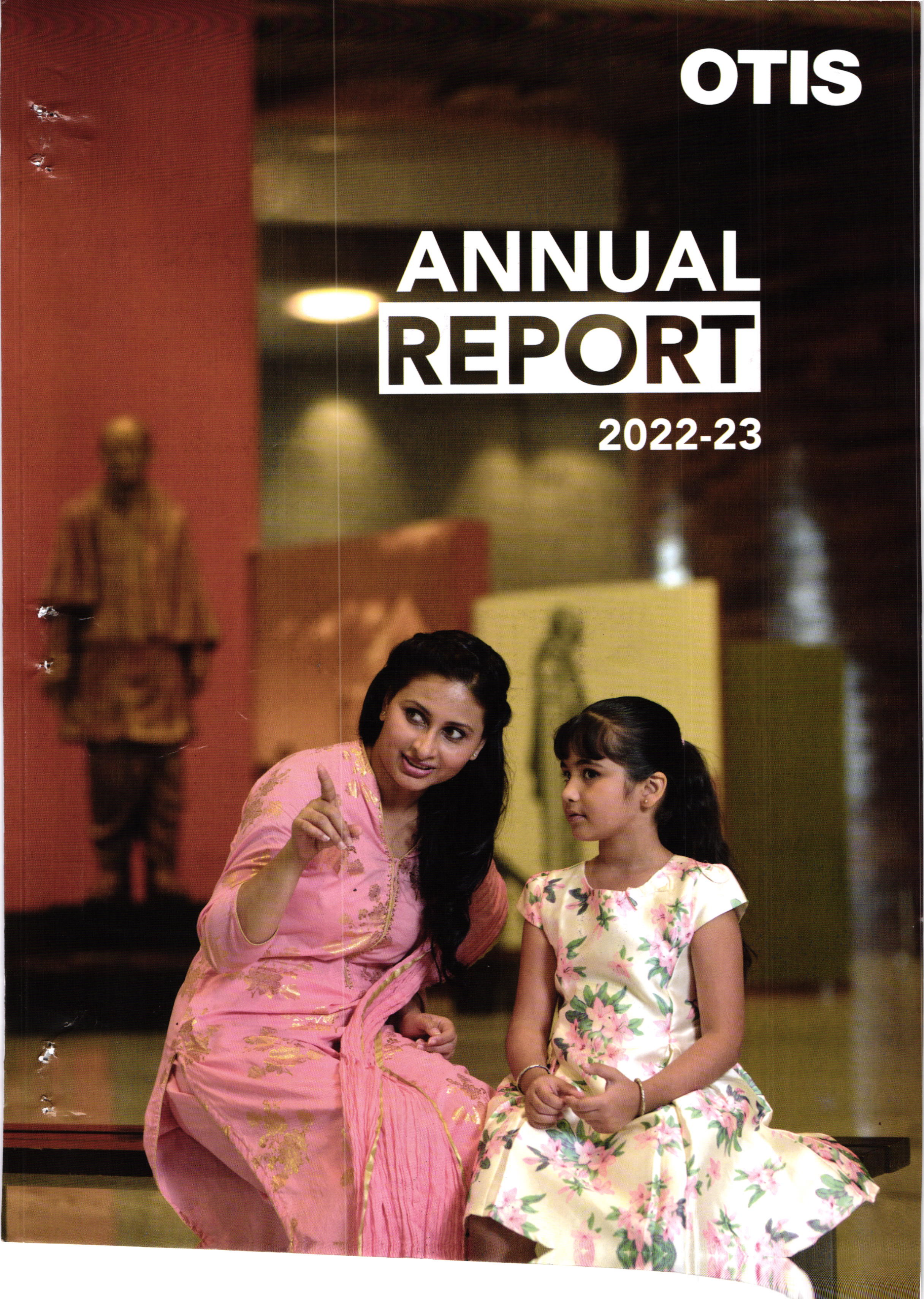
OTIS

ANNUAL REPORT

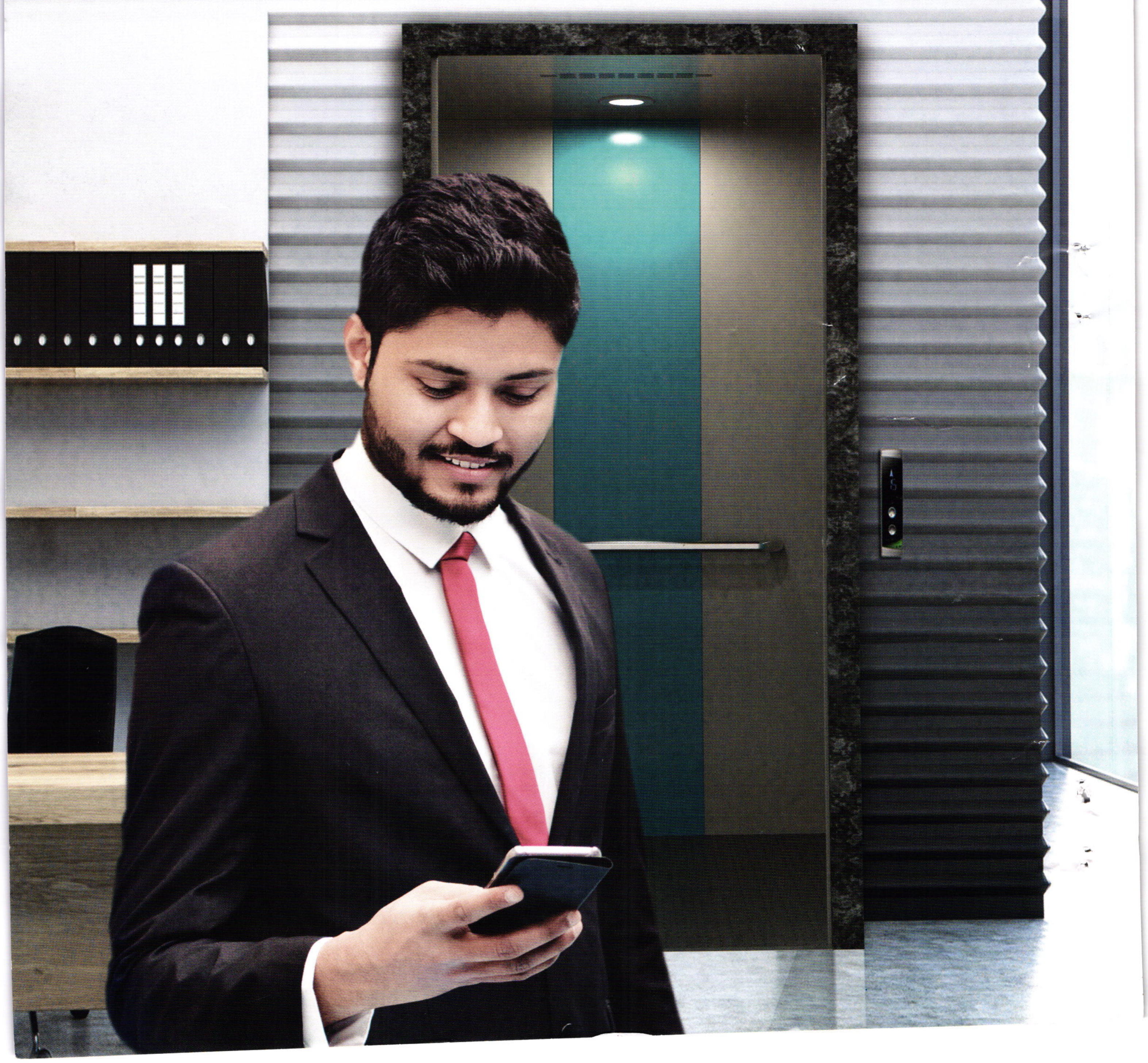
2022-23



OTIS

ELEVATOR FOR THE MODERN SPACE

Gen2® Prime Online Booking



OTIS

CORPORATE INFORMATION

Registered Office & Head Office

9th Floor, Magnus Towers,
Mindspace, Link Road,
Malad (West),
Mumbai - 400 064
Maharashtra
Tel: 91-22-2844 9700/ 66795151
Fax: 91-22-2844 9791
CIN: U29150MH1953PLC009158
www.otis.com

Manufacturing Facility

Otis Elevator Company (India) Limited
92, KIADB Industrial Estate Phase II,
Jigani Industrial Area Anekal Taluk,
Bengaluru - 560 105

National Service Centre

'Sai Dhara', Block D2, Warehouse No. 3 & 4,
Mumbai-Nashik Highway (NH3),
Opp. R.K Petrol Pump,
Next to Shangrila Resort,
Kuksha Village,
Bhiwandi - 421 302
Dist: Thane.

Regional Offices

9th Floor, Magnus Towers,
Mindspace, Link Road,
Malad (West),
Mumbai - 400 064
Maharashtra

Otis Elevator Company (India) Limited
Victoria Park, Level 2,
Block: GN, Plot no. 37/2,
Sector V, Salt Lake,
Kolkata - 700 091

Unit No. B-53/2, 3rd Floor, Tower B
The Corenthum, A-41 Sector – 62
Noida, Uttar Pradesh – 201 301

Otis House, MK Towers,
#27, Langford Road, Shanti Nagar,
Bengaluru - 560 027

Bankers

Citibank N. A.

Standard Chartered Bank

Deutsche Bank

HDFC Bank Limited

Canara Bank

Bank of America

State Bank of India

Auditors

M/s. B S R & Co. LLP
Chartered Accountants

Cost Auditors

M/s. Kishore Bhatia & Associates
Cost Accountants

Secretarial Auditors

M/s. JSP Associates
Company Secretary

Registrar & Share Transfer Agents

Link Intime India Pvt Ltd.
C 101, 247 Park, L.B.S Marg,
Vikhroli (West),
Mumbai – 400 083, Maharashtra

Tel.: 91-22-49186270
Fax: 91-22-49186060

Email: rnt.helpdesk@linkintime.co.in
Website: www.linkintime.co.in

OTIS

BOARD OF DIRECTORS

Sebi Joseph	- Chairman & Managing Director
P. S. Dasgupta	- Independent Director
Anil Vaish	- Independent Director
Suma P N	- Whole-time Director
Bharatkumar Nayak	- Whole-time Director
Manish Asopa	- Non-Executive Director

CHIEF FINANCIAL OFFICER

Bharatkumar Nayak

COMPANY SECRETARY

Rutika Pawar

AUDIT COMMITTEE

P. S. Dasgupta	- Chairman
Sebi Joseph	- Member
Anil Vaish	- Member

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Sebi Joseph	- Chairman
Suma P N	- Member
P. S. Dasgupta	- Member

NOMINATION AND REMUNERATION COMMITTEE

P. S. Dasgupta	- Chairman
Sebi Joseph	- Member
Anil Vaish	- Member
Manish Asopa	- Member

STAKEHOLDERS RELATIONSHIP COMMITTEE

Anil Vaish	- Chairman
Sebi Joseph	- Member
Suma P N	- Member

CONTENTS

NOTICE OF 69TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the **SIXTY NINTH ANNUAL GENERAL MEETING** of **OTIS ELEVATOR COMPANY (INDIA) LIMITED** will be held on Wednesday, 27th September 2023 at 2:30 PM through Video Conferencing (VC) / Other Audio-Visual Means (OAVM) to transact the following business:

ORDINARY BUSINESS:

1. **Adoption of Audited Standalone Financial Statement**

   To receive, consider and adopt the Audited Standalone Financial Statement of the Company for the financial year ended on 31st March 2023 and reports of the Board of Directors and the Auditors thereon.

