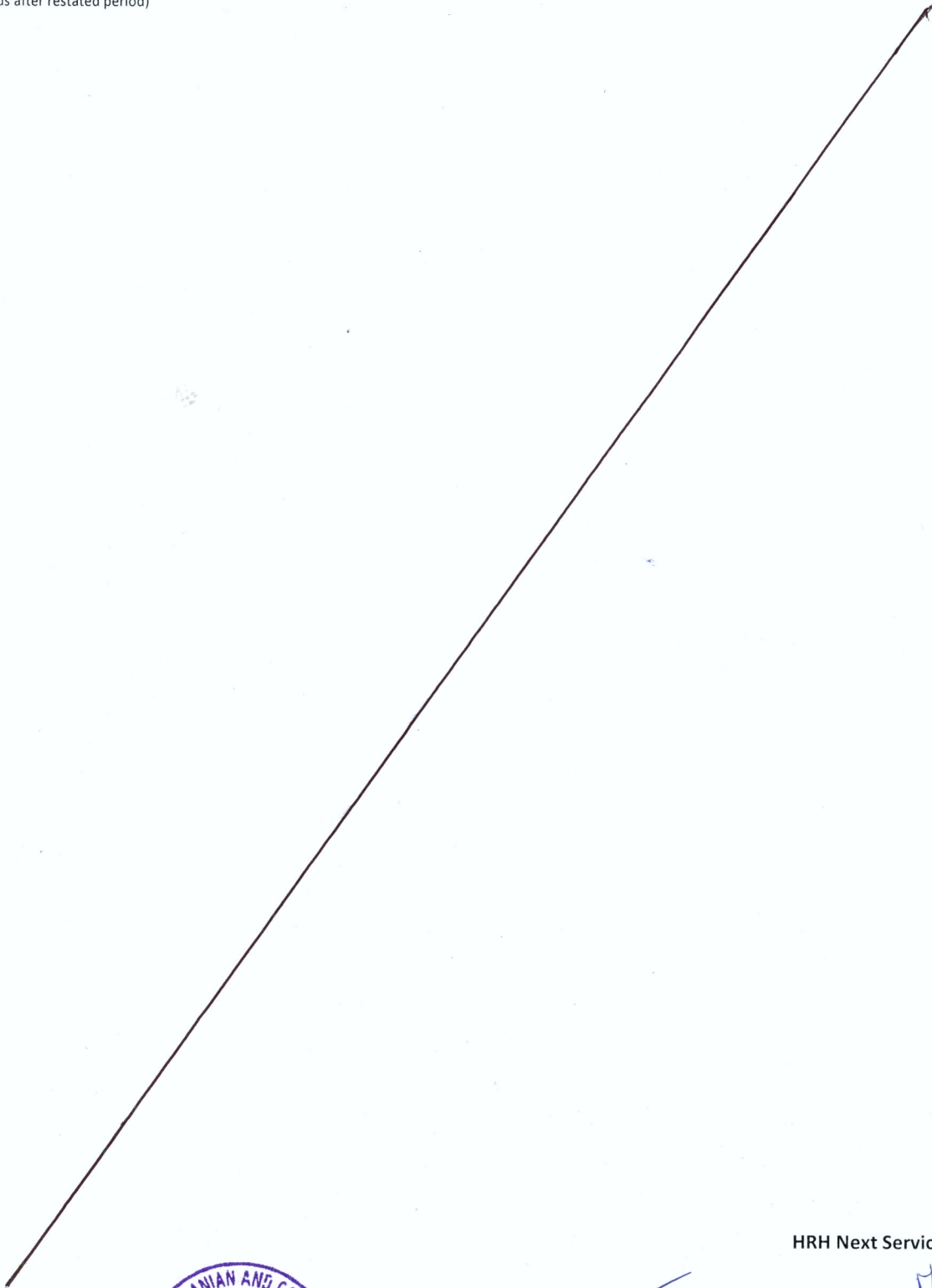
*Ankit Shah*  
Ankit Shah  
Managing Director

*Trishia Shah*  
Trishia Shah  
Whole-time Director

**HRH Next Services Limited**  
 CIN No: U72200TG2007PLC052582  
 (Erstwhile known as HRH Next Services Private Limited)

**Annexure VI**

		30.09.2023	31.03.2023	31.03.2022	31.03.2021
16	Net Asset Value per Equity share as Restated Ratio (D/E) - in times	= <u>20.17</u>	= <u>522.40</u>	= <u>348.50</u>	= <u>301.98</u>
17	Net Asset Value per Equity share (D/F) - (Post Bonus after restated period)	= <u>20.17</u>	= <u>16.85</u>	= <u>11.24</u>	= <u>9.74</u>



