

VSPV & Co
Chartered Accountants
INDEPENDENT AUDITOR'S REPORT

To

The Members of **Jungbusch Ales India Private Limited**

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone financial statements of **Jungbusch Ales India Private Limited ("the Company")** which comprises the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

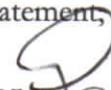
In our opinion and to the best of our information and according to the explanations given to us, the accompanying standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020 and profit, and its cash flows for the year ended on that date.

Basis for Opinion

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

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.


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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and performed audit procedures responsive to those risks, and obtained audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, we can conclude that there is no material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.


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Report on Other Legal and Regulatory Requirements

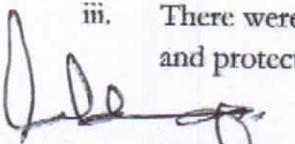
As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books

- a. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- b. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- c. On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- d. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and protection Fund by the Company.


Vikas Gupta, FCA

Membership No.200924

Partner

VSPV & Co.

Chartered Accountants

Firm No.005483N

Place : Bangalore.

Date : 17/12/2020

UDIN : 20200924AAAAIL7824

VSPV & Co.
Chartered Accountants

**Annexure referred to in clause 1 of Report on Other Legal and Regulatory Requirements
paragraph of our report of even date**

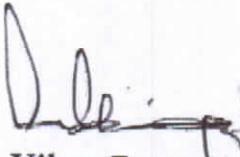
Re: Junghbusch Ales India Private Limited ('the Company')

- (i) a) In our opinion and according to information and explanations given to us, the company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- b) According to the information and explanations given to us the fixed assets of the Company have been physically verified by the management at reasonable intervals during the year and no material discrepancies are stated to have been noticed on such verification as compared to books of account.
- (ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees, and securities granted in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable and hence not commented upon.
- (v) The Company has not accepted any deposits from the public.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.
- (vii) (a) According to the information and explanations given to us, the company is generally regular in depositing undisputed statutory dues with the appropriate authorities including Provident fund, Employees State Insurance fund, income tax, service tax, GST, cess or any other statutory dues
- According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, service tax, GST, cess and other material statutory dues were in arrears as at March 31, 2020 for a period of more than six months from the date they became payable

- (b) According to the information and explanations given to us, there are no dues of income tax, duty of excise, duty of customs, sales tax and service tax which have not been deposited by the Company on account of dispute
- (viii) The Company has not taken any loans or borrowing from any financial institution, bank, Government during the year and, accordingly, the requirements under paragraph 3(viii) of the Order are not applicable to the Company.
- (ix) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, the Company has not raised any money way of initial public offer / further public offer / debt instruments) and term loans hence, reporting under clause (ix) is not applicable to the Company and hence not commented upon.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or on the company by the officers and employees of the Company has been noticed or reported during the period.
- (xi) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, the provisions of section 197 read with Schedule V of the Act is not applicable to the company and hence reporting under clause (xi) are not applicable and hence not commented upon.
- (xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause (xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares

or fully or partly convertible debentures during the period under review and hence not commented upon.

- (xv) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.


VSPV & Co.
Chartered Accountants

Vikas Gupta, FCA
Membership No.200924
Partner

VSPV & Co
Chartered Accountants

Firm No.005483N

Place : Bangalore

Date : Date : 17/12/2020

UDIN : 20200924AAAAIL7824

JUNGBUSCH ALES INDIA PRIVATE LIMITED

4th Floor, Sipani East Avenue, 439 18th Main Road, 6th Block, Koramangala, Bangalore KA 560095

CIN: U74999KA2018PTC109827

BALANCE SHEET AS AT MARCH 31, 2020

PARTICULARS	Note No	March 31, 2020	March 31, 2019
I. EQUITY AND LIABILITIES			
1. Shareholders' funds			
(a) Share Capital	2.1	4,75,56,890	4,28,56,890
(b) Reserves and Surplus	2.2	(2,10,31,209)	(64,85,846)
2. Non Current Liabilities			
(a) Long term borrowings	2.3	1,39,64,331	-
(b) Deferred tax liabilities (Net)	2.6	15,52,994	-
(c) Other Long term liabilities		-	-
(d) Long term provisions		-	-
3. Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables	2.4	67,80,318	94,78,392
(c) Other Current Liabilities	2.5	42,10,662	3,43,408
TOTAL		5,30,33,985	4,61,92,844
II. ASSETS			
1. Non Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	2.12	4,61,35,579	3,29,32,682
(ii) Intangible Assets	2.12	48,413.00	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)	2.6	-	22,37,577
(d) Long term loans and advances	2.7	8,71,534	3,91,534
2. Current Assets			
(a) Trade Receivables	2.9	48,817	-
(b) Cash and Cash Equivalents	2.8	5,81,079	12,43,800
(c) Short-term loans and advances	2.10	3,52,225	16,65,025
(d) Other current assets	2.11	49,96,337	77,22,226
TOTAL		5,30,33,985	4,61,92,844