2. **Adoption of Audited Consolidated Financial Statement**

   To receive, consider and adopt the Audited Consolidated Financial Statement of the Company for the financial year ended on 31st March 2023 and report of the Auditors thereon.

3. **Appointment of a Director retiring by rotation**

   To appoint a Director in place of Mr. Sebi Joseph (DIN: 05221403), who retires by rotation at this meeting and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

4. **To reappoint Mr. Sebi Joseph (DIN: 05221403) as Managing Director**

   To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

   "RESOLVED THAT pursuant to the provisions of Section 196, 197, 198 and 203 of the Companies Act, 2013 ("Act") read with Schedule V and the rules framed thereunder and any other applicable provisions, if any, of the Act (including any amendment, modification, variation or re-enactment thereof), and pursuant to the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company, the approval of the members be and is hereby accorded for the re-appointment of Mr. Sebi Joseph (DIN:05221403) as the Managing Director and Chairman of the Company for a further period of 3 (three) years with effect from March 16, 2024 to March 15, 2027, liable to retire by rotation, on such terms and conditions including the remuneration as detailed in the attached explanatory statement with authority to the Board of Directors to alter, vary and modify the terms and conditions in accordance with the provisions of the Act and the employment policies of the Company.

   RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution."

5. **To re-appoint Mr. Bharatkumar Sanjiva Nayak (DIN: 01919252) as Whole time Director**

   To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

   "RESOLVED THAT pursuant to the provisions of Sections 196, 197, 198 and 203 of the Companies Act, 2013 ("Act") read with Schedule V and the rules made thereunder and any other applicable provisions, if any, of the Act (including any amendment, modification, variation or re-enactment thereof) and pursuant to the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company, the approval of the members be and is hereby accorded for the re-appointment of Mr. Bharatkumar Sanjiva Nayak (DIN:01919252), as Whole-time Director of the Company for a further period of three (3) years with effect from October 15, 2023 to October 14, 2026, liable to retire by rotation, on such terms and conditions including the remuneration as detailed in the attached explanatory statement with authority to the Board of Directors to alter, vary and modify the terms and conditions in accordance with the provisions of the Act and the employment policies of the Company.

   RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution."

6. **To re-appoint Ms. Suma P N (DIN: 05350680) as a Wholetime Director**

   To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

   "RESOLVED THAT pursuant to the provisions of Sections 196, 197, 198 and 203 of the Companies Act, 2013 ("Act") read with Schedule V and the Rules made thereunder and any other applicable provisions, if any, of the Act (including any amendment, modification, variation or re-enactment thereof) and pursuant to the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company, the approval of the members be and is hereby accorded for the re-appointment of Ms. Suma P N (DIN: 05350680), as Whole-time Director of the Company for a further period of three (3) years with effect from August 16, 2023 to August 15, 2026, liable to retire by rotation, on such terms and conditions including the remuneration as detailed in the attached explanatory statement with authority to the Board of Directors to alter, vary and modify the terms and conditions in accordance with the provisions of the Act and the employment policies of the Company.

   RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution."

7. **To consider and recommend the appointment of Mr. Manish Asopa as a Non - Executive Director**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 149, 152 and all other applicable provisions of the Companies Act, 2013 ("the Act") and the Rules framed thereunder (including any amendment, modification, variation or re-enactment thereof), Articles of Association of the Company and other applicable laws, Mr. Manish Asopa (DIN: 09430977), who was appointed as an Additional Director of the Company with effect from 23rd November, 2022 by the Board of Directors pursuant to Section 161 of the Act and who holds office up to the date of the forthcoming Annual General Meeting of the Company, be and is hereby appointed as a Non-Executive Director of the Company liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution."

8. **To ratify the remuneration of Cost Auditors for the financial year ending March 31, 2024**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148 of the Companies Act, 2013 ("the Act") and all other applicable provisions of the Act, the Companies (Audit and Auditors) Rules, 2014 (including any amendment, modification, variation or re-enactment thereof), the Company hereby ratifies the remuneration payable to M/s. Kishore Bhatia and Associates (Firm Registration No.: 00294), Cost Accountants, Mumbai, the Cost Auditors appointed by the Board of Directors of the Company to conduct audit of the cost records of the Company for the financial year ending on 31st March, 2024, as approved by the Board of Directors and as set out in the explanatory statement annexed to the Notice convening this meeting."

RESOLVED FURTHER THAT the Board of Directors (including any Committee thereof) be and is hereby authorized to do all acts and take all such steps as may be necessary, proper, or expedient to give effect to this resolution."

9. **To approve payment of commission to the Independent Directors**

To consider and if thought fit, with or without modification(s), to pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 197, 198 and all other applicable provisions of the Companies Act, 2013 ("Act") and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any amendment, modification, variation or re-enactment thereof) ("Act") and upon recommendation of the Board of Directors, a sum not exceeding one percent (1%) per annum of the net profits of the Company calculated in accordance with the provisions of Section 198 of the Act, be paid to the Independent Directors of the Company as approved by the Board of Directors for each financial year for five years commencing from 1st April, 2023.

RESOLVED FURTHER THAT the above remuneration shall be in addition to fee payable to the Independent Directors for attending the meetings of the Board or Committee thereof and reimbursement of expenses as may be decided by the Board of Directors ."

By Order of the Board of Directors

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: 17th August, 2023

REGISTERED OFFICE:
9th Floor, Magnus Towers,
Mindspace, Malad Link Road
Malad (W), Mumbai - 400 064
Maharashtra

Website: www.otis.com

Tel: 91-22-2844 9700/ 66795151
Fax: 91-22-2844 9791

CIN: U29150MH1953PLC009158

NOTICE OF 69TH ANNUAL GENERAL MEETING

Notes:

1. An explanatory statement pursuant to Section 102 of the Companies Act, 2013, relating to Special business to be transacted at the 69th Annual General Meeting (AGM), is annexed hereto.

2. The Ministry of Corporate Affairs ("MCA"), inter-alia, vide its General Circular Nos. 14/ 2020 dated April 8, 2020 and 17/2020 dated April 13, 2020, followed by General Circular Nos. 20/2020 dated May 5, 2020, Circular No. 02/2021 dated January 13, 2021 and subsequent circulars issued in this regard, the latest being Nos 10/2022 dated December 28, 2022 (collectively referred to as "MCA Circulars") has permitted the holding of the AGM through Video Conferencing ("VC") or through other Audio-Visual Means ("OAVM"), without the physical presence of the Members at a common venue. The forthcoming AGM will thus be held through video conferencing (VC) or other audio-visual means (OAVM).

   The AGM shall be deemed to be held at the Registered office of the Company at 9th Floor, Magnus Towers, Mindspace, Malad Link Road, Malad (W), Mumbai 400064.

3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice.

4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM.

6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at https://www.otis.com/en/in/.

7. Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company on or before September 20, 2023 through email to **Ms. Rutika Pawar, Company Secretary at e-mail id: rutika.pawar@otis.com**. The documents referred to in this Notice will be made available for inspection as per applicable statutory requirements.

8. Corporate / Institutional members intending to authorize their representative to attend the Meeting through VC facility are requested to send to the Company a certified true copy of the Board resolution authorizing their representative to attend and vote on their behalf at the Meeting. The said resolution/ authorization shall be sent to the Company Secretary.

9. For any queries / grievances in respect of the shareholdings, the shareholders are requested to send their communication to the Company's Registrar and Share Transfer Agents (RTA) – Link Intime India Private Limited located at C 101, 247 Park, LBS Road, Vikhroli (West), Mumbai- 400089, Tel No: +91 22 49186270 Fax: + 01 22 49186060, Email id: rnt.helpdesk@linktime.co.in, Website: www.linkintime.co.in.

   Further, Members are requested to:

   i. Quote their folio number/client ID no. in all correspondence with the Company/RTA.

   ii. Members holding shares in physical form are requested to intimate the following directly to the Company's RTA:

      a. Changes, if any, in their address with pin code numbers.

      b. Quote their ledger folio no. in all their correspondence.

      c. Request for nomination forms for making nominations.

10. The Company had paid dividends to its shareholders and pursuant to the Companies Act, 2013, the amount of such dividends pertaining to FY 2014-15 and FY 2015-16, which were unclaimed/ unpaid have been transferred to the Investor Education and Protection Fund (IEPF) of the Government.

    Pursuant to the provisions of Section 124 of the Companies Act, 2013 read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, there were no shares liable to be transferred to IEPF, in respect of which Dividend had not been paid or claimed by the Shareholders for seven consecutive years or more to the Demat account of the Investor Education and Protection Fund Authority (IEPF).

    The Company has been sending reminders to those members having unpaid/unclaimed dividends before transfer of such dividend(s) to IEPF. The Company has uploaded full details (Name, Folio no/DP id/Client id) of such shareholder on it's website https://www.otis.com/en/in/.The Company had also simultaneously published notice in the leading newspaper in English and regional language having wide circulation as per statutory requirement. Members who have not encashed their dividend warrants pertaining to FY 2015-16 to FY 2022-23, may approach the Company or its Registrar & Share Transfer Agent located at C 101, 247 Park, LBS Road, Vikhroli (West), Mumbai- 400089, Tel No: +91 22 49186270 Fax: +91 22 49186060, Email Id: rnt.helpdesk@linktime.co.in, Website: www.linkintime.co.in. immediately for obtaining payment thereof mentioning the relevant folio number or DPID/ Client ID, for issuance of duplicate / revalidated dividend warrant(s). In case valid claim is not received, the respective shares will be credited to the demat account of the IEPF Authority.

11. Members may note that they can claim back the shares as well as unclaimed Dividends transferred to the IEPF Authority. Concerned Members/ Investors are advised to visit the weblink **http://www.iepf.gov.in/IEPF/refund.html** or contact RTA for lodging claim for refund of Shares and/ or Dividend from the IEPF Authority. No claims shall lie against the Company in respect of the dividend/shares so transferred.