R. K. Venkatesh



*Ankit Shah*  
 Ankit Shah  
 Director

HRH Next Services Limited

*Trishla Shah*

Trishla Shah  
 Whole-time Director



**HRH Next Services Limited**  
 CIN No: U72200TG2007PLC052582  
 (Erstwhile known as HRH Next Services Private Limited)

Annexure VII

Restated Statement of Capitalization

Particulars	Pre-Issue	Post Issue*
	30.09.2023	
<b>Debt :</b>		
Short Term Debt	9,75,69,706	9,75,69,706
Long Term Debt	1,08,07,606	1,08,07,606
<b>Total Debt</b>	<b>10,83,77,312</b>	<b>10,83,77,312</b>
<b>Shareholders Funds</b>		
Equity Share Capital	6,54,74,380	9,20,54,380
Reserves and Surplus	6,65,96,463	12,07,04,463
Less: Misc. Expenditure	-	-
<b>Total Shareholders' Funds</b>	<b>13,20,70,843</b>	<b>21,27,58,843</b>
<b>Long Term Debt/ Shareholders' Funds</b>	<b>0.08</b>	<b>0.05</b>
<b>Total Debt / Shareholders Fund</b>	<b>0.82</b>	<b>0.51</b>

\* Assuming Full Allotment of IPO shares for 26,58,000 Equity Shares @ 36/- each and the Issue expense of Rs.150 Lakhs

For R. Subramanian and Company LLP  
 Chartered Accountants  
 Firm Registration No: 041375/S200041

For and on behalf of the Board  
 HRH Next Services Limited

  
 Ankit Shah  
 Managing Director

  
 Trishla Shah  
 Whole-time Director

  
 per R. Kumarasubramanian  
 Partner

Membership No: 021888  
 UDIN: 23021888GSRXFH

Place: Chennai  
 Date: 16th December 2023



**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Erstwhile known as HRH Next Services Private Limited)

Annexure VIII

Statement of Tax Shelter, As Restated

Particulars	As At			
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
<b>Profit Before Tax as per books of accounts (A)</b>	<b>2,01,44,593</b>	<b>4,59,97,660</b>	<b>1,50,89,233</b>	<b>61,30,707</b>
-- Normal Tax rate				
Rate of Tax	22.00%	22.00%	22.00%	22.00%
Surcharge @ 10%	10.00%	10.00%	10.00%	10.00%
Education Cess @ 4%	4.00%	4.00%	4.00%	4.00%
-- Normal Tax rate	25.17%	25.17%	25.17%	25.17%
-- Net effective Tax rate	19.73%			
-- Minimum Alternative Tax rate	Not Applicable	Not Applicable	Not Applicable	Not Applicable
<b>Permanent differences</b>				
Other adjustments	20,17,265.00	-	-	-
Prior Period Item	-	33,61,283.00	16,48,987.00	7,43,537.00
Donation Disallowances	-	72,001.00	35,000.00	1,500.00
<b>Total (B)</b>	<b>20,17,265.00</b>	<b>34,33,284.00</b>	<b>16,83,987.00</b>	<b>7,45,037.00</b>
<b>Timing Differences</b>				
Depreciation as per Books of Accounts	1,06,94,412	1,62,70,255	1,11,74,194	83,90,428
Depreciation as per Income Tax	1,58,56,263	3,24,74,636	1,59,95,348	89,57,179
Difference between tax depreciation and book depreciation	(51,61,851)	(1,62,04,381)	(48,21,154)	(5,66,751)
Other adjustments	2,28,787	37,61,319	-	-
Foreign income included in the statement		-	-	-
<b>Total (C)</b>	<b>(49,33,064)</b>	<b>(1,24,43,062)</b>	<b>(48,21,154)</b>	<b>(5,66,751)</b>
<b>Net Adjustments (D = B+C)</b>	<b>(29,15,799)</b>	<b>(90,09,778)</b>	<b>(31,37,167)</b>	<b>1,78,286</b>
<b>Total Income (E = A+D)</b>	<b>1,72,28,794</b>	<b>3,69,87,882</b>	<b>1,19,52,066</b>	<b>63,08,993</b>
Brought forward losses set off (Depreciation)		-	-	-
Tax effect on the above (F)		-	-	-
<b>Taxable Income/ (Loss) for the year/period (E+F)</b>	<b>1,72,28,794</b>	<b>3,69,87,882</b>	<b>1,19,52,066</b>	<b>63,08,993</b>
Tax Payable for the year	39,75,317	93,09,110	30,08,100	15,87,847
Tax payable as per MAT	NA	NA	NA	NA
Tax expense recognised	<b>39,75,317</b>	<b>93,09,110</b>	<b>30,08,100</b>	<b>15,87,847</b>
Tax payable as per normal rates or MAT (whichever is higher)	<b>Income Tax</b>	<b>Income Tax</b>	<b>Income Tax</b>	<b>Income Tax</b>

