

TCL North America Inc.
Balance sheet as at 31 Mar 2024

in USD

	Note	As at 31-Mar-2024	As at 31-Mar-2023
ASSETS			
(1) Non-current assets			
(a) Property plant and equipment	1	49,444	55,459
(b) Intangible assets	2	4,44,885	1,04,399
(c) Financial assets			
(i) Investments	3	1,68,33,333	2,00,00,000
(ii) Loans	3.1	20,00,000	-
(iii) Other financial assets	3.2	2,12,020	-
		1,95,39,682	2,01,59,858
(2) Current assets			
(a) Inventories	4	5,98,30,660	1,77,60,597
(b) Financial assets	5		
(i) Trade receivables	5.1	-	-
(ii) Cash and cash equivalents	5	75,49,095	16,04,220
(iii) Other financial assets	6	1,02,461	-
(c) Other current assets	7	3,26,020	9,43,023
		6,78,08,235	2,03,07,839
		8,73,47,918	4,04,67,698
TOTAL ASSETS			
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	8	2,46,50,000	2,11,50,000
(b) Other equity	9	(1,32,93,909)	(27,53,424)
		1,13,56,091	1,83,96,576
Liabilities			
(1) Non-current liabilities			
(a) Provisions		-	86,253
		-	86,253
(2) Current liabilities			
(a) Financial liabilities	10		
(i) Lease Liability		-	-
(ii) Borrowings	10.1	5,10,00,000	60,00,000
(iii) Trade payables	10.2	2,21,60,653	1,43,83,849
(iv) Other financial liabilities	10.3	21,91,369	3,50,767
(b) Other current liabilities	11	6,39,805	12,50,252
		7,59,91,827	2,19,84,869
		8,73,47,918	4,04,67,698
TOTAL EQUITY AND LIABILITIES			

TCL North America Inc.
Profit & Loss for the period ended 31 Mar 2024

in USD

	Note	For the period ended 31-Mar-2024	For the period ended 31-Mar-2023
I. Revenue from operations	12	4,14,71,195	71,49,491
II. Other income	13	2,02,096	17,967
III. Total income (I +II)		4,16,73,291	71,67,459
IV. Expenses:			
Purchase of stock-in-trade		7,20,24,447	54,69,633
Changes in inventories of finished goods, stock-in-trade and		(4,09,80,811)	-
Depreciation and amortisation expense	14	1,39,514	1,05,825
Employee benefits expense	15	15,69,263	8,06,083
Finance costs	16	25,11,295	3,55,236
Advertisement expenses		43,23,986	17,06,343
Other expenses	17	59,59,413	12,91,033
Total expenses		4,55,47,109	97,34,153
V. Profit before exceptional item and tax (III - IV)		(38,73,818)	(25,66,694)
VI. Exceptional items		-	-
VII. Profit before tax (V - VI)		(38,73,818)	(25,66,694)
VIII. Tax expense:			
Current tax		-	-
Deferred tax		-	-
Total tax		-	-
Profit for the year		(38,73,818)	(25,66,694)
Other Comprehensive Income			
Items not reclassified to Profit and Loss			
Remeasurement (Gain)/Loss on Defined benefit plan		-	-
Equity Instruments through OCI		(66,66,667)	-
Total Other comprehensive Income		(66,66,667)	-
IX. Total Comprehensive Income		(1,05,40,485)	(25,66,694)

TCL North America Inc.
Standalone statement of changes in equity

in USD

	As at 31- Mar-2024	As at 31-Mar-2023
(a) Equity share capital		
Opening balance	2,11,50,000	2,11,50,000
Changes in equity share capital during the year	35,00,000	-
Closing balance	2,46,50,000	2,11,50,000

(b) Other equity

Particulars	Items of other comprehensive income					Total other equity
	Securities premium	General reserve	Retained earnings	Equity Instruments - OCI	Remeasurement of employee defined benefit plans	
Balance as at 1 April 2022			(2,35,859)			(2,35,859)
Profit for the year (net of taxes)	-	-	(25,17,565)	-	-	(25,17,565)
Other comprehensive income for the year (net of taxes)	-	-	-	-	-	-
Total comprehensive income for the year	-	-	(25,17,565)	-	-	(25,17,565)
Payment of dividends	-	-	-	-	-	-
Balance as at 31 March 2023	-	-	(27,53,424)	-	-	(27,53,424)
Balance as at 1 April 2023	-	-	(27,53,424)	-	-	(27,53,424)
Profit for the year (net of taxes)	-	-	(38,73,818)	-	-	(38,73,818)
Other comprehensive income for the year (net of taxes)	-	-	-	(66,66,667)	-	(66,66,667)
Total comprehensive income for the year	-	-	(38,73,818)	(66,66,667)	-	(1,05,40,485)
Payment of dividends	-	-	-	-	-	-
Balance as at 31 Mar 2024	-	-	(66,27,242)	(66,66,667)	-	(1,32,93,909)