NOTICE OF 69TH ANNUAL GENERAL MEETING

12. **Registration of email ID and Bank Account details:**

In case the shareholder's email ID is already registered with the Company/ its Registrar & Share Transfer Agent "RTA"/ Depositories, log in details for e-voting are being sent on the registered email address.

In case a shareholder has not registered his/her/their email address with the Company/ RTA/ Depositories and/ or has not updated the Bank Account mandate for receipt of dividend, the following instructions are to be followed:

(i) Kindly log in to the website of our RTA, Link Intime India Private Ltd., www.linkintime.co.in under Investor Services > Email/Bank detail Registration - fill in the details and upload the required documents and submit. OR

(ii) In the case of Shares held in DEMAT mode: The shareholder may please contact the Depository Participant ("DP") and register the email address and bank account details in the demat account as per the process followed and advised by the DP.

13. The Notice of the Annual General Meeting is being sent only by electronic mode to those Members whose email addresses are registered with the Company/Depositories in accordance with the aforesaid MCA Circulars. Members may note that the Notice of AGM will also be available on the Company's website.

14. The Register of Members and the Share Transfer Books of the Company will remain closed from **Wednesday, September 20, 2023 to Wednesday, September 27, 2023 (both days inclusive).**

15. Pursuant to Section 108 of the Companies Act, 2013, read with the relevant Rules of the Act, the Company is pleased to provide the facility to Members to exercise their right to vote by electronic means. The Members, whose names appear in the Register of Members / list of Beneficial Owners as on cut off date i.e. **Wednesday, September 20, 2023** are entitled to vote on the Resolutions set forth in this notice.

16. Anyone who has acquired shares and became the member of the Company after the Dispatch of the Notice and before the book closure may approach the Company for issuance of the User ID and Password for exercising their right to vote by electronic means, by sending an email to rutika.pawar@otis.com or rnt.helpdesk@linktime.co.in by mentioning their Folio No./ DP ID and Client ID No.

17 The Company has appointed M/s JSP & Associates, Practising Company Secretaries, to act as the Scrutinizer, for conducting the remote e-voting and physical voting at the AGM in a fair and transparent manner. The Members desiring to vote through electronic mode may refer to the detailed procedure on e-voting given hereinafter.

18. The Scrutinizer shall, immediately after the conclusion of e-voting at the AGM, first download the votes cast at the AGM and thereafter unblock the votes cast through remote e-voting and shall make a consolidated report of the total votes cast in favour or against, invalid votes, if any, and whether the resolutions have been carried or not , and such report shall then be sent to the Chairman or a person authorized by him, within 48 (forty eight) hours from the conclusion of the AGM, who shall then countersign and declare the result of the voting forthwith.

19. The results shall be declared after the AGM of the Company. The results declared along with the Scrutinizer's report shall be placed on the website of the Company and RTA within two days of passing of the resolutions at the AGM.

20. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and MCA Circulars, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM.

21. The facility for voting through electronic voting system shall be made available at the AGM and the members attending the AGM through VC/OAVM, who have not already cast their vote by remote e-voting, may exercise their right to vote through e-voting at the AGM. The Company has entered in an arrangement with the **Central Depository Services (India) Limited (CDSL)** for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

(i) The voting period begins on **Wednesday, September 20, 2023 at 9:00 AM** and ends on **Wednesday, September 26, 2023 at 5:00 PM.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **Wednesday, September 20, 2023** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

Login method for e-voting and joining virtual meetings for Individual Shareholders holding securities in Demat mode CDSL/NSDL is given below:

(iii) In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

NOTICE OF 69TH ANNUAL GENERAL MEETING

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with **CDSL Depository**	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi/Easiest are requested to visit www.cdslindia.com and click on Login icon & select New System Myeasi Tab. 2) After successful login, the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/ NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/ Easiest, option to register is available at CDSL Website visit CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with **NSDL Depository**	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants (DP)**	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/ CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

NOTICE OF 69TH ANNUAL GENERAL MEETING

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33
Individual Shareholders holding securities in Demat mode with **NSDL**	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at : 022 - 4886 7000 and 022 - 2499 7000

Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.

1) The shareholders should log on to the e-voting website www.evotingindia.com.

2) Click on "Shareholders" module.

3) Now enter your User ID

    a. For CDSL: 16 digits beneficiary ID,

    b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,

    c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

4) Next enter the Image Verification as displayed and Click on Login.

5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details **OR** Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

(iv) After entering these details appropriately, click on "SUBMIT" tab.

(v) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(vi) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(vii) Click on the EVSN of Otis Elevator Company (India) Limited to vote.

(viii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(ix) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(x) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xiii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xiv) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.

(xv) Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should

NOTICE OF 69TH ANNUAL GENERAL MEETING

be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.

- The list of accounts linked in the login will be mapped automatically & can be delinked in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatorily to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; Rutika.pawar@otis.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/ MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/ DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders - Please update your email id & mobile no. with your respective **Depository Participant (DP)**

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / iPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at rutika.pawar@otis.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at rutika.pawar@otis.com. These queries will be replied to by the company suitably by email. It is noted that the Company reserves the rights to restrict the number of questions and number of speakers, as approved for smooth conduct of AGM.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai – 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

NOTICE OF 69TH ANNUAL GENERAL MEETING

ANNEXURE TO THE NOTICE

Explanatory Statement as required under Section 102 (1) of the Companies Act, 2013

Item No. 4

Mr. Sebi Joseph (DIN: 05221403), (aged: 61) is the Managing Director of the Company since 2012. At the 66th AGM held on 14th October 2020, Mr. Sebi was re-appointed as Managing Director for a period of 3 (three) years with effect from March 16, 2021 till March 15, 2024.

Mr. Sebi Joseph leads the core team that drives the growth and performance at Otis India and is responsible for the overall leadership and strategy for Otis India, Bhutan, Sri Lanka, Bangladesh and Nepal. He has contributed significantly to the transformation and consistent growth of the Company since he joined the Board.

Mr. Sebi holds a Bachelor's Degree in Mechanical Engineering and Master's Degree in Business Administration. He was the Chairman of IEEMA (Indian Electrical & Electronics Manufacturers' Association) - Elevator & Escalator Division and carries more than 35 years of valuable experience.

In the interest of the Company and its stakeholders, the leadership of Mr. Sebi Joseph will be extremely beneficial to the performance and growth of the Company. Therefore, the Nomination & Remuneration Committee considered it appropriate to recommend to the Board the reappointment of Mr. Sebi for another term as Managing Director and Chairman of the Company. The Board of Directors of the Company approved the re-appointment of Mr. Sebi for a further period of three years with effect from March 16, 2024 till March 15, 2027, at its meeting held on 17th August 2023. He has also given his consent to act as Managing Director of the Company if reappointed.

Mr. Sebi is also Director on the Boards of Supriya Elevator Company (India) Limited (Wholly Owned Subsidiary of the Company), Otis Global Services Center Private Limited and Aitken Spence Elevators (Private) Limited (Sri Lanka).

He has attended four meetings of the Board held during the financial year 2022-23. He holds the membership of the following Committees of the Board:

Sr. No.	Name of the Company	Name of the Committee
1.	Otis Elevator Co. (India) Ltd.	Audit Committee Corporate Social Responsibility Committee Stakeholders Relationship Committee Nomination and Remuneration Committee

Mr. Sebi Joseph does not hold any shares in the Company and is not related with any other Director or Key Managerial Personnel of the Company. Remuneration last drawn by him for the financial year 2022-23 including ESOP was INR 87,895,409. The re-appointment will be on the existing terms and conditions of his employment with the Company and the remuneration payable including the revisions during the term as approved by the Board shall not exceed the overall ceiling of the total managerial remuneration as provided under Section 197 of the Act. Mr. Sebi Joseph shall not be paid any sitting fees for attending meetings of the Board of Directors or Committees thereof. Notwithstanding anything to the contrary herein contained, wherein any financial year during the currency of his tenure, in the event of loss or inadequacy of profits, the Company will pay remuneration within the limits specified in the Schedule V and any other applicable provisions, if any, of the Act read with the Rules framed thereunder (including any amendment, modification, variation or re-enactment thereof).

In terms of the provisions of the Companies Act, 2013, the consent of the members is required for the re-appointment and remuneration of Mr. Sebi Joseph (DIN: 05221403) as the Managing Director of the Company.

Accordingly, consent of the members is sought by way of an Ordinary Resolution set out at item no. 4 of the Notice. The terms set out in the resolution and in the explanatory statement may be treated as an abstract of the terms and conditions governing his appointment and remuneration and memorandum of interest pursuant to Section 190 of the Companies Act, 2013.

Interest of Directors:

Except Mr. Sebi Joseph, none of the Promoter, Directors, Key Managerial Personnel of the Company and their relatives is deemed to be concerned or interested financially or otherwise in the said resolution.

Item No. 5

Mr. Bharatkumar Sanjiva Nayak (DIN:01919252), (aged: 60) is the Chief Financial Officer and Whole Time Director of the Company. He was appointed as a Whole time Director of the Company in the 66th Annual General Meeting held on October 14, 2020 for a period of three years with effect from October 14, 2020 to October 14, 2023. This tenure of Mr. Bharat will end on October 14, 2023.

Mr. Bharat Kumar Nayak is a Chartered Accountant. He is serving Otis since last 35 years. He worked in various positions for Otis during his tenure with Otis. His contribution has enabled the Company to implement the effective financial, internal controls and digital technology process and improve the profitability.

The Board of Directors has approved reappointment of Mr. Bharat as Wholetime Director for a period of three years with effect from October 15, 2023 to October 14, 2026 on the recommendation of the Nomination & Remuneration Committee ("NRC") in its meeting held on August 17, 2023. The NRC while recommending his appointment as Whole-time Director, considered the experience and contribution of Mr. Bharat during his tenure with the Company. He has also given his consent to act as Wholetime Director of the Company if reappointed.

He is also director on the Board of Supriya Elevator Company (India) Limited (Wholly Owned Subsidiary of the Company). He has attended all the four meetings of the Board held during the financial year 2022-23 and does not hold any membership in the Committees of the Board.

Mr. Bharatkumar Nayak does not hold any shares in the Company and is not related to any other Director or Key Managerial Personnel of the Company. The remuneration drawn by him for the financial year 2022-23 was INR 28,038,009. The re-appointment including the remuneration is on the existing terms and conditions of his employment with the Company and the remuneration payable including the revisions during the term as

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approved by the Board shall not exceed the overall ceiling of the total managerial remuneration as provided under Section 197 of the Act. Mr. Bharat Nayak shall not be paid any sitting fees for attending meetings of the Board of Directors or Committees thereof. Notwithstanding anything to the contrary herein contained, where in any financial year during the currency of his tenure, in the event of loss or inadequacy of profits, the Company will pay remuneration within the limits specified in the Schedule V and any other applicable provisions, if any, of the Act read with the Rules framed thereunder (including any amendment, modification, variation or re-enactment thereof).