Income tax for the period Apr'23 to Sep'23 is computed based on Net effective Tax rate.

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 04137S/S200041

R. Kumarasubramanian  
per R. Kumarasubramanian  
Partner  
Membership No: 021888  
UDIN: 2302188886618RxF14



Place: Chennai  
Date: 16th December 2023

Ankit Shah

Ankit Shah  
Managing Director

For and on behalf of the Board  
HRH Next Services Limited

Trishla Shah

Trishla Shah  
Whole-time Director

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Erstwhile known as HRH Next Services Private Limited)

**Material adjustment**

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Profit after tax as per the Audited Financial Statements	1,50,83,937	2,77,50,867	1,44,31,623	44,18,174
Less Adjustment in restated financials, resulting in reduction of profit				
Provision for Gratuity	-	-	9,57,747	24,35,697
	1,50,83,937	2,77,50,867	1,34,73,876	19,82,477
Add Adjustment in restated financials, resulting in increase of profit				
Provision for deferred tax				
Provision made in the Audited Financial Statements	10,85,340	71,19,063	(33,20,935)	1,24,685
Provision made in the Restated Financial Statements	10,85,340	34,84,031	8,49,950	(4,11,168)
	-	36,35,032	(41,70,885)	5,35,853
Extraordinary & Prior Period items	-	33,93,444	-	-
Profit as per the Restated Financial Statements	1,50,83,937	3,47,79,343	93,02,991	25,18,330

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 041375/S200041

per R. Kumarasubramanian  
Partner

Membership No: 021888

UDIN: 23021888BG48RXF1445

Place: Chennai

Date: 16th December 2023



*Ankit Shah*  
Ankit Shah  
Managing Director

For and on behalf of the Board  
HRH Next Services Limited

*Trishla Shah*  
Trishla Shah  
Whole-time Director

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Erstwhile known as HRH Next Services Private Limited)

Note: Trade Receivables

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Secured & considered good	Nil	Nil	Nil	-
Unsecured & considered good	16,31,36,267.18	12,15,23,627.09	6,78,40,704.89	3,15,19,582.29
Doubtful	Nil	Nil	Nil	-
	<u>16,31,36,267.18</u>	<u>12,15,23,627.09</u>	<u>6,78,40,704.89</u>	<u>3,15,19,582.29</u>

Statement of Trade Receivables

Particulars	Undisputed Trade receivables – considered good	Undisputed Trade receivables – considered doubtful	Disputed Trade receivables – considered good	Disputed Trade receivables – considered doubtful
As on 30-09-2023	16,29,59,265.00	Nil	1,77,000.00	Nil
As on 31-03-2023	12,13,46,627.09	Nil	1,77,000.00	Nil
As on 31-03-2022	6,76,63,704.89	Nil	1,77,000.00	Nil
As on 31-03-2021	3,15,19,582.29	Nil	Nil	Nil

Trade Receivable Ageing schedule

Particulars	Outstanding for					Total
	< 6 months	6 mths-1 year	1-2 years	2-3 years	> 3 years	
As on 30-09-2023	13,38,26,888	2,57,56,841	19,68,310	-	15,84,228	16,31,36,267
As on 31-03-2023	11,79,71,089	Nil	19,68,310	Nil	15,84,228	12,15,23,627
As on 31-03-2022	6,05,73,308	48,21,288	24,46,109	Nil	Nil	6,78,40,705
As on 31-03-2021	68,04,717	76,06,861	1,39,10,269	17,90,507	14,07,228	3,15,19,582

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 041375/S200041

For and on behalf of the Board  
HRH Next Services Limited

*R. Subramanian*  
per R. Kumarasubramanian  
Partner  
Membership No: 021888  
UDIN: 23021888BG8RXF1445