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

1 & 2

As per our report attached

For and on behalf of the board

 **VSPV & Co.**
Chartered Accountants

Vikas Gupta, FCA

Membership No.200924

Partner

VSPV & Co.

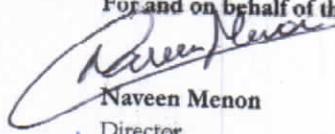
Chartered Accountants

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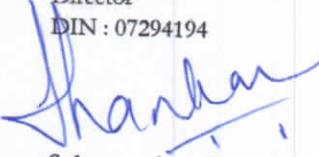
Date : 17/12/2020

UDIN: 20200924AAAAIL7824


Naveen Menon

Director

DIN : 07294194


Subramaniam Shankar

Director

DIN : 07345635

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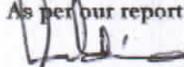
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2020

PAR	PARTICULARS	Note	March 31,2020	March 31,2019
I.	Revenue from operations	2.13	2,03,96,059	-
II.	Other Income			
	TOTAL REVENUE (I+II)		2,03,96,059	-
III.	Expenses			
	(a) Cost of materials consumed	2.14	1,07,12,759	14,07,708
	(b) Employee benefits expenses	2.15	82,22,333	19,89,762
	(c) Finance costs	2.16	2,71,903	-
	(d) Depreciation and amortization expense	2.17	25,63,222	8,79,533
	(e) Other expenses	2.18	93,80,635	43,77,054
	TOTAL EXPENSES (IV)		3,11,50,851	86,54,057
VI	Profit before exceptional and extraordinary items and tax(III-IV)		(1,07,54,792)	(86,54,057)
V	Exceptional items			
VI	Profit before extraordinary items and tax (V-VI)		(1,07,54,792)	(86,54,057)
VII	Extraordinary Items			
VIII	Profit before tax (VII-VIII)		(1,07,54,792)	(86,54,057)
IX	Tax expenses			
	(a) Current tax		-	-
	(b) Deferred Tax		37,90,571	(22,28,535)
			37,90,571	(22,28,535)
X	Profit (Loss) for the period from continuing operations (IX-X)		(1,45,45,363)	(64,25,522)
XI	Profit (Loss) for the period from discontinuing operations			
XII	Tax expense of discontinuing operations			
XIII	Profit / (Loss) from discontinuing operations (after tax)(XII-XIII)			
XIV	Profit / (Loss) for the period (XI+XIV)		(1,45,45,363)	(64,25,522)
XV	Earnings per equity share:			
	Basic(Based on Number of shares as on 31st March,2020)		(3)	(3)
	Number of shares as on 31st March,2020		46,62,977	20,74,177

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

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As per our report attached


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Vikas Gupta, FCA
Membership No.200924
Partner

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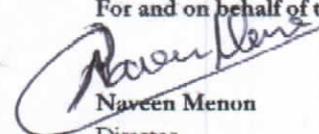
Firm No.005483N

Place : Bangalore

Date : Date : 17/12/2020

UDIN UDIN: 20200924AAAAAIL7824

For and on behalf of the board


Naveen Menon

Director

DIN : 07294194


Subramaniam Shankar

Director

DIN : 07345635

JUNGBUSCH ALES INDIA PRIVATE LIMITED

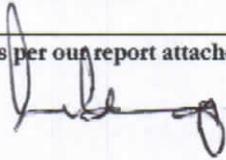
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CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2020