In terms of the provisions of the Companies Act, 2013, the consent of the members is required for the appointment and remuneration of Mr. Bharatkumar Sanjiva Nayak as the whole-time Director of the Company.

The Board recommends the Ordinary Resolution as set out at item no. 5 of the Notice for approval of the members. The terms set out in the resolution and in the explanatory statement may be treated as an abstract of the terms and conditions governing his appointment and remuneration and memorandum of interest pursuant to Section 190 of the Companies Act, 2013.

Interest of Directors:

Except Mr. Bharatkumar Nayak, none of the Promoters, Directors, Key Managerial Personnel of the Company and their relatives is deemed to be concerned or interested financially or otherwise in the said resolution.

Item No.6

Ms. Suma P N (DIN: 05350680), (aged: 54) was appointed as a Whole time Director by the Board of Directors since 2017 and reappointed as a Whole time Director in the 66th Annual General Meeting held on October 14, 2020 for a period of three years with effect from August 16, 2020 to August 15, 2023. She is serving Otis since last 12 years. She is currently Director – Human Resources of the Company.

Ms. Suma P N holds a Post Graduate Diploma in Personnel Management from St. Josephs College and she is an MBA from Indira Gandhi National Open University. She has also completed a two-year Management Program (MTP). Ms. Suma P N brings in more than 30 years of valuable experience.

The Board of Directors has approved her reappointment as Wholetime Director in its meeting held on August 17, 2023 for a period of three years with effect from August 16, 2023 to August 15, 2026 on the recommendation of the Nomination & Remuneration Committee ("NRC"). The NRC while recommending her appointment as Whole-time Director, considered the various aspects relating thereto including experience, future business prospects etc. She has also given her consent to act as Wholetime Director of the Company, if reappointed.

Ms. Suma is not holding any Directorships, Memberships / Chairmanship of Committees of any other Company. She has attended three meetings of the Board held during the financial year 2022-23 and holds the membership of the Corporate Social Responsibility Committee and Stakeholders Relationship Committee of the Board.

Ms. Suma P N does not hold any shares in the Company and is not related to any other Director or Key Managerial Personnel of the Company. Remuneration drawn by her for the financial year 2022-23 was INR 26,276,929. The re-appointment including the remuneration is on the existing terms and conditions of her employment with the Company and the remuneration payable including the revisions during the term as approved by the Board shall not exceed the overall ceiling of the total managerial remuneration as provided under Section 197 of the Act. Ms. Suma P N, in the capacity of a Whole-time Director shall not be paid any sitting fees for attending meetings of the Board of Directors or Committees thereof. Notwithstanding anything to the contrary herein contained, where in any financial year during the currency of her tenure, in the event of loss or inadequacy of profits, the Company will pay remuneration within the limits specified in the Schedule V and any other applicable provisions, if any, of the Act read with the Rules framed thereunder (including any amendment, modification, variation or re-enactment thereof).

In terms of the provisions of the Companies Act, 2013, the consent of the members is required for the appointment and remuneration of Ms. Suma P N, as the whole-time Director of the Company.

The Board recommends the Ordinary Resolution as set out at item no. 6 of the Notice for approval of the members. The terms set out in the resolution and in the explanatory statement may be treated as an abstract of the terms and conditions governing her appointment and remuneration and memorandum of interest pursuant to Section 190 of the Companies Act, 2013.

Interest of Directors:

Except Ms. Suma P N, none of the Promoters, Directors, Key Managerial Personnel of the Company and their relatives is deemed to be concerned or interested financially or otherwise in the said resolution.

Item no. 7

Mr. Manish Asopa (DIN: 09430977), (aged: 49) was appointed as an Additional Director on the Board with effect from 23rd November 2022 by the Board in accordance with the Articles of Association and Section 161 of the Companies Act 2013 ("the Act"). Pursuant to Section 161 of the Act, Mr. Manish Asopa holds office up to the date of the forthcoming Annual General Meeting.

The Board of Directors has approved appointment of Mr. Asopa as a Non-Executive Director, liable to retire on rotation, in its meeting held on August 17, 2023 on the recommendation of the Nomination & Remuneration Committee ("NRC"). The NRC while recommending his appointment as a Non-Executive Director, considered his experience and qualification. He has also given his consent to act as Non-Executive Director of the Company, if reappointed.

Mr. Asopa holds a Bachelor of Commerce (Honors) degree from University of Calcutta and professional qualifications of Chartered Accountant and Cost Accountants from India. He is an experienced finance professional with more than 22 years of experience in Manufacturing, Consulting, and IT Industry.

He is also Managing Director of Otis Global Services Center Private Limited. He has attended one meeting of the Board held during the financial year 2022-23 and is Member of Nomination and Remuneration Committee.

NOTICE OF 69TH ANNUAL GENERAL MEETING

Mr. Manish Asopa does not hold any shares in the Company and is not related to any other Director or Key Managerial Personnel of the Company. Mr. Manish Asopa will not be entitled for any remuneration or sitting fees for attending board meetings as per the company policy for non-executive directors. His appointment as the Non-Executive Director is in accordance with the provisions of the Companies Act, 2013 and the rules framed thereunder as amended and is subject to the approval of the members of the Company.

In terms of the provisions of the Companies Act, 2013, the consent of the members is required for the appointment and remuneration of Mr. Manish Asopa, as Non-Executive Director of the Company.

The Board recommends the Ordinary Resolution as set out at item no. 7 of the Notice for approval of the members. The terms set out in the resolution and in the explanatory statement may be treated as an abstract of the terms and conditions governing his appointment and remuneration and memorandum of interest pursuant to Section 190 of the Companies Act, 2013.

Interest of Directors:

Except Mr. Manish Asopa, no other Promoter, Director, Key Managerial Personnel of the Company and their relatives thereof is interested or concerned financially or otherwise in the proposed resolution.

Item No. 8

The Board of Directors, on the recommendation of the Audit Committee, has approved the re-appointment of M/s. Kishore Bhatia & Associates (Firm Registration No.: 00294), Cost Accountants, Mumbai, as the Cost Auditors to conduct the audit of the cost records of the Company, if applicable, for the financial year ending March 31, 2024 at a remuneration not exceeding INR 3,85,000 (Rupees Three Lakhs Eighty Five Thousands Only) plus applicable taxes and out-of pocket expenses at actuals.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Rules framed thereunder as amended, the remuneration payable to the Cost Auditors has to be ratified by the members of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution set out at item no. 8 of the Notice.

Interest of Directors:

None of the Directors, Key Managerial Personnel or their relatives is concerned or interested, financially or otherwise, in this resolution.

Item No. 9

The members of the Company at their 63rd Annual General Meeting held on September 22, 2017 approved by way of special resolution, the payment of remuneration by way of commission to the Independent Directors of the Company, of a sum not exceeding one percent (1%) per annum of the net profits of the Company, calculated in accordance with Section 197 of the Companies Act, 2013, for a period of five years.

Taking into account the responsibilities of the Independent Directors, it is proposed that in terms of Section 197 of the Act and based on the recommendation of the Board, the Independent Directors be paid for each of the five financial years of the Company commencing from 1st April, 2023, remuneration not exceeding one percent (1%) per annum of the net profits of the Company computed with the provisions of the Companies Act, 2013 read with Rules framed thereunder as amended. This remuneration will be paid to the Independent Directors in accordance with recommendation of Nomination and Remuneration Committee and the approval of the Board of Directors.

Accordingly, consent of the members is sought for passing a Special Resolution set out at item no. 9 of the Notice.

Interest of Directors:

None of the Directors, Key Managerial Personnel or their relatives is concerned or interested, financially or otherwise, in the resolution, except the Independent Directors of the Company and their respective relatives.

By Order of the Board of Directors

Rutika Pawar
Company Secretary
Membership No. A17248

REGISTERED OFFICE:
9th Floor, Magnus Towers,
Mindspace, Malad Link Road
Malad (W), Mumbai - 400 064
Maharashtra
Tel: 91-22-2844 9700/ 66795151
Fax: 91-22-2844 9791
CIN: U29150MH1953PLC009158

Website: www.otis.com

Place: Mumbai
Date: August 17, 2023

BOARD'S REPORT

TO THE MEMBERS OF OTIS ELEVATOR COMPANY (INDIA) LIMITED

Your directors take pleasure in presenting the 69th (Sixty Ninth) Annual Report along with Audited Financial Statements of the Company for the Financial Year ended March 31, 2023.

FINANCIAL HIGHLIGHTS

The Financial highlights of your Company for the Financial Year ended March 31, 2023 are as under:

(INR in Millions)

Particulars	Standalone		Consolidated	
	FY 2022-23	FY 2021-22	FY 2022-23	FY 2021-22
Revenue from operations	24,273	19,404	24,350	19,473
Other Income	454	436	463	451
Total Income	**24,727**	**19,840**	**24,813**	**19,924**
Profit before tax	2,137	1,987	2,128	1,986
Provision for Tax	578	517	581	522
Net Profit after tax	**1,559**	**1,470**	**1,547**	**1,464**
Surplus brought forward	1,861	1,987	1,806	1,938
Profit after tax available for appropriation	**3,420**	**3,457**	**3,353**	**3,402**
Items of Other Comprehensive Income	(15)	(2)	(15)	(2)
Appropriation:				
Interim & Proposed Dividend	1,771	1,594	1,771	1,594
Transaction with Non-controlling Interest	-	-	-	-
Surplus carried forward	**1,634**	**1,861**	**1,567**	**1,806**

DIVIDEND

Your Company declared two interim dividends, one on May 24, 2022 at the rate of 1000% of Rs 100 per share and a second one on November 23, 2022 at the rate of 500% being Rs 50 per share. In view of this, no final dividend is recommended for the year under review.

The Register of Members and Share Transfer Books shall remain closed from Wednesday, September 20, 2023 to Wednesday, September 27, 2023 (both days inclusive) for the purpose of Annual General Meeting.

REVIEW OF OPERATIONS / STATE OF THE COMPANY'S AFFAIRS

FINANCIALS

On Standalone basis, Revenue from operations for FY 2022-23 at Rs. 24,273 million was 25% higher than previous year. All segments of business grew over the last year. New equipment revenues grew by 33% driven by growth in shipments and field operations. Repair and modernization business grew by 35% driven by overall activity pick up post Covid. Maintenance revenues were up 8% mainly driven by portfolio growth and revenue per unit growth. Profit before tax grew by 8%. We continued to face commodity cost headwinds, coupled with foreign exchange impacts. We were able to partly offset this through continuous efforts on product cost reduction, efficiency improvement and commodity cost mitigation actions. We also had a voluntary separation scheme during the year. 53 employees opted for the scheme with a total outlay of Rs 106.5M and this spend is included in employee benefit expense for the year. We continue to constantly enhance our working capital management, and this has resulted in another strong year on cash flow generation from operations.