*Ankit Shah*  
Ankit Shah  
Managing Director

*Trishla Shah*  
Trishla Shah  
Whole-time Director


Place: Chennai  
Date: 16th December 2023

**HRH Next Services Limited**  
CIN No: U72200TG2007PLC052582  
(Erstwhile known as HRH Next Services Private Limited)

Particulars	Deferred Taxation			
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Fixed Assets - Closing Balance :				
As per Books	12,25,55,362	13,16,43,666	7,23,54,079	5,14,04,054
As per Income Tax	8,81,34,350	10,23,84,509	5,92,99,302	4,31,70,432
Excess Depreciation claimed	3,44,21,012	2,92,59,157	1,30,54,777	82,33,622
Deferred tax liability @ 22%	75,72,623	64,37,015	28,72,051	18,11,397
Provision for Gratuity				
Provision as on 31st March 2023	39,90,106	37,61,319	33,93,443	24,35,697
Deferred tax asset @ 22%	8,77,823	8,27,490	7,46,557	5,35,853
Deferred Tax Liability at the end of the year	66,94,800	56,09,525	21,25,494	12,75,544
Deferred Tax Liability at the beginning of the year	56,09,525	21,25,494	12,75,544	16,86,712
Deferred Tax for the year	<u>10,85,275</u>	<u>34,84,031</u>	<u>8,49,950</u>	<u>(4,11,168)</u>

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 04137S/S200041

For and on behalf of the Board  
HRH Next Services Limited

  
per R. Kumarasubramanian  
Partner

Membership No: 021888

UDIN: 23021888B618RXF1445



  
Ankit Shah  
Managing Director

  
Trishla Shah  
Whole-time Director

Place: Chennai

Date: 16th December 2023

**HRH Next Services Limited**  
**CIN No: U72200TG2007PTC052582**  
(Erstwhile known as HRH Next Services Private Limited)

		Ratios - Workings			
		30.09.2023	31.03.2023	31.03.2022	31.03.2021
Installments paid					
Loans due at the beginning of the year					
Secured - Term Loans - from banks - Note 3.1 :		17,30,724	-	-	10,81,918
Unsecured - Term Loans - from banks - Note 3.1 :		21,51,217	67,51,092	31,53,583	-
Current Maturities of Long Term Borrowings - Note 4.2 :		1,39,06,686	73,44,730	19,28,335	6,80,970
	(A)	<u>1,77,88,627</u>	<u>1,40,95,822</u>	<u>50,81,918</u>	<u>17,62,888</u>
Fresh Loans borrowed during the year					
Axis Bank		-	50,00,000	-	-
ICICI Bank - MG ZS EV Car Loan		-	18,00,000	-	-
ICICI Bank - Tata Nexon Car Loan		-	11,15,000	-	-
IDFC Bank		-	51,00,000	-	-
Yes Bank		-	40,00,000	-	-
HDFC Bank		-	-	50,00,000	-
ICICI Bank		-	-	45,00,000	-
ICICI Bank		-	-	-	40,00,000
Kotak Mahindra Loan - I		-	-	-	-
Kotak Mahindra Loan - II		-	-	-	-
ICICI Bank Unsecured Loans		54,00,000	-	-	-
	(B)	<u>54,00,000</u>	<u>1,70,15,000</u>	<u>95,00,000</u>	<u>40,00,000</u>
Loans due at the end of the year					
Secured - Term Loans - from banks - Note 3.1 :		12,42,645	17,30,724	-	-
Unsecured - Term Loans - from banks - Note 3.1 :		34,47,961	21,51,217	67,51,092	31,53,583
Current Maturities of Long Term Borrowings - Note 4.2 :		78,48,324	1,39,06,686	73,44,730	19,28,335
	(C)	<u>1,25,38,931</u>	<u>1,77,88,627</u>	<u>1,40,95,822</u>	<u>50,81,918</u>
Loan repaid - (A+B-C)		1,06,49,696	1,33,22,195	4,86,096	6,80,970

R. Kulkarni



**HRH Next Services Limited**  
**(Erstwhile known as HRH Next Services Private Limited)**  
**CIN-U72200TG2007PLC052582**

**Restated Financial Statements**  
**For the half year ended 30<sup>th</sup> September 2023, and years ending 31<sup>st</sup> March 2023, 2022 & 2021**

Note-III Accounting Policies

1. Basis of preparation:

The financial statements are prepared under the historical cost convention, in accordance with the generally accepted accounting principles in India, provisions of Companies Act, 2013 and applicable mandatory Accounting Standards.