Particulars	March 31,2020	March 31,2019
A. Cash flow from operating activities		
Profit before tax	(1,07,54,792)	(86,54,057)
Add/(Less) : Depreciation	25,63,222	8,79,533
Cash flow from operating activities before working capital changes	(81,91,570)	(77,74,524)
Working capital changes:		
(Increase) / decrease in trade receivables	(48,817)	-
(Increase) / decrease in other current assets	27,25,889	(77,22,226)
(Increase) / decrease in Loans & advances	8,32,800	2,34,441
Increase / (decrease) in other current liabilities	38,67,254	3,39,632
Increase / (decrease) in Trade Payables	(26,98,074)	94,78,392
	46,79,051	23,30,239
Less Taxes paid during the period	-	-
Net cash generated from / (used in) operating activities (A)	(35,12,519)	(54,44,285)
B. Cash flow from investing activities		
Purchase of fixed assets	(1,58,14,532)	(3,38,12,215)
Net cash generated from / (used in) investing activities (B)	(1,58,14,532)	(3,38,12,215)
C. Cash flow from financing activities		
Equity share Application Money received	47,00,000	3,88,56,890
Long term borrowings	1,39,64,330	-
Net cash generated from / (used in) financing activities (C)	1,86,64,330	3,88,56,890
Net increase / (decrease) in cash and cash equivalents during the year (A+B+C)	(6,62,721)	(3,99,610)
Cash and Cash equivalents at the beginning of the year	12,43,800	16,43,410
Cash and cash equivalents at the end of the year	5,81,079	12,43,800
Components of cash and cash equivalents:		
Cash on hand	3,49,827	2,47,515
Balances with Banks in current account	2,31,252	9,96,285
	5,81,079	12,43,800

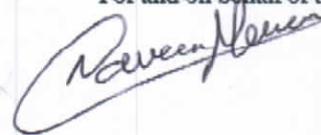
As per our report attached



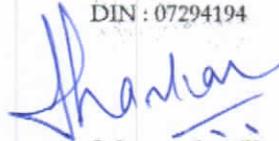
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For and on behalf of the board



Naveen Menon
Director
DIN : 07294194



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CIN: U74999KA2018PTC109827

Note – 1

Company Overview

Jungbusch Ales India Private Limited ("the Company") was incorporated on 24th January 2018 in India as a private limited company under the provisions of the Companies Act, 2013. The Company has its registered office 4th Floor, Sipani East Avenue, 439 18th Main Road, 6th Block, Koramangala, Bangalore 560066 Karnataka India. The company is in the business of providing equipment related rental services and related services.

1. Basis for preparation

The financial statements have been prepared and presented under the historical cost convention on accrual basis of accounting and comply with the Accounting Standards (AS) prescribed under section 133 of the Companies Act, 2013 ("the Act") read with Rule 7 of the Companies (Accounts) Rules, 2014, other pronouncements of the Institute of Chartered Accountants of India (ICAI) and the relevant provisions of the Act, to the extent notified and applicable. The financial statements are presented in the general format specified in Schedule III to the Act. The financial statements are presented in Indian rupees.

Significant accounting policies:

The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to Small and Medium Sized Company.

1.1 Use of estimates

The preparation of financial statements in accordance with generally accepted accounting principles in India requires management to make estimates and assumptions that affect the reported amounts of income and expenses, reported balances of assets and liabilities and disclosures relating to contingent liabilities on the date of the financial statements.

Accounting estimates could change from period to period. Actual results could differ from those of estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

1.2 Revenue recognition

Revenue is recognized to the extent that is probable that the economic benefits will flow to the company and revenue can be reliably measured.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Dividend income if any 'is recognized when the right to receive dividend is established.

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1.3 Investments

Trade investments are the investments made to enhance the Company's business interests. Investments are either classified as current or long term based on Management's intention at the time of purchase. Current investments are carried at the lower of cost and fair value of each investment individually. Cost for overseas investments comprises the Indian Rupee value of the consideration paid for the investment translated at the exchange rate prevalent at the date of investment. Long term investments are carried at cost less provisions recorded to recognize any decline, other than temporary, in the carrying value of each investment.

1.4 Fixed Assets, intangible assets and work-in-progress:

Fixed assets are stated at cost, less accumulated depreciation and impairment, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day to day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and impairment losses, if any.

1.5 Borrowing costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to acquisition or construction of those fixed assets, which necessarily take a substantial period of time to get ready for their intended use, are capitalized as part of the cost of the respective asset. Other borrowing costs are recognized as expense in the period in which they are incurred.

1.6 Depreciation and amortization

Depreciation on fixed assets and amortization of intangible assets is provided on straight line basis over its useful life as prescribed in Schedule II of the Companies Act, 2013.