On Consolidated basis, Revenue from operations for FY 2022-23 at Rs. 24,350 million was higher by 25% over the previous year. Profit after tax ("PAT") for the year was Rs. 1,547 million recording an increase of 6% vis prior year.

The Board is pleased to inform you that your company has got a favorable order from Supreme Court on the excise valuation case relating to valuation of parts and components removed from Bangalore factory. The total demand was INR 50371 lacs pertaining to period 2014 to 2017. The matter was heard by Supreme Court in November 22 and was decided in our favour. Referring to the favourable order from the Supreme Court, we pursued with the tax authorities and were successful in dropping all proceedings which resulted in a significant reduction in our contingent liability.

BUSINESS

For the fiscal year 2022-23, GDP grew by 7.2%. This was driven by growth across all sectors including manufacturing; construction; hotels, transportation and Government spending. Construction industry grew by 10% in the last year.

Your Company anticipated the growth in the elevator segment and adapted its strategy to enhance sales coverage, penetrate all segments: residential, commercial and infrastructure, manage supply chain disruptions, improve execution capability and meet customer needs. Your Company continuously enhances its Business Continuity plan to mitigate various business risks.

Your Company continued its progress on the digital front. The online booking gained further traction and is now a stable platform for lead generation and order booking and over 10% of our bookings are done through this online platform. This platform is supported by sustained Digital Marketing program across key social media platforms. The Company strengthened the service sales digitalization using the repair upgrade application to enable app-based lead generation for repair business. The OTIS ONE ™ solution (IoT) has gained traction especially in key accounts who have signed up for active monitoring and connected solutions. The connected solutions offer both customer oriented features and improved service and field response time.

Your Company continued the focus on People First having a series of initiatives on professional development and personal development with specific focus on well-being and mental health.

NEW EQUIPMENT SALES

Your Company has taken significant steps to leverage the growth in elevator segment in FY 2022-23 and has further improved our share of segment with strong growth in orders and backlog. The segment coverage was enhanced through increased sales efficiency, increased digital marketing initiatives, and increased coverage of Tier 2/3 cities. The product range is further enhanced with increased choices for customers in aesthetics as well as option of having the installations connected through our IoT solutions; an integral part of our Gen 3 sales.

SERVICE

Your Company continues to be the leader in service portfolio in India with another year of strong growth in portfolio gain in the year. The service delivery has been further strengthened with enhanced deployment of strategic initiatives and digitalization including having the installations connected through IoT. The Company continued to add several critical features to the Service Transformation to improve service delivery and to sustain the leadership position.

MODERNISATION (MOD) AND UPGRADATION

In FY 2022-23 the Company had a strong growth in modernization and repair orders and sales. This was achieved by leveraging the modernization offerings in our flagship Gen2 product family, release of new upgrade packages, augmenting adoption of the T Upgrade applications in generating repair upgradation leads and expanding coverage by enhancing the service sales team.

BOARD'S REPORT

With new modernization and upgradation packages, we are poised to accelerate the growth in our modernization and repair business. The Company continues to expand MOD and repair offerings to cater to different customer segments. Your Company is also augmenting the Sales force in MOD and Repair business for improved coverage.

CURRENT OUTLOOK

For the current fiscal year, GDP is expected to grow by 6.5%. We expect the momentum in construction industry to continue and this coupled with enhanced investment by government in the infrastructure segment will fuel the growth in elevator segment. Your Company is poised to leverage this growth with focus on winning in all segments, actions on portfolio growth and acceleration in modernization and repairs and enhancing our digital and mobility solutions.

In line with the strong Q1 segment growth, Otis has also begun the year with a strong order growth in Q1 in line with segment growth. Otis India will sustain the growth strategy in New Equipment business with increased segment sales coverage, localization of products at Bengaluru Works in line with *Make in India Program*, product feature enhancements, increased sales coverage and digitalization. We are further expanding the sales coverage, product range and digitalization across all business areas for enhanced customer engagement and operational efficiency.

TRANSFER OF UNCLAIMED/UNPAID AMOUNTS TO THE INVESTOR EDUCATION AND PROTECTION FUND (IEPF):

Pursuant to Sections 124 and 125 of the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (IEPF Rules), dividends, if not claimed for a consecutive period of 7 years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund ('IEPF'). Further, shares in respect of such dividends which have not been claimed for a period of 7 consecutive years are also liable to be transferred to the demat account of the IEPF Authority.

During the year, the unclaimed dividends of INR 4,60,410 pertaining to the Financial Year 2014-15 and INR 11,89,360 pertaining to the Financial Year 2015-16, were transferred to Investor Education and Protection Fund after giving notice to the members whose dividend was unpaid as per Rule 5(1) of the Companies (Declaration and Payment of Dividend) Rules, 2014 as amended.

TRANSFER TO RESERVE

During the year under review, the company has not transferred any amount to the 'General Reserve' and entire amount of profit for the year forms part of the 'Retained Earning'.

THREE ABSOLUTES

During the year under review, your company continue to maintain high standards of Safety, Ethics and Quality. These core values establish standards of conduct and ethical principles and guide us in our day to day decisions. Your Company continues to strive to ensure that it delivers safe and quality products and services and its workplaces are safe from hazards.

CERTIFICATION

Your Company is certified for ISO 9001:2015 (Quality Management System) and ISO 14001:2015 (Environmental Management System).

CONSOLIDATED FINANCIAL STATEMENTS

The Audited consolidated financial statement of the Company prepared in accordance with the applicable Accounting Standards along with all relevant documents and the Auditors' Report forms part of this Annual Report.

REVIEW OF SUBSIDIARIES AND ASSOCIATES

Your Company has one Wholly Owned Subsidiary Company - Supriya Elevator Company (India) Limited. Financials of the Subsidiary Company are disclosed in the Consolidated Financial Statements, which forms part of this Annual Report. The Company had no associate concern during the year under review.

A Statement containing salient features of the Financial Statements of the Subsidiary Company is attached to the Financial Statements pursuant to section 129(3) of the Companies Act, 2013 and Rules made thereunder as amended in the prescribed Form AOC -1.

There has been no change in the nature of business of the Company and its Subsidiary Company during the year.

The Company has obtained a Certificate from the Statutory Auditors of the Company for the year under review certifying that the Company is in compliance with the provisions of the Foreign Exchange Management (Non-debt Instruments) Rules, 2019 issued vide Notification No. S.O. 3732(E) dated 17 October 2019 and related amendments thereof (referred to as 'RBI Regulation') (the 'Circular') for downstream investment by the Company.

DIRECTORS' RESPONSE ON AUDITORS' COMMENT

The comment by the Statutory Auditors under para 2A(b) under 'Other Legal and Regulatory Requirement' section of Independent Auditor's Report was on account of back-up of the books of accounts and other relevant books and papers in electronic mode have not been on servers physically located in India. The Ministry of Corporate Affairs (MCA) had mandated the back-up of books of accounts on daily basis (from periodical basis) on servers located in India effective August 11, 2022. The Company is carrying daily back-up of its books of accounts on servers physically located outside India. The Company is evaluating the feasibility to have daily back up of books of accounts on servers physically located in India.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements under Section 134(3)(c) of the Companies Act, 2013, your Directors state that:

i. in the preparation of the annual accounts for the year ended March 31, 2023, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;

ii. the Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on March 31, 2023 and the profit of the Company for the year ended March 31, 2023;

iii. the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

iv. the Directors had prepared the annual accounts on a going concern basis;

v. the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and

vi. the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and such systems were adequate and operating effectively.

BOARD'S REPORT

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT

Details of Loans, Guarantees and Investment covered under the provisions of Section 186 of the Companies Act, 2013 read with the Rules framed thereunder as amended, are given in the notes to the Financial Statements. The Company has complied with the requirements of Section 186 of the Companies Act, 2013 read with the Rules framed thereunder as amended.

PUBLIC DEPOSITS

The Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 as amended from time to time and as such, no amount on account of principal or interest on public deposits was outstanding as on the date of balance sheet.

RISK MANAGEMENT POLICY

In today's economic environment, Risk Management is a very important part of business. Your Company's risk management is embedded in business. The Company has formulated and implemented a mechanism for Risk Management and has adopted a Risk Management Policy. Risks are classified in different categories such as Business and Compliance related risks. These risks are reviewed on a periodic basis and controls are put in place and mitigation planned with identified process owners and defined timelines.

DIRECTORS AND KMP

Mr. Sebi Joseph (DIN: 05221403) retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

Mr. Manish Asopa (DIN: 09430977) was appointed as an Additional Director on the Board of the Company pursuant to the provision of Section 161,149 of the Companies Act, 2013 ("Act") and rules made thereunder with effect from November 23, 2022 on recommendation of the Nomination and Remuneration Committee of the Board. He holds office as an Additional Director of the Company upto the conclusion of this Annual General Meeting.

Mr. Manish Asopa holds a Bachelor of Commerce (Honors) degree from University of Calcutta and professional qualifications of Chartered Accountant and Cost Accountant from India. He is an experienced finance professional with 22+ years of experience in Manufacturing, Consulting and IT Industry. Mr. Manish presently holds position as Managing Director at Otis Global Services Center Pvt. Ltd.

The Board, based on the recommendation of Nomination and Remuneration Committee, considers that given the background and experience of Mr. Manish Asopa, the continued association of Mr. Manish Asopa would be beneficial to the Company and it is desirable to continue availing his services as a Non-Executive Director. Accordingly, it is proposed to re-appoint Mr. Manish Asopa as Director of the Company, liable to retire by rotation on the Board of the Company.

Attention of the Members is invited to the relevant items in the Notice of the Annual General Meeting seeking your approval to the aforesaid appointments.

INDEPENDENT DIRECTORS

Mr. P. S. Dasgupta (DIN: 00012552) and Mr. Anil Vaish (DIN: 00208119), the Independent Directors of the Company have furnished declarations that they meet the criteria of Independence as laid down under section 149(6) of the Companies Act, 2013 and there has been no change in the circumstances which may affect their status as Independent Director during the year.

REMUNERATION POLICY

The Board on the recommendation of the Nomination and Remuneration Committee had adopted the policy for selection, appointment and remuneration of Directors, Key Managerial Personnel and Senior Management.

The Company's policy on director appointment and remuneration and other matters provided in section 178(3) of the Act and rules framed thereunder as amended, has been disclosed on the Company's website at http://www.otis.com/en/in.