2. Revenue Recognition:

Revenue is recognized to the extent that it can be reliably measured & is probable that the economic benefits will flow to the company. Revenue is recognised on the basis of the terms of the contracts executed with the customers and invoices for the services rendered are raised on the basis of the date of the billing cycle indicated in the contracts and also includes income recognised relating to the year-end period for which though the services were rendered, the invoice could not be raised as the billing cycle was yet to be completed.

3. Incomes & Expenditure:

The company maintains its accounts on accrual basis, except for the following which are recorded as soon as its ascertained:

- expenditure on account of leave encashment, medical benefits and leave travel allowance.
- commission income.
- telephone, water and electricity expenses.
- Insurance and other claims are accounted for as and when received from the appropriate authorities.
- dividends are accounted for when received.
- Indirect taxes and other payments covered by section 43D of the Income Tax Act.
- employee service benefits including terminal benefits and leave encashment.

4. Use of estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known /materialized.

5. Fixed Assets:

Tangible Fixed Assets:

Fixed assets are stated at cost less accumulated depreciation and impairment loss, if any. The cost of an asset comprises of its purchase price & directly attributable costs of bringing the asset to working condition for its intended use.

In tangible Fixed Assets:

Intangible Assets are stated at cost less accumulates amortization.

6. Impairment of assets:

The carrying amount of assets is reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the assets is estimated.



**HRH Next Services Limited**  
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**Restated Financial Statements**  
For the half year ended 30<sup>th</sup> September 2023, and years ending 31<sup>st</sup> March 2023, 2022 & 2021

Note III: Accounting Policies

An impairment loss is recognized whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use that is determined based on the present value of estimated future cash flow. All impairment loss is recognized in the accounts. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

Management has evaluated impairment of assets as required by accounting standard: 28 - impairment of assets, which was made mandatory for the accounting period commencing on or after 1<sup>st</sup> April 2004. On the basis of evaluation, management is of the opinion that there is no impairment of the company's assets as at end of the year.

7. Depreciation on Fixed Assets:

Depreciation on Tangible Fixed Assets:

The Company charges depreciation on Straight Line Method at rates prescribed in the Schedule II of the Companies Act, 2013. Depreciation to addition to assets is provided on pro rata basis. Depreciation on assets acquired/disposed off during the year is provided on pro-rata basis with reference to the date of addition/disposal.

Depreciation on Intangible Fixed Assets:

The Company charges depreciation on Straight Line Method at rates prescribed in the Schedule II of the Companies Act, 2013. Depreciation to addition to assets is provided on pro rata basis.

8. Investments:

Current Investments are stated at lower of cost or fair market value. Long term investments are stated at cost after providing for diminution in value. Provision for diminution in value is made only when the decline is other than temporary in the opinion of the management.

9. Sundry Debtors and Loans & Advances:

Sundry Debtors and Loans & Advances are stated at their realisable value after providing for the bad debts as considered necessary by the management.

10. Provision for Income Tax - Current and Deferred Tax:

Tax on income for the current year is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on the expected outcome of assessments / appeals.

Deferred tax is recognized on timing differences between the accounting income and the taxable income for the period and quantified using the tax rates and laws enacted or substantially enacted on the balance sheet date.

11. Retirement Benefits:

The Company's contributions to Provident Fund are charged to Statement of Profit & Loss. Provision for Gratuity is made on the basis of actuarial valuation and charged to Statement of Profit & Loss.

12. Effects of changes in Foreign Exchange Rates:

The reporting entity did not have any transaction in foreign currency.

13. Borrowing Cost:

Interest and other costs in connection with the borrowing of the funds to the extent related / attributed to the acquisition / construction of qualifying fixed assets are capitalized upto the date when such assets are ready for its intended use and other borrowing costs are charged to Statement of Profit & Loss. No borrowing costs have been capitalized during the year.





**HRH Next Services Limited**  
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CIN-U72200TG2007PLC052582

**Restated Financial Statements**

For the half year ended 30<sup>th</sup> September 2023, and years ending 31<sup>st</sup> March 2023, 2022 & 2021

**Note III: Accounting Policies**

14. Segment accounting:

(i) Segment accounting policies

Segment accounting policies are in line with the accounting policies of the Company. However, the following specific accounting policies have been followed for segment reporting:

(a) Segment revenue includes sales and other income directly identifiable with/allocable to the segment including inter-segment revenue.

(b) Expenses that are directly identifiable with/allocable to segments are considered for determining the segment result. The expenses, which relates to the Company as a whole and not allocable to segments, are included under "other unallocable expenditure".