1 Property, plant and equipment

Particulars	Plant, machinery and equipment	Computer and servers	Furniture and fixtures	Leasehold Improvements	Office equipment	Total
Gross Block						
As at 1 April 2022	-	-	-	-	-	-
Additions	-	21,728	2,508	8,401	31,519	64,156
Disposals	-	-	-	-	-	-
As at 31 March 2023	-	21,728	2,508	8,401	31,519	64,156
As at 1 April 2023	-	21,728	2,508	8,401	31,519	64,156
Additions	-	9,517	574	-	-	10,091
Disposals	-	-	-	-	-	-
As at 31 Mar 2024	-	31,245	3,082	8,401	31,519	74,247
Accumulated depreciation						
As at 1 April 2022	-	-	-	-	-	-
Depreciation expense	-	2,920	408	1,540	2,913	7,781
Disposals	-	-	-	-	-	-
As at 31 March 2023	-	2,920	408	1,540	2,913	7,781
As at 1 April 2023	-	2,920	408	1,540	2,913	7,781
Depreciation expense	-	8,786	567	1,680	5,989	17,022
Disposals	-	-	-	-	-	-
As at 31 Mar 2024	-	11,706	975	3,220	8,902	24,804
Net carrying value						
As at 31 March 2023	-	18,808	2,100	6,861	28,606	56,375
As at 31 Mar 2024	-	19,539	2,107	5,181	22,617	49,444

TCL North America Inc.

Notes to the standalone financial statements

in USD

2 Intangible assets

Particulars	Patents	Computer softwares	Total
<i>Gross block</i>			
As at 1 April 2022	-	-	-
Additions	-	1,53,528	1,53,528
Disposals	-	-	-
As at 31 March 2023	-	1,53,528	1,53,528
As at 1 April 2023	-	1,53,528	1,53,528
Additions	-	4,62,834	4,62,834
Disposals	-	-	-
As at 31 Mar 2024	-	6,16,362	6,16,362
<i>Accumulated amortisation</i>			
As at 1 April 2022	-	49,129	49,129
Amortisation expense	-	-	-
Disposals	-	-	-
As at 31 March 2023	-	49,129	49,129
As at 1 April 2023	-	49,129	49,129
Amortisation expense	-	1,22,347	1,22,347
Disposals	-	-	-
As at 31 Mar 2024	-	1,71,476	1,71,476
Net carrying value			
As at 31 March 2023	-	1,04,399	1,04,399
As at 30 Sep 2023	-	4,44,886	4,44,886

3 Investments

Particulars	As at 31-Mar-2024	As at 31-Mar-2023
Investment in Great Heights Inc	2,00,00,000	2,00,00,000
<i>Less: Provision for impairment in value of investment</i>	<i>(66,66,667)</i>	
Net Investment value in Great Heights Inc	1,33,33,333	2,00,00,000
Investment in Cuezen Inc	35,00,000	-
	1,68,33,333	2,00,00,000

3.1 Loans

Particulars	As at 31-Mar-2024	As at 31-Mar-2023
Loan to Great Heights Inc	20,00,000	-
	20,00,000	-

3.2 Other financial assets

Particulars	As at 31-Mar-2024	As at 31-Mar-2023
Security deposits	2,12,020	-
	2,12,020	-

4 Current assets

Inventory

Particulars	As at 31-Mar-2024	As at 31-Mar-2023
Raw materials	12,40,659	1,51,407
Work in progress	-	-
Finished goods	5,85,90,001	1,76,09,190
Loose tools and spares	-	-
	5,98,30,660	1,77,60,597

5 Financial assets

5 Cash and cash equivalents

Particulars	As at 31-Mar-2024	As at 31-Mar-2023
Cash on hand	1,90,286	3,923
Cheques, drafts on hand	-	16,265
Balances with banks	-	
(i) Current account	73,58,809	15,84,032
(ii) Demand deposit	-	-
Total cash and cash equivalents	75,49,095	16,04,220