NUMBER OF MEETINGS OF THE BOARD

The Board met 4 times during the Financial Year 2022-23 on May 24, 2022, August 24, 2022, November 23, 2022 and March 15, 2023. The Board Members were provided with the facility of attending the Board meeting through video conferencing mode. The necessary quorum was present for all the meetings. The maximum interval between any two meetings did not exceed 120 days.

Details of attendance of directors at the Board Meetings and Annual General Meeting (AGM) during the financial year 2022-23 are provided below:

Name	Designation	Number of Board Meetings attended	Whether attended last AGM held on September 27, 2022
Mr. Sebi Joseph	Managing Director	4	No
Mr. P S Dasgupta	Non-Executive Independent Director	4	Yes
Ms. Suma P N	Whole time Director	3	Yes
Mr. Anil Vaish	Non- Executive Independent Director	4	Yes
Mr. Bharatkumar Nayak	Whole time Director and CFO	4	Yes
Mr. Manish Asopa	Non- Executive Director	1*	No

*Mr. Manish Asopa was appointed as an Additional Director on 23rd November 2022 and thus, has only attended one Board meeting held on 15th March 2023.

AUDIT COMMITTEE

The constitution of the Audit Committee, its scope, role and terms of reference are as per the provisions of the Companies Act, 2013, and the rules framed thereunder as amended.

The members of the Audit Committee are as under:

1. Mr. P S Dasgupta, Independent Director - Chairman
2. Mr. Anil Vaish, Independent Director – Member
3. Mr. Sebi Joseph, Managing Director - Member

All members of the Audit Committee possess strong knowledge of accounting and financial management. The Chief Financial Officer, the Internal Auditors and Statutory Auditors are regularly invited to attend the Audit Committee Meetings. The Company Secretary is the Secretary to the Committee. The significant audit observations and corrective actions as may be required and taken by the management are presented to the Audit Committee. The Board has accepted all recommendations made by the Audit Committee from time to time.

BOARD'S REPORT

NOMINATION AND REMUNERATION COMMITTEE

The constitution of the Nomination and Remuneration Committee, its scope, role and terms of reference are as per the provisions of the Companies Act, 2013, and the rules framed thereunder as amended.

The members of the Audit Committee are as under:

1. Mr. P S Dasgupta, Independent Director - Chairman
2. Mr. Anil Vaish, Independent Director – Member
3. Mr. Sebi Joseph, Managing Director – Member
4. Mr. Manish Asopa, Non-Executive Director – Member

AUDITORS

(A) STATUTORY AUDITORS AND AUDITOR'S REPORT

M/S B S R & Co. LLP Chartered Accountants (FRN 101248W/ W100022) was appointed as Statutory auditors of the Company at the 68th Annual General Meeting held on September 27, 2022 till the conclusion of the 73rd Annual General Meeting to be held in the year 2027.

The Statutory Auditor's Report does not contain any qualifications, reservations or adverse remarks or disclaimers for the financial year 2022-2023.

The Statutory Auditors of the Company have not reported any fraud to the Audit Committee as specified under section 143(12) of the Act, during the year under review.

(B) COST AUDITOR AND COST AUDIT REPORT

The Cost Accounts and records as required to be maintained under Section 148(1) of the Act are duly made and maintained by your Company.

In terms of the provisions of Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014, the Board of Directors of your Company have, on the recommendation of the Audit Committee, appointed M/s. Kishore Bhatia & Associates, (FRN: 00294) Cost Accountants, Mumbai, to conduct the Cost Audit of your Company for the financial year ending 31st March, 2024, at a remuneration not exceeding INR 3,85,000 (Rupees Three Lakhs Eighty Five Thousand) plus applicable taxes and out of pocket expenses at actuals.

As required under the Act, the remuneration payable to the Cost Auditors has to be placed before the Members at a general meeting for ratification. Hence, a resolution relating to the same forms part of the Notice convening the 69th Annual General Meeting.

(C) SECRETARIAL AUDITOR & SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of Companies Act, 2013 read with the Rules framed there under, M/s. JSP Associates, Company Secretaries in Practice (Firm Registration Number S2004MH073200), were appointed as Secretarial Auditors of your Company to conduct a Secretarial Audit of records and documents of the Company for financial year 2022-2023.

The Secretarial Audit Report does not contain any qualifications, reservations, adverse remarks or disclaimers for the financial year 2022-2023. Report of the Secretarial Auditor is annexed as **Annexure-A** which forms part of this report.

ENERGY CONSERVATION, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars as required under Section 134(3 m) of the Companies Act, 2013, and Rules made thereunder as amended are set out in **Annexure-B** to this Report.

PARTICULARS OF EMPLOYEES AND REMUNERATION

The Statement containing the particulars of top ten employees and the employees drawing remuneration in excess of limits prescribed under Section 197(12) of the Act read with Rule 5(2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not annexed to this Report. In terms of the proviso to Section 136(1) of the Act, the Report and Accounts are being sent to the Members excluding this statement. The said statement is available for inspection with the Company. Any Member interested in obtaining a copy of the same may write to the Company Secretary at rutika.pawar@otis.com.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATE TILL THE DATE OF THIS REPORT

There are no material changes and commitments, affecting the financial position of the Company, which has occurred between the end of the financial year for the Company i.e., March 31, 2023, and the date of this Board's Report.

ANNUAL RETURN

Pursuant to Section 92(3) of the Act and Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return in Form MGT-7 for the financial year ended 31st March, 2023 is available on the website of the Company at URL: http://www.otis.com/en/in.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

Your Company has been supporting charitable and social causes in the communities, where it does business. The Company, in every financial year, in line with the Companies Act, 2013, spend minimum 2% of the average net profits made during the three immediately preceding financial years towards the CSR initiatives. The Company has constituted a Corporate Social Responsibility (CSR) Committee comprising Mr. Sebi Joseph - Chairman of the CSR Committee, Mr. P S Dasgupta, Independent Director and Ms. Suma P N, Whole Time Director.

The focus of the present CSR initiatives is on promoting education in the areas of Science, Technology, Engineering and Mathematics (STEM). These initiatives are recognised activity mentioned in Schedule VII of the Companies Act, 2013. The Company's CSR policy is available on the website of the Company and the report on Corporate Social Responsibility (CSR) activities as required under Section 135 of the Companies Act, 2013 is annexed as **Annexure-C** to this Report.

During the year under review, the Company has spent Rs. 20,625,540/- as CSR contribution to the implementing agencies.

RELATED PARTY TRANSACTIONS

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and at arm's length basis. During the year, the Company had not entered into any contract, arrangement and

BOARD'S REPORT

transactions with related parties which could be considered material or not at arms' length basis. In view of the above, the requirement of giving particulars of contract, arrangement and transactions made with related parties, in Form AOC-2 is not applicable for the year under review.

The Directors draw attention of the members to note no. 44 to the standalone financial statement which sets out related party disclosures.

INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to the Financial Statements. The Audit Committee of the Board reviews the internal control systems including internal financial control system, the adequacy of internal audit function and significant internal audit findings with the management, Internal Auditors and Statutory Auditors.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place a 'Prevention of Sexual Harassment at Workplace (POSH) Policy in line with requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment and also to work towards ensuring a safe and secure work environment by conducting employee awareness and sensitization sessions. The policy has set guidelines on the redressal and enquiry process that is to be followed by complainants and the ICC, whilst dealing with issues related to sexual harassment at the workplace. All employees (permanent, contractual, temporary, trainees), third parties who deal with our Company are covered under this Policy and awareness sessions are being conducted across locations at periodic intervals. The Company has not received any complaint during the year.

ACKNOWLEDGEMENTS

Your company has been able to operate efficiently because of the culture of professionalism, creativity, integrity, and continuous improvement in all functional areas and your directors acknowledge the support extended to the Company by customers, bankers, government agencies, members, suppliers, distributors and others associated with the Company as its business partners for their continued and unstinted support. The Directors would also like to place on record their appreciation of the dedicated efforts put in by employees of the Company and look forward to their continued support in future too.

For and on behalf of the Board of Directors

Sebi Joseph
Chairman & Managing Director
DIN 05221403

Place : Mumbai
Date : August 17, 2023

ANNEXURE A TO THE BOARD'S REPORT

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members
Otis Elevator Company (India) Limited
Magnus Tower, 9th Floor,
Mind Space, Link Road
Malad (West),
Mumbai – 400 064

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to corporate practices by **Otis Elevator Company (India) Limited** (hereinafter called 'the Company') for the audit period covering the financial year ended on 31st March, 2023 (the 'audit period'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, and subject to my separate letter attached as Annexure I; I hereby report that in my opinion, the Company has, during the audit period generally complied with the statutory provisions listed hereunder subject to my remark(s) mentioned hereinafter and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2023 according to the provisions of:

(i) The Companies Act, 2013 ('the Act') and the Rules made thereunder;

(ii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iii) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment;

(iv) The following Regulations prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

   (a) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

I have also examined compliance with the applicable clauses of the Secretarial Standards (SS-1 and SS-2) issued by the Institute of Company Secretaries of India and notified by the Central Government.

During the period under review, the Company has generally complied with the provisions of the Act, Rules, Regulations, Standards mentioned above except that the back-up of the books of account and other relevant books and papers in electronic mode has not been kept on servers physically located in India as specified under the provisions of the Act.

During the period under review, provisions of the following regulations were not applicable to the Company:

(i) The Securities Contracts (Regulation) Act, 1956 (SCRA) and the Rules made thereunder;

(ii) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(iii) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(iv) The Securities and Exchange Board of India (Issue of Capital and Disclosure requirements) Regulations, 2018;

(v) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;

(vi) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;

(vii) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;

(viii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

(ix) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;

I further report that -

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The change in the composition of the Board of Directors that occurred during the period under review was carried out in compliance with the provisions of the Act.

Proper notice was given to all Directors to schedule the Board meetings in compliance with the provisions of Section 173(3) of the Companies Act, 2013, agenda and detailed notes on agenda were generally sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Decisions at the meetings of the Board of Directors of the Company were carried through on the basis of majority. There were no dissenting views by any member of the Board of Directors during the period under review.

I further report that –

There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations.

I further report that during the audit period, no specific event took place which has major bearing on the Company's affairs.

For JSP Associates
Company Secretaries
[Firm Regn. No. S2004MH073200]

Jatin S. Popat
Proprietor
FCS 4047, CP No. 6880
UDIN: F004047E000814373
Peer Review Regn. No.: 2867/2023

Place: Mumbai
Date: 17th August 2023

ANNEXURE A TO THE BOARD'S REPORT

Annexure I to the Secretarial Audit Report for the financial year ended 31st March, 2023

To,
The Members
Otis Elevator Company (India) Limited
Magnus Tower, 9th Floor,
Mind Space, Link Road
Malad (West),
Mumbai – 400 064

My secretarial audit report of even date is to be read along with this letter.