(c) Income that relates to the Company as a whole and not allocable to segments is included in "unallocable corporate income".

(d) Segment assets and liabilities includes those directly identifiable with respective segments. Unallocable corporate assets and liabilities represents the assets and liabilities that relate to the Company as a whole and not allocable to any segment.

(ii) Inter-segment transfer pricing

Segment revenue resulting from transactions with other business segments is accounted on basis of transfer price agreed between the segments.

15. Research and Development:

Expenditure on regular development & maintenance is charged to Statement of Profit & Loss in the year of incurrence except in case of development of new product/software undertaken where the same are deferred and expensed out over a reasonable period for which the benefit is received after commercial development of the products or capitalised and depreciated.

Capital expenditure on research and development is included as part of fixed assets and depreciated on the same basis as other assets. Research and development expenditure of revenue nature are charged to Statement of Profit & Loss, while capital expenditure are added to the cost of fixed assets in the year in which these are incurred.

Expenses in respect of major product development are, however, treated as deferred revenue expenditure for amortisation over a period of six years.

16. Contingencies & Events occurring after Balance Sheet date:

Contingencies that can be reasonably ascertained are provided for, if in the opinion of the company, there is a probability that the future outcome may be materially detrimental to the company.



**HRH Next Services Limited**  
(Erstwhile known as HRH Next Services Private Limited)  
CIN-U72200TG2007PLC052582

**Restated Financial Statements**  
For the half year ended 30<sup>th</sup> September 2023, and years ending 31<sup>st</sup> March 2023, 2022 & 2021

Note IV: Notes to Accounts

- In the opinion of Board of Director's, the Current Assets, Loans and Advances are approximately of the value stated if realised in ordinary course of business
- Details of remuneration paid to auditors:

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
As an auditor	4,00,000	2,50,000	2,50,000	2,50,000
For Taxation matters & consultation	1,25,000	2,10,000	1,50,000	1,50,000
Total	5,25,000	4,60,000	4,00,000	4,00,000

- Bank Facilities:

Name of Bank	30.09.2023	31.03.2023	31.03.2022	31.03.2021	Remarks
Axis Bank	20,24,212	32,71,655	Nil	Nil	Personal guarantee of the Director
HDFC Bank	Nil	11,68,005	36,92,238	Nil	
ICICI - MSME loan	10,57,958	16,92,834	31,53,583	40,00,000	Secured by the Government
ICICI Bank - MG ZS EV Car Loan	13,95,512	16,71,143	Nil	Nil	Secured against the Vehicle
ICICI Bank - Tata Nexon Car Loan	8,03,366	9,76,777	Nil	Nil	
ICICI Bank - Term Loan	Nil	26,36,655	40,08,348	Nil	Personal guarantee of the director
ICICI Bank - Term Loan	50,30,204	Nil	Nil	Nil	Personal guarantee against Directors Property
ICICI Bank - Term Loan	Nil	10,62,474	30,60,791	Nil	
IDFC Bank	12,33,843	29,73,390	Nil	Nil	Personal guarantee of the Director
Yes Bank	9,70,397	23,35,694	Nil	Nil	
Kotak Mahindra Bank Car - BMW	Nil	Nil	1,80,860	8,27,751	Secured against the vehicle
Kotak Mahindra Bank Car - Ciaz	Nil	Nil	Nil	2,54,167	
ICICI Bank - A/c No 041005004759	(7,11,326)	5,14,03,460	2,93,40,395	3,42,44,495	Secured against book debts and the personal guarantee against Directors' Property
ICICI Bank - A/c No 041005004321-FD/OD	Nil	91,00,435	(94,958)	(55,775)	
ICICI Bank - A/c No 041005000048	5,01,31,386	Nil	Nil	Nil	
SBI Global Factors Ltd	2,27,23,249	1,11,63,366	Nil	Nil	Secured against book debt
Elite trade Ventures Pvt Ltd	1,05,47,323	Nil	Nil	Nil	
Incred Getvantage	35,15,375	Nil	Nil	Nil	Unsecured
Trillion	35,15,375	Nil	Nil	Nil	



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CIN-U72200TG2007PLC052582

**Restated Financial Statements**  
For the half year ended 30<sup>th</sup> September 2023, and years ending 31<sup>st</sup> March 2023, 2022 & 2021