Category of asset	Useful life	Residual value
Office Equipment's	5 Years	5% of Gross value
Furniture	10 Years	5% of Gross value
Plant and Machinery	15 Years	5% of Gross value

1.7 Leases

Finance Lease:

Assets acquired under leases, where the Company has substantially assumed all the risks and rewards of ownership are classified as finance lease. Such assets acquired are capitalized at fair value of asset or the present value of the minimum lease payments, at the inception of the lease, whichever is lower.

Operating Lease:

Assets acquired under leases, where a significant portion of the risks and rewards of ownership are retained by the lessor, are classified as operating leases. Lease payments under operating leases are recognized as an expense on a straight line basis in the statement of profit and loss account over the lease term.

1.8 Impairment of Assets:

At each Balance Sheet date, the company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount. If the carrying amount of the asset exceeds its recoverable amount an impairment loss is recognized in the Statement of Profit & Loss to the extent carrying amount exceeds the recoverable amount. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

The Company has carried out a verification of Assets and found no material Impairment of Assets as on 31st March 2020. Therefore no provision is made in respect of Impairment of Assets during the year.

1.9 Employee Benefits:

The amounts paid/payable on account of short-term employee benefits, comprising largely of salaries & wages, and annual bonus is valued on an undiscounted basis and charged to the Statement of Profit and Loss for the period.

However since the number of employees do not exceed the statutory threshold limit; the statutory payments/provisions regarding Gratuity, Leave encashment are not applicable to the Company.

1.10 Foreign Currency Transactions:

Foreign-currency denominated monetary assets and liabilities are translated at exchange rates in effect at the Balance Sheet date. The gains or losses resulting from such translations are included in the Statement of profit and loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction.

Revenue, expense and cash-flow items denominated in foreign currencies are translated at the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled, if any.

1.11 Provisions and Contingent Liabilities

A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Necessary provisions have been made in the books of accounts for the year in respect of all known liabilities. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

A Contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A Contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company discloses the existence of contingent liability in the financial statements. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

1.12 Income Tax

Income tax liability is ascertained on the basis of assessable profits computed in accordance with the provisions of Income-tax Act, 1961. The Company records payment of Minimum alternate tax as a current tax component in the year in which such tax is incurred. Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of being reversed in one or more subsequent periods by applying the tax rate and laws, enacted or substantially enacted as on the Balance Sheet date.

Deferred tax is computed on timing differences which may comprise of:-

- (a) Depreciation and other charges provided for in the accounts and the corresponding allowance for tax purpose;
- (b) Preliminary expenses written off fully in books of accounts but proportionately allowed over five years for tax purpose
- (c) Items or amounts charged to Profit and Loss Account disallowed as per Income tax Act but allowed only in the year of payment.
- (d) Carry forward losses and unabsorbed depreciation under the Income tax Act.

Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. If the company has carry forward unabsorbed depreciation and tax losses, deferred tax assets are realized only to the extent there is virtual certainty supported by convincing evidence that sufficient taxable income will be available against which such deferred tax asset can be realized.

However, the Company has not recognised Deferred Tax Assets, as there is no virtual certainty at the moment that the company will have sufficient future taxable income which will be available to realise, against such deferred tax assets. However, management will review and recognise the same as and when the criteria for recognition are fulfilled.

1.13 Earnings per Share

Basic earnings per share are computed by dividing the net profit or loss for the period attributable to equity shareholders after tax (after deducting preference dividends and attributable taxes, if any) by the weighted average number of equity shares outstanding during the period.

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Chartered Accountants

1.14 Derivative Instruments:

During the current year the company has not entered into any Forward Exchange Contract and therefore no disclosure pertaining to the same is applicable for the current year.

Foreign Currency exposures have not been hedged by a derivative instrument or otherwise.

1.15 Preliminary Expenses:

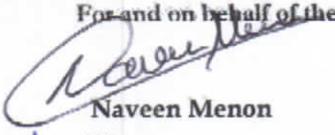
Preliminary Expenses are written off in the books of accounts in the same year in which it has been incurred.