1. Maintenance of secretarial records and compliance of the provisions of corporate and other applicable laws, rules, regulations, standards are the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records and compliance based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the test basis to ensure that correct facts are reflected in secretarial records. Due to hybrid work system (work from home and office) adopted by the Company, the verification of all the documents and relevant records has been done based on soft / scanned version provided by the Company and have relied on the same to be the true copies of the original / physical records. I believe that the processes and practices followed by me provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of the financial records and books of accounts of the Company.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events, etc.

For JSP Associates

Company Secretaries
[Firm Regn. No. S2004MH073200]

Jatin S. Popat
Proprietor
FCS 4047, CP No. 6880
UDIN: F004047E000814373
Peer Review Regn. No.: 2867/2023

Place: Mumbai
Date: 17th August 2023

ANNEXURE B TO THE BOARDS' REPORT

Information Pursuant to Section 134 (3) (m) of the Companies Act, 2013 Read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended March 31, 2023.

(A) Conservation of energy –

(i) The steps taken or impact on conservation of energy:

The Company's focus remains on energy conservation through challenging existing processes and finding ways for lower energy consumption

a) In the factory shop floor, high wattage MV lamps were replaced with LED light fixtures thus saving more than 50% of energy used for lighting.

b) Shut it off program practiced for office air-conditioning & lighting to optimize energy usage.

c) Energy conservation awareness in factory and offices by constant communication and involvement of employees.

d) Promotion of energy saving components in elevators and while erecting the same.

(ii) The steps taken by the Company for utilizing alternate sources of energy: Nil

(iii) The capital investment on energy conservation equipment: Nil

(B) Technology absorption –

(i) The efforts made towards technology absorption:

Research & Development (R&D)

The Company continues to carry out R&D w.r.t. elevator and escalator equipment.

The Company has strengthened R&D engineering team and also invested on Test Tower that provides strong capability for system & component level evaluation & qualification of the elevator systems.

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution:

a) Improvement of overall performance, reliability, service, maintenance and safety of existing products.

b) Cost reduction primarily by the efficient use of indigenous raw materials, & local eco- system and extensive value analysis/ value engineering.

c) Continuous optimization exercises to improve products and reduce costs, thereby maintaining market competitiveness.

d) Finding innovative products and technologies which are energy and environment friendly.

e) Improvement in installation method for elevator and improvement of maintenance practice of elevator.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) – Not Applicable

(a) The details of technology imported;

(b) The year of import;

(c) Whether the technology been fully absorbed;

(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and

(iv) The expenditure incurred on Research and Development: Revenue expenditure of INR 2,687 Lakhs & Capital expenditure is NIL.

(C) Foreign exchange earnings and Outgo –

The details of foreign exchange earnings and outgo are given in the Notes to the accounts.

For and on behalf of the Board of Directors

Sebi Joseph
Chairman & Managing Director
DIN 05221403

Place : Mumbai
Date : August 17, 2023

ANNEXURE C TO THE BOARD'S REPORT

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) FOR THE FINANCIAL YEAR 2022-23

1. **Brief outline on CSR Policy of the Company**

The Company has been supporting charitable and social causes in the communities. In line with the requirements of Section 135 of the Companies Act, the Company has adopted a CSR Policy, duly approved by the Board. The policy highlights the key areas of focus for the Company. The present CSR initiatives focus is on promoting education, a recognised activity mentioned in Schedule VII of the Companies Act, 2013.

2. **The Composition of CSR Committee**

S. No.	Name of Director	Designation / Nature of directorship	No. of meetings of CSR Committee held during the year*	No. of meetings of CSR Committee attended during the year
1	Mr. Sebi Joseph	Chairman & Managing Director	0	NA
2	Mr. P S Dasgupta	Independent Director	0	NA
3	Ms. Suma P N	Whole Time Director	0	NA

*The CSR Committee approved the CSR spend and Annual Action Plan by resolution passed by circulation.

3. **Provide the web-link where Composition of CSR committee, CSR Policy and CSR Projects approved by the board are disclosed on the website of the Company.**

The weblink for CSR committee composition, CSR Policy and CSR Projects are as under: http://www.otis.com/en/in

4. **Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report).**

Not Applicable for the financial year under review.

5. **Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any.**

Not Applicable for the financial year under review.

6. **Average net profit of the company as per section 135(5)** – Rs. 2,102,682,329

(Amt. in Rs.)

7

(a) Two percent of the average net profit of the Company as per section 135(5)	42,053,647
(b) Surplus arising out of the CSR projects or programs or activities of the previous Financial Years	0.00
(c) Amount required to be set-off for the Financial Year if any	0.00
(d) Total CSR obligation for the Financial Year (7a+7b-7c)	**42,053,647**

8 a) **CSR amount spent or unspent for the financial year**

Total amount spent for the FY (in Rs)	Amount Unspent (in Rs)				
	Total amount transferred to Unspent CSR A/c as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount (in Rs.)	Date of Transfer	Name of the Fund	Amount	Date of Transfer
20,625,540	21,428,460	6th April 2023	NA	NA	NA

ANNEXURE C TO THE BOARDS' REPORT

(b) Details of CSR amount spent against ongoing projects for the financial year

Sl. No.	Name of the project	Item from the list of activities in Sch VII to the Act	Local Area (Y/N)	Location of the project		Project duration	Amount allocated for the project (in Rs)	Amount spent in the current FY (in Rs)	Amount transferred to Unspent CSR A/c for the project as per Section 135(6) (in Rs)	Mode of implementation - Direct (Y/N)	Mode of implementation - Through Implementing Agency	
				State	Districts						Name	CSR Rgn. No.
1.	To set up Mini science centers (MSC) & Tinkering Labs in Rural Govt. Schools across India benefitting school children from marginalized communities	Education	Y	Maharashtra, West Bengal	Pune, Mumbai, Thane, Kolkata, Delhi NCR Region	February 2023 to March 2024	170,54,000	1,29,25,540	41,28,460	N	Samarthanam Trust for the Disabled	CSR00000063
2.	To set up of Tinkering Labs benefitting students of government schools and under privileged private schools from rural area	Education	Y	UP, Punjab, J&K, Maharashtra, Bihar and Karnataka	Hyderabad, Sri Nagar, Igatpuri, Bangalore, Patna, Gaya	February 2023 to March 2024	125,00,000	65,00,000	60,00,000	N	Mantra Social Services	CSR00000796
3.	To support and increase access to technology for underprivileged students through STEM education in schools in southern India	Education	Y	Tamil Nadu	Chennai, Tiruvallur, Coimbatore	February 2023 to March 2024	125,00,000	12,00,000	113,00,000	N	Bhumi	CSR00001059
	Total						**420,54,000**	**2,06,25,540**	**214,28,460**			

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

Sl. No.	Name of the project	Item from the list of activities in Schedule VII to the Act	Local Area (Y/N)	Location of the project		Amount spent for the project (in Rs)	Mode of implementation - Direct (Y/N)	Mode of implementation - Through Implementing Agency	
				State	District			Name	CSR Rgn. No.
---Not Applicable---									

(d) Amount spent in Administrative Overheads: Nil

(e) Amount spent on Impact Assessment, if applicable: Nil

(f) Total amount spent for the Financial Year (8b +8c +8d+ 8e): Rs. 2,06,25,540

(g) Excess amount for set off, if any: Nil

Sr. No.	Particulars	Amount (in Rs)
(i)	Two percent of average net profit of the company as per Section 135(5)	4,20,53,647
(ii)	Total amount spent for the Financial Year	2,06,25,540
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil

ANNEXURE C TO THE BOARDS' REPORT

9. (a) Details of Unspent CSR amount for the preceding three financial years

Sr. No.	Preceding FY	Amount transferred to Unspent CSR A/c u/s 135(6) (in Rs)	Amount spent in the reporting FY (in Rs)	Amount transferred to any Fund specified under Sch VII as per section 135(6), if any			Amount remaining to be spent in succeeding FYs (in Rs)
				Name of the Fund	Amount (in Rs)	Date of transfer	
----Not Applicable ----							

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

Sr. No.	Project ID	Name of the Project	Project duration	Total amount allocated for the project (in Rs)	Amount spent on the project in the reporting FY (in Rs)	Cumulative amount spent at the end of reporting FY (in Rs.)	Status of the project (Completed / Ongoing)
----Not Applicable ----							

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year

(a) Date of creation or acquisition of the capital asset(s)	Nil
(b) Amount of CSR spent for creation or acquisition of capital asset	Nil
(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.	Nil
(d) Provide details of capital asset(s) created or acquired (including complete address and location of the capital asset)	Nil

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) -

During the FY 2022-23, the Company has spent Rs. 2,06,25,540 towards various projects. The unspent balance of Rs. 21,428,460 is towards various ongoing projects and has been transferred to the unspent CSR account in accordance with the CSR rules.

For and on behalf of the Board of Directors

Sebi Joseph
Chairman of CSR Committee
DIN 05221403

Bharat Nayak
CFO & Whole Time Director
DIN 01919252

Place : Mumbai
Date : August 17, 2023

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF OTIS ELEVATOR COMPANY (INDIA) LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Otis Elevator Company (India) Limited (the "Company"), which comprise the standalone balance sheet as at 31 March 2023, and the standalone statement of profit and loss (including other comprehensive income), standalone statement of changes in equity and standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information in which are included the Returns for the year ended on that date audited by the branch auditor of the Company's branch at Dhaka, Bangladesh.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("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 31 March 2023, and its profit and other comprehensive loss, changes in equity 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 Act. Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the* Standalone *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 standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

Other Information

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and auditor's report thereon.

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

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

Management's and Board of Directors' Responsibilities for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit and other comprehensive loss, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. The Management and Board of Directors of the company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the Management and Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

INDEPENDENT AUDITOR'S REPORT

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting in preparation of standalone financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of the branch of the Company to express an opinion on the standalone financial statements. For the branch included in the standalone financial statements, which has been audited by branch auditor, such branch auditor remains responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in paragraph of the section titled "Other Matter" in this audit report.

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

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

Other Matter

We did not audit the financial statements of one branch included in the standalone financial statements of the Company whose financial statements reflect total assets (before consolidation adjustments) of Rs. 1,116 lakhs as at 31 March 2023, total revenue (before consolidation adjustments) of Rs. 714 lakhs and net cash flows (before consolidation adjustments) amounting to Rs. 178 lakhs for the year ended on that date, as considered in the standalone financial statements. The financial statements of this branch has been audited by the branch auditor whose report has been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of branch, is based solely on the report of such branch auditor.