6 Other financial assets

Particulars	As at 31-Mar-2024	As at 31-Mar-2023
Derivative instruments in designated hedge accounting relationship	-	-
Security deposits	-	-
Other assets	1,02,461	-
	1,02,461	-

7 Other current assets

Particulars	As at	As at
	31-Mar-2024	31-Mar-2023
Balances with revenue authorities	-	8,76,926
Advances to suppliers	2,25,571	8,545
Prepaid expenses	95,594	25,958
Other assets	4,855	31,593
	3,26,020	9,43,023

8 Equity share capital

Issued, Subscribed and fully paid up shares
(2,46,500 Equity share of \$ 100 each)

	2,46,50,000	2,11,50,000
	2,46,50,000	2,11,50,000

9 Other equity

Particulars	As at	As at
	31-Mar-2024	31-Mar-2023
Retained earnings	(1,32,93,909)	(27,53,424)
	(1,32,93,909)	(27,53,424)

10 Financial Liability

10.1 Borrowings

Particulars	As at	As at
	31-Mar-2024	31-Mar-2023
Short term borrowings	5,10,00,000	60,00,000
	5,10,00,000	60,00,000

10.2 Trade payables

Particulars	As at	As at
	31-Mar-2024	31-Mar-2023
Trade payables	2,21,60,653	1,43,83,849
	2,21,60,653	1,43,83,849

10.3 Other financial liabilities

Particulars	As at	As at
	31-Mar-2024	31-Mar-2023
Derivative instruments in designated hedge accounting relationship	21,82,643	3,50,767
- Others	8,726	-
	21,91,369	3,50,767

11 Other current liabilities

Particulars	As at	As at
	31-Mar-2024	31-Mar-2023
Statutory dues	3,26,251	75,338
Advance from customers	1,18,576	36,170
Liability towards award credits for customers	1,94,977	-
Other liabilities	-	11,38,744
	6,39,805	12,50,252

12 Revenue from Operations

	For the period ended 31-Mar-2024	For the period ended 31-Mar-2023
Sale of Products		
- Jewellery	4,14,71,195	71,49,491
	4,14,71,195	71,49,491

13 Other Income

	For the period ended 31-Mar-2024	For the period ended 31-Mar-2023
Interest income on financial assets at amortised cost	1,01,260	-
Interest income	-	17,967
Exchange gain	21,697	-
Miscellaneous income	79,139	-
	2,02,096	17,967

14 Changes in Inventory

	For the period ended 31-Mar-2024	For the period ended 31-Mar-2023
Opening stock		
- Work in progress	-	-
- Finished goods	1,76,09,190	-
Closing stock		
- Work in progress	-	-
- Finished goods	5,85,90,001	1,76,09,190
	(4,09,80,811)	(1,76,09,190)

14 Depreciation and amortisation expense

	For the period ended 31-Mar-2024	For the period ended 31-Mar-2023
Depreciation of PPE	17,167	7,567
Amortisation of intangible assets	1,22,347	49,129
Amortisation of right of use of asset	-	49,129
	1,39,514	1,05,825

15 Employee benefits expense

	For the period ended 31-Mar-2024	For the period ended 31-Mar-2023
Salaries, wages and bonus	14,54,241	7,97,067
Staff welfare expenses	1,15,022	9,016
	15,69,263	8,06,083

16 Finance costs

	For the period ended 31-Mar-2024	For the period ended 31-Mar-2023
Interest on borrowings	5,28,268	85,984
Interest on trade payables	19,16,898	2,61,608
Finance costs - others	66,130	7,644
	25,11,295	3,55,236

17 Other expenses

	For the period ended 31-Mar-2024	For the period ended 31-Mar-2023
Agency labour	38,395	-
Advertising	43,23,986	17,06,343
Rent & maintainance	6,17,229	2,42,825
Repairs and maintenance		
- Buildings	25,231	-
- Plant and machinery	-	-
Selling and distribution expenses	26,05,960	4,11,321
Rates and taxes	22,079	196
Travel & conveyance	2,94,622	15,721
Professional & services charges	3,46,954	2,08,004
Provision for doubtful trade receivables	-	-
Telephone expenses	-	-
Insurance	1,43,555	27,838
Freight expenses	-	-
Royalty	62,469	-
Exchange loss	-	-
Loss on sale/disposal/scrapping of PPE	-	-
Miscellaneous expenses	18,02,919	3,85,127
	1,02,83,400	29,97,376