As per our report attached

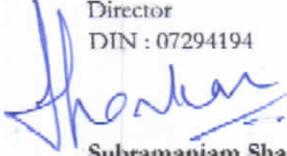

Vikas Gupta, ICA *VSPV & Co.*
Chartered Accountants
Membership No.200924
Partner

VSPV & Co
Chartered Accountants
Firm No.005483N
Place : Bangalore
Date : 17/12/2020
UDIN: 20200924AAAAIL7824

For and on behalf of the 1


Naveen Menon

Director
DIN : 07294194


Subramaniam Shankar

Director
DIN : 07345635

JUNGBUSCH ALES INDIA PRIVATE LIMITED

4th Floor, Sipani East Avenue, 439 18th Main Road, 6th Block, Koramangala, Bangalore KA 560095

CIN: U74999KA2018PTC109827

2 NOTES TO ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2020

Amounts in the financial statements are presented in Rupees, except for per share data and as otherwise.

Particulars	March 31,2020	March 31,2019
2.1 SHARE CAPITAL		
<u>Authorised Capital:</u>		
Equity Shares, of Re.10/- each	5,00,00,000	5,00,00,000
50,00,000 Equity Shares	<u>5,00,00,000</u>	<u>5,00,00,000</u>
<u>Issued, Subscribed, and Paid Up:</u>		
Equity Shares, of Re.10/- each		
47,55,689 Equity Shares fully paid up	4,75,56,890	4,28,56,890
(PY 4,28,5689 Equity shares fully paid up)		
Total	<u>4,75,56,890</u>	<u>4,28,56,890</u>

The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/-

Reconciliation of number of shares outstanding and the amount of share capital as at March 31, 2020

Particulars	Number of shares	As at March 2020	Number of shares	As at March 2019
Number of Equity shares at the beginning as c	42,85,689	4,28,56,890	42,85,689	4,28,56,890
Add: Shares issued during the year	4,70,000	47,00,000	-	-
Number of shares at the end	47,55,689	4,75,56,890	42,85,689	4,28,56,890

Disclosure of shares held by each share holder:

Name of the Shareholder	Number of shares	As at March 2020	Number of share:	As at March 2019
Subramaniam Shankar	3,05,000	6%	3,05,000	7%
Naveen Menon	2,50,000	5%	1,15,000	3%
Amarshree	5,00,000	11%	5,00,000	12%
Anubhav Argal	2,50,000	5%	1,10,000	3%
Bipin	4,99,950	11%	4,99,950	12%
Vimaldeep Manvendra Bhadange	3,99,989	8%	3,99,989	9%
Taproom Gmbh	23,55,750	50%	23,55,750	55%
Sumeeth Argal and Divya Shanker	1,95,000	4%	-	-
	47,55,689	100%	42,85,689	100%

2.2 RESERVES AND SURPLUS**(a) Profit & Loss Account**

-Opening balance	(64,85,846)	(60,324)
Add: Transferred during the year	(1,45,45,363)	(64,25,522)
-Closing balance		
Total	<u>(2,10,31,209)</u>	<u>(64,85,846)</u>

2.3 LONG TERM BORROWINGS

Unsecured loans

- External Commercial Borrowings from Taproom Gmbh

	1,39,64,331	-
Total	<u>1,39,64,331</u>	<u>-</u>

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JUNGBUSCH ALES INDIA PRIVATE LIMITED

4th Floor, Sipani East Avenue, 439 18th Main Road, 6th Block, Koramangala, Bangalore KA 560095

CIN: U74999KA2018PTC109827

2 NOTES TO ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2020

Amounts in the financial statements are presented in Rupees, except for per share data and as otherwise.

Particulars	March 31, 2020	March 31, 2019
2.4 TRADE PAYABLES		
Sundry Creditors for Purchase of Capital Asset	59,82,860	94,78,392
Sundry Creditors	7,97,457	-
Total	67,80,318	94,78,392
2.5 OTHER CURRENT LIABILITIES		
Statutory Dues		
PT Payable	1,400	-
TDS Payable	1,62,275	-
Salaries Payable	6,20,304	-
Other Payables		
Expenses Payable	4,88,443	3,43,408
Reimbursements payables	29,38,240	-
Total	42,10,662	3,43,408
2.6 DEFERRED TAX ASSET / (Liability)		
(a) Deferred Tax Asset / (liability)	(15,52,994)	22,37,577
Refer Note 2.5 (a)		
Total	(15,52,994)	22,37,577
2.6 (a) DEFERRED TAXES		
Deferred tax Asset Related to preliminary expenses	-	6,848
Deferred tax Liability on Fixed Assets	(15,52,994)	(7,37,390)
Deferred tax Asset on Carry forward Losses	-	29,68,119
Total	(15,52,994)	22,37,577
2.7 LONG TERM LOANS AND ADVANCES		
(a) Unsecured, considered good		
Rent Deposit	8,00,000	3,80,000
Other Deposit	71,534	11,534
Total	8,71,534	3,91,534
2.8 CASH AND CASH EQUIVALENTS		
Cash in Hand	3,49,827	2,47,515
Balances with banks		
- in current account	2,31,252	9,96,285
Total	5,81,079	12,43,800