The Branch is located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in its country and which have been audited by branch auditor under generally accepted auditing standards applicable in its country. The Company's management has converted the financial statements of such branch located outside India from accounting principles generally accepted in its country to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of such branch located outside India is based on the report of branch auditor and the conversion adjustments prepared by the management of the Company and audited by us.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

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

2 A. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the branch auditor on financial statements of such branch as was audited by branch auditor, as noted in the "Other Matter" paragraph, we report, to the extent applicable, that:

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

b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books and the report of the branch auditor and proper returns adequate for the purpose of our audit have been received from the branch not visited by us, except that the back-up of the books of account and other relevant books and papers in electronic mode has not been kept on servers physically located in India.

c. The report on the accounts of the branch office of the Company audited under Section 143(8) of the Act by branch auditor has been sent to us and has been properly dealt with by us in preparing this report.

d. The standalone balance sheet, the standalone statement of profit and loss (including other comprehensive income), the standalone statement of changes in equity and the standalone statement of cash flows dealt with by this Report are in agreement with the books of account and with the return received from the branch not visited by us.

e. In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.

INDEPENDENT AUDITOR'S REPORT

f. On the basis of the written representations received from the directors as on 31 March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164(2) of the Act.

g. the qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph (b) above.

h. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

B. 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.

a. The Company has disclosed the impact of pending litigations as at 31 March 2023 on its financial position in its standalone financial statements - Refer Note 21 and 46 to the standalone financial statements.

b. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 24 and 26 to the standalone financial statements.

c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

d (i) The management of the Company has represented that, to the best of their knowledge and belief, as disclosed in the Note 51 to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(ii) The management of the Company has represented that, to the best of their knowledge and belief, as disclosed in the Note 51 to the standalone financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Parties ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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

e. The interim dividend declared and paid by the Company during the year and until the date of this audit report is in accordance with Section 123 of the Act.

f. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Company only with effect from 1 April 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is not applicable.

C. With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No.:101248W/W-100022

Maulik Jhaveri
Partner
Membership No.: 116008
ICAI UDIN:23116008BGYPWV7942

Place: Mumbai
Date: 18 August 2023

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT – 31 MARCH 2023

Annexure A to the Independent Auditor's Report on the Standalone Financial Statements of Otis Elevator Company (India) Limited for the year ended 31 March 2023

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner over a period of 3 years. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the leases agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the Company.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment including Right of Use assets or intangible assets during the year.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

(ii) (a) The inventory, except goods-in-transit and stocks lying with third parties, has been physically verified by the management during the year.For stocks lying with third parties at the year-end, written confirmations have been obtained and for goods-in-transit subsequent evidence of receipts has been linked with inventory records. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, in companies, firms, limited liability partnerships or any other parties. The Company has granted loans in respect of which the requisite information is below. The Company has not provided any guarantee or security, granted any loans or advances in the nature of loans, secured or unsecured, to limited liability partnership or any other parties during the year.

(a) Based on the audit procedures carried on by us and as per the information and explanations given to us the Company has provided loans to other parties as below. The Company has not provided advances in the nature of loans, or stood guarantee, or provided security to any other entity

Particulars	Loans (Rs. in Lakhs)
Aggregate amount during the year Others - Employees	75
Balance outstanding as at balance sheet date Others - Employees	96

(b) According to the information and explanations given to us and based on the audit procedures conducted by us, in our opinion the terms and conditions of the grant of loans during the year are, prima facie, not prejudicial to the interest of the Company. The Company has not made any investments, provided advances in the nature of loans or provided any guarantees or security to any other entity.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in the case of loans given, in our opinion the repayment of principal and payment of interest has been stipulated and the repayments or receipts have been regular. Further, the Company has not given any advance in the nature of loan to any party during the year.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no overdue amount for more than ninety days in respect of loans given. Further, the Company has not given any advances in the nature of loans to any party during the year.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan or advance in the nature of loan granted falling due during the year, which has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to same parties.

(f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT – 31 MARCH 2023

(iv) According to the information and explanations given to us and on the basis of our examination of records of the Company, in respect of investments made and loans, guarantees and security given by the Company, in our opinion the provisions of Section 185 and 186 of the Companies Act, 2013 ("the Act") have been complied with.

(v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.

(vi) We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Act in respect of its manufactured goods and services provided by it and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not carried out a detailed examination of the records with a view to determine whether these are accurate or complete.

(vii) (a) The Company does not have liability in respect of Service tax, Duty of excise, Sales tax and Value added tax during the year since effective 1 July 2017, these statutory dues has been subsumed into GST.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs or Cess or other statutory dues have generally been regularly deposited with the appropriate authorities, though there have been slight delays in a few cases of goods and service tax, labour welfare fund, profession tax and employee pension scheme.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs or Cess or other statutory dues were in arrears as at 31 March 2023 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 statutory dues of Goods and Service Tax, Provident Fund, Employees' State Insurance, Income-tax, Duty of Customs, Cess or other statutory dues which have not been deposited by the Company on account of any dispute except for the following:

Name of the statute	Nature of the dues	Amount (Rs. in Lakhs)	Amount paid under protest (Rs. in Lakhs)	Period to which the amount relates	Forum where dispute is pending
The Central Excise Act, 1944	Excise Duty	106	-	FY 1992-93 to FY 1995-96 FY 1997-98 to FY 1998-99 and FY 2008-09 to FY 2009-10	Customs, Excise and Service Tax Appellate Tribunal, Mumbai
Finance Act, 1994 (Service Tax)	Service Tax	24,362	127	FY 2007-08 to FY 2014-15	Customs, Excise and Service Tax Appellate Tribunal, Mumbai
Finance Act, 1994 (Service Tax)	Service Tax	277	10	FY 2013-2017	Tribunal
Sales Tax/ Value Added Tax	Sales Tax	23,201	1,199	FY 1995-96 FY 1998-2001 FY 2002-18	Assessing Authorities and First Appellate-Authorities of Various States
Sales Tax/ Value Added Tax	Sales Tax	1,469	385	FY 2003-05 FY 2007-08 FY 2009-13	Appellate Tribunal
Sales Tax/ Value Added Tax	Sales Tax	3,309	35	FY 2003-11 FY 2014-18	High Court
Sales Tax/ Value Added Tax	Sales Tax	947	26	FY 2014-16 FY 2017-18	Assessing Authorities and High Court
Goods and Service Tax, 2017	GST	295	13	FY 2018-2023	Appellate Tribunal

(viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

(ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have any loans or borrowings from any lender during the year. Accordingly, clause 3(ix)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.

(c) According to the information and explanations given to us by the management, the Company has not obtained any term loans during the year. Accordingly, clause 3(ix)(c) of the Order is not applicable.

(d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT – 31 MARCH 2023

(e) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary as defined under the Act.

(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiary (as defined under the Act).

(x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.

(xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) Establishment of vigil mechanism is not mandated for the Company. We have taken into consideration the whistle blower complaints received under the vigil mechanism established voluntarily by the Company during the year and shared with us while determining the nature, timing and extent of our audit procedures.

(xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.

(xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

(xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the internal audit reports of the Company issued till date for the period under audit.

(xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.

(xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.

(b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.

(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.

(d) The Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, the requirements of clause 3(xvi)(d) are not applicable.

(xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) (a) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Act pursuant to any project other than ongoing projects. Accordingly, clause 3(xx)(a) of the Order is not applicable.

(b) In respect of ongoing projects, the Company has transferred the unspent amount to a Special Account within a period of 30 days from the end of the financial year in compliance with Section 135(6) of the said Act.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No.:101248W/W-100022

Maulik Jhaveri
Partner
Membership No.: 116008
ICAI UDIN:23116008BGYPWV7942

Place: Mumbai
Date: 18 August 2023

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT - 31 MARCH 2023

Annexure B to the Independent Auditor's Report on the standalone financial statements of Otis Elevator Company (India) Limited for the year ended 31 March 2023

Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

(Referred to in paragraph 2(A)(h) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls with reference to financial statements of Otis Elevator Company (India) Limited ("the Company") as of 31 March 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date in which are included internal financial controls with reference to financial statements of one branch.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2023, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's and Board of Directors' Responsibilities for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the branch auditor of the Company's Branch at Dhaka, Bangladesh in terms of their report referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements insofar as it relates to one branch, which is incorporated outside India, is based on the corresponding report of the auditor of such branch.

Our opinion is not modified in respect of this matter.

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No.:101248W/W-100022

Maulik Jhaveri
Partner
Membership No.: 116008
ICAI UDIN:23116008BGYPWV7942

Place: Mumbai
Date: 18 August 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Standalone Balance Sheet as at March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

	Note no.	As at March 31, 2023	As at March 31, 2022
ASSETS			
Non-current assets			
Property, plant and equipment	4(a)	5,008	5,216
Capital work-in-progress	4(a)	660	260
Right of use assets	4(c)	2,960	2,138
Intangible assets	4(b)	684	446
Intangible assets under development	4(b)	-	87
Financial assets			
(i) Investments	5	-	-
(ii) Trade receivables	6(a)	477	226
(iii) Loans	7(a)	2,239	2,502
(iv) Other financial assets	8	690	746
Deferred tax assets	9	7,145	7,868
Other non-current assets	11	6,457	6,425
Total non-current assets		**26,320**	**25,914**
Current assets			
Inventories	12	26,400	24,696
Financial assets			
(i) Trade receivables	6(b)	45,437	41,711
(ii) Cash and cash equivalents	13	53,878	53,487
(iii) Bank balances other than (ii) above	14	1,063	773
(iv) Loans	7(b)	57	55
(v) Other financial assets	15	2,679	1,693
Income tax assets (net)	10	4,837	3,868
Other current assets	16	15,017	13,610
Total current assets		**149,368**	**139,893**
TOTAL ASSETS		**175,688**	**165,807**
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	17	1,181	1,181
Other equity	18	21,387	23,135
Total equity		**22,568**	**24,316**
LIABILITIES			
Non-current liabilities			
Financial Liabilities			
Lease liabilities	19	578	1,327
Other non-current liabilities	20	3,026	2,210
Provisions	21	7,020	7,979
Total non-current liabilities		**10,624**	**11,516**
Current liabilities			
Financial liabilities			
(i) Lease liabilities	22	2,667	1,060
(ii) Trade payables	23		
(a) Total outstanding dues of micro enterprises and small enterprises; and		3,222	2,475
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		49,217	46,410
(iii) Other financial liabilities	24	3,828	3,828
Other current liabilities	25	74,798	65,630
Provisions	26	8,764	10,572
Total current liabilities		**142,496**	**129,975**
Total liabilities		**153,120**	**141,491**
TOTAL EQUITY AND LIABILITIES		**175,688**	**165,807**
Significant accounting policies	1-3		

The accompanying notes are an integral part of these standalone financial statements.

In terms of our report of even date attached.

For B S R & Co. LLP
Chartered Accountants