Note IV: Notes to Accounts

4. The Company has availed facilities from the bank and/or financial institutions against the book debts of the Company.
5. Property Plant & Equipment:  
The Company does not own any immovable property.
6. Lease Asset :  
The Company has not acquired any asset on a finance lease.
7. Details of Benami Property held:  
The Company is not holding any benami property with the meaning of Benami Transaction (Prohibition) Act, 1988 45 of 1988) and the rules made thereunder.
8. Deferred Tax Liabilities:

#	Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
	Deferred Tax Asset				
1)	Closing WDV as per books	12,25,55,362	13,16,43,666	7,23,54,079	5,14,04,054
	Closing WDV as per Income tax	8,81,34,350	10,23,84,509	5,92,99,302	4,31,70,432
	Excess depreciation claimed	3,44,21,012	2,92,59,157	1,30,54,777	82,33,622
	Deferred Tax liability @22%	75,72,623	64,37,015	28,72,051	18,11,397
(ii)	Provision for Gratuity	39,90,106	37,61,319	33,93,443	24,35,697
	Deferred Tax Asset	8,77,823	8,27,490	7,46,557	5,35,853
	Net Deferred Tax Liability for the year	66,94,800	56,09,525	21,25,494	12,75,544
	Opening Deferred Tax Asset/Liability	56,09,525	21,25,494	12,75,544	16,86,712
	Increase/(Decrease) in Deferred Tax Liability	10,85,275	34,84,031	8,45,950	(4,11,168)

9. Related parties disclosures:

The following are the details of transactions during the year with related parties:

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Remuneration paid to:				
Ankit Shah	22,50,000	45,00,000	45,00,000	45,00,000
Trishala Shah	22,50,000	45,00,000	18,00,000	21,00,000
Enterpi Software Solutions private limited:				
Loan at the beginning of the year	45,00,000	Nil	10,15,832	27,95,332
Loan taken during the year	7,00,000	45,00,000	Nil	Nil
Loan repaid during the year	Nil	Nil	10,15,832	17,79,500
Interest paid during the year	2,53,500	7,42,229	Nil	1,44,071
Interest payable for the year	Nil	10,864	Nil	Nil
Balance loan payable at the end of the year	52,00,000	45,00,000	Nil	10,15,832
Loans and advances in the nature of loans from directors				
Ankit Sanjay Shah	Nil	1,90,577	40,10,822	1,00,210
Loans and advances from Hind Electronics	9,17,000	9,17,000	9,17,000	9,17,000



**HRH Next Services Limited**  
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CIN-U72200TG2007PLC052582

**Restated Financial Statements**  
For the half year ended 30<sup>th</sup> September 2023, and years ending 31<sup>st</sup> March 2023, 2022 & 2021

Note IV: Notes To Accounts

10. No Information has been received from the vendors regarding their status under Micro, Small and Medium Enterprise Development Act, 2006. Hence disclosure relating to amount unpaid as at year-end, together with interest paid or payable under this account has not been given.

Further the company has neither provided for nor paid any interest payable under MSME act, 2006 since in the opinion of the management, there will be no such liability during the year.

11. During the year the Company has not advanced any loans or advances in nature of loans to the Promoters, Directors, Key Managerial Personnel (KMP) or any related party.
12. Foreign Currency Transactions:  
During the year the Company did not have any transaction in foreign currency.
13. Registration of Charges or satisfaction with the Registrar of Companies:  
The Company has registered, wherever required, charges or satisfaction of charge with the ROC.
14. Willful defaulter:  
The company is not declared as a willful defaulter by any bank or any of the financial institutions.
15. Relationship with Struck Off Companies:  
During the year, the Company did not have any transaction with any of the companies struck off under section 248 of the Companies Act, 2013 or section 560 the Companies Act, 1956.
16. Compliance with numbers of layers of companies:  
The company does not have any subsidiary, hence it does not attract the provisions of section 2 clause (87) read with Companies (Restriction on number of Layers) rules 2017.
17. Segmental Reporting: The company maintains segment information geographically. The details of geographical classification are as follows

#	Geographical Segments	30.09.2023	31.03.2023	31.03.2022	31.03.2021
1.	Hyderabad	16,68,37,265	36,10,80,945	34,08,82,867	22,53,40,516
2.	Coimbatore	3,27,89,950	10,82,10,146	9,00,61,334	1,62,83,815
3.	Bangalore	1,42,89,098	4,20,72,160	1,05,79,160	NA