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JUNGBUSCH ALES INDIA PRIVATE LIMITED

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CIN: U74999KA2018PTC109827

2 NOTES TO ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2020

Amounts in the financial statements are presented in Rupees, except for per share data and as otherwise.

Particulars	March 31,2020	March 31,2019
2.9 TRADE RECEIVABLE		
(a) Secured, considered good	-	-
(a) Unsecured, considered good		
- due for more than six months	-	-
- due for less than six months	48,817	-
(c) Doubtful	-	-
Total	48,817	-
2.10 SHORT TERM LOANS AND ADVANCES		
Advance paid for capital goods	-	5,67,576
Others	3,52,225	10,97,449
Total	3,52,225	16,65,025
2.11 OTHER CURRENT ASSETS		
Excise License	-	29,67,409
GST Input	40,81,950	46,54,817
Other Receivables	-	1,00,000
Refund from Income tax FY 2019-20 (Refer Note 2.11(a))	9,14,388	-
Total	49,96,338	77,22,226
2.11(a) Income tax refund		
Current tax	-	-
Less: TDS receivable	(9,14,388)	-
Less: Advance tax	-	-
Total	(9,14,388)	-

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Chartered Accountants

JUNGBOSCH ALES INDIA PRIVATE LIMITED
2.12 FIXED ASSETS AND DEPRECIATION AS PER SCHEDULE II OF COMPANIES ACT, 2013

ASSET	GROSS BLOCK				DEPRECIATION RESERVE				NET BLOCK		
	01-Apr-19	Additions	Deletions	31-Mar-20	Up to 01-04-2019	Deletions	For the Year	31-Mar-20	Impairment of Assets	31-Mar-20	31-Mar-19
TANGIBLE ASSETS											
Office Equipments	37,891	30,469	-	68,360	2,998	-	10,117	13,115	-	55,246	34,891
Furniture and Fixtures	1,907,635	-	-	1,907,635	75,161	-	181,236	256,367	-	1,651,268	1,832,471
Microbrewery	24,553,340	15,714,538	-	40,267,878	620,781	-	1,887,535	2,508,169	-	37,759,505	23,932,559
Plant & Machinery	7,313,349	-	-	7,313,349	180,565	-	463,179	643,772	-	6,669,577	7,132,756
Intangible assets											
Software - Quickbooks	-	69,525	-	69,525	-	-	21,112	21,112	-	48,413	-
Total	33,812,215	15,814,532	-	49,626,747	879,533	-	2,563,222	3,442,755	-	46,183,992	32,932,682

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 Chartered Accountants

JUNGBUSCH ALES INDIA PRIVATE LIMITED

4th Floor, Sipani East Avenue, 439 18th Main Road, 6th Block, Koramangala, Bangalore KA 560095
CIN: U74999KA2018PTC109827

2 NOTES TO ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2020

Particulars	March 31,2020	March 31,2019
2.13 REVENUE FROM OPERATIONS		
Equipment Hiring Fee	2,03,96,059	-
Total	2,03,96,059	-
FOREIGN INCOME / EXPENDITURE		
Interest on loan	2,71,903	-
2.14 COST OF MATERIAL CONSUMED		
Materials:		
Opening Stock	-	-
Add: Purchases of Consumables	1,07,12,759	14,07,708
Less: Closing Stock	1,07,12,759	14,07,708
Cost of Material Consumed	1,07,12,759	14,07,708
2.15 EMPLOYEE BENEFITS EXPENSES		
Salaries and other benefits	77,70,516	18,52,283
Training and Staff welfare expenses	4,51,817	1,37,479
Total	82,22,333	19,89,762
2.16 FINANCE COST		
Interest on car loan	2,71,903	-
Total	2,71,903	-
2.17 DEPRECIATION		
Depreciation on Tangible Assets	25,63,222	8,79,533
Total	25,63,222	8,79,533
2.18 OTHER EXPENSES		
Audit Fee (Refer Note 2.18(a))	1,85,450	1,15,000
Advances written off	95,078	-
Bank charges	42,693	8,556
Conveyance Expenses	2,61,747	80,300
Electricity charges	27,322	7,528
Forex Gain/Loss	2,208	-
Insurance expenses	2,97,848	1,13,399
Marketing Expense	4,85,278	5,374
Office expenses	72,229	1,54,908
Postage and Courier Charges	-	2,077
Printing & Stationery	10,860	8,768
Professional Charges	10,05,580	1,58,044
Registration , Rates and Taxes	2,19,865	7,34,392
Excise Reimbursements	34,71,895	-
Rent (Refer Note 2.18(b))	7,38,400	2,66,000
Repairs & Maintenance	1,40,594	47,821
Software renewals	1,20,428	-
Subscription Charges	33,769	20,000

JUNGBUSCH ALES INDIA PRIVATE LIMITED

4th Floor, Sipani East Avenue, 439 18th Main Road, 6th Block, Koramangala, Bangalore KA 560095

CIN: U74999KA2018PTC109827

Telephone, Mobile & Internet Expenses

Travelling Expenses

64,434

24,000

21,04,957

26,30,887

Total**93,80,635****43,77,054****2.18 (b) AUDIT FEE:**

Statutory audit fee

Other services

Other certification charges

75,000

75,000

1,10,450

40,000

Total**1,85,450****1,15,000****2.18 (b) OFFICE RENT**

Premises for office use under an operating lease agreement commencing from 02nd August 2018 and extending up to 11 months from the date of inception i.e. 02nd July 2019 and got renewed till 02nd June 2020 for which office rent is accounted as per the invoices.

Premises for office use under an operating lease agreement commencing from 05th September 2020 and extending up to 11 months from the date of inception i.e. 05th August 2021 for which office rent is accounted as per the invoices.

Lease payments recognised as per the profit and loss account

7,38,400

2,66,000

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JUNGBUSCH ALES INDIA PRIVATE LIMITED

4th Floor, Sipani East Avenue, 439 18th Main Road, 6th Block, Koramangala, Bangalore KA 560095
 CIN: U74999KA2018PTC109827

LIST OF RELATED PARTIES:

Key Management Personnel(KMP)

Naveen Menon
 Subramaniam Shankar

Relative of (KMP)

Nikhil Menon

Entity with Significant Influence

Taproom GmbH

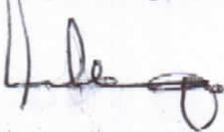
2.18 RELATED PARTY TRANSACTIONS - Accounting Standard 18**List of Related Parties:**

Nature of Transaction	Relationship	March 31,2020	March 31,2019
Salary			
Nikhil Menon	Relative of KMP	18,00,000	7,00,000
Subramaniam Shankar	Director	9,00,000	-
Loan received			
Taproom GmbH	Entity with Significant Influence	1,50,00,000	-
Loan repaid			
Taproom GmbH	Entity with Significant Influence	10,35,669	-

2.19 REGROUPING/RECLASSIFICATION

Period	Particulars	Amount involved	Reasons
2018-2019	Statutory audit fee is regrouped from professional charges to Audit fees	75,000	As the same to be shown scperately
2018-2019	Certification fees to Statutory auditors is regrouped from professional charges to other certification charges under Audit fees	40,000	As the same to be shown scperately

As per our report attached



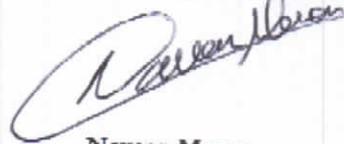
VSPV & Co.
 Chartered Accountants

Vikas Gupta, FCA
 Membership No.200924
 Partner

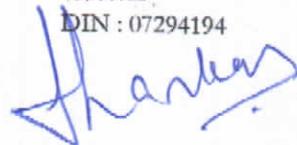
VSPV & Co.
 Chartered Accountants

Firm No.005483N
 Place : Bangalore
 Date : 17/12/2020
 UDIN: 20200924AAAA11.7824

For and on behalf of the board



Naveen Menon
 Director
 DIN : 07294194



Subramaniam Shankar
 Director
 DIN : 07345635