18. Contingent Liabilities:

The contingent liabilities are as follows

#	Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
A.	In respect of claims against the company and acknowledged as debts.	Nil	Nil	Nil	Nil
i)	In respect of claims of employees - no provision has been made as the liability is not ascertainable.	Nil	Nil	Nil	Nil
ii)	In respect of disputed demands of Excise Duty / Custom Duty/ Income Tax appeals pending with Appellate Authorities / Courts no provisions has been considered necessary by the Management.	1,40,998	Nil	Nil	Nil
iii)					



**HRH Next Services Limited**  
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CIN-U72200TG2007PLC052582

**Restated Financial Statements**  
For the half year ended 30<sup>th</sup> September 2023, and years ending 31<sup>st</sup> March 2023, 2022 & 2021

#	Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
B. i)	Estimated amount of contracts remaining to be executed on capital account and not provided for.	Nil	Nil	Nil	Nil

19. Prior Period Items - Provision for Gratuity:

During the year ended 2023, complying the requirements of Accounting Standards 15 - Employee Benefits, the company has recognized the liability of Rs. 37,61,319 towards Gratuity.

The company has a defined gratuity plan. Gratuity is computed on days Salary, for every completed year of service or part thereof in excess of 6 months and is payable on retirement/ termination/ resignation. The benefit vests on the employees after completion of years of service. The gratuity liability has not been externally funded. The present value obligation is determined based on actuarial valuation using Projected Unit Credit Method.

The following table summarizes the components of net benefit expenses recognized in the statement of profit and loss and the funded status and amounts recognized in the balance sheet of the gratuity.

Net employee benefit expenses (recognized in employee benefits expenses):

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Current service Cost	1,38,391	2,73,535	2,63,803	24,35,697
Interest cost of benefit obligation	1,41,990	2,53,490	1,71,960	Nil
Expected return on plan assets	Nil	Nil	Nil	Nil
Net actuarial (Gain)/Loss recognized in year	(51,593)	(1,59,150)	5,21,984	Nil
Net benefit expenses	2,28,787	3,67,875	9,57,747	24,35,697

Balance Sheet:

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Present value of obligation	(39,90,106)	(37,61,319)	(33,93,444)	(24,35,697)
Fair value of plan assets	Nil	Nil	Nil	Nil
Net accrued liability	(39,90,106)	(37,61,319)	(33,93,444)	(24,35,697)

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Present Value of Obligation at the beginning of the year	37,61,319	33,93,444	24,35,697	Nil
Current Service Cost	1,38,391	2,73,535	2,63,803	24,35,697
Interest Cost	1,41,990	2,53,490	1,71,960	Nil
Benefits Paid	Nil	Nil	Nil	Nil
Actuarial loss (Gain)/Loss	(59,593)	(1,59,150)	5,21,984	Nil
Present Value of Obligation at end of year	39,90,106	37,61,319	33,93,444	24,35,697

Since the entire amount of plan obligation is unfunded, changes in the fair value of the plan assets are not given. Further, as the entire amount of plan obligation is unfunded, categories of plan assets and Company's expected contributions to the plan assets in the next year is not given. The principle assumptions used in determining gratuity benefit obligations for the company's plans are shown below:



**HRH Next Services Limited**  
(Erstwhile known as HRH Next Services Private Limited)  
CIN-U72200TG2007PLC052582

**Restated Financial Statements**  
For the half year ended 30<sup>th</sup> September 2023, and years ending 31<sup>st</sup> March 2023, 2022 & 2021

Particulars	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Discount Rate	7.47%	7.55%	7.47%	7.06%
Expected return on plan assets	0.00%	0.00%	0.00%	0.00%
Increase in compensation cost	7.00%	7.00%	7.00%	7.00%

20. The company has issued 60,00,000 bonus shares of Rs. 10/- each on 24<sup>th</sup> July 2023 by capitalizing the accumulated profits.
21. On 25<sup>th</sup> August 2023, the Company got converted from a Private Limited Company to Public Limited Company.
22. Previous year's figures have been regrouped / reclassified wherever necessary to confirm to the current year's classification.

Note I to IV forms integral part of the accounts and have been duly authenticated.

Subject to our report of even date:  
For R. Subramanian and Company LLP  
Chartered Accountants

For HRH Next Services Limited

*R. Kumarasubramanian*  
R. Kumarasubramanian  
Partner  
Mem No : 021888  
Firm Reg No: 04137S/S200041  
December 16<sup>th</sup>, 2023



*Ankit Shah*  
Ankit Shah  
Managing Director

*Trishla Shah*  
Trishla Shah  
Whole-time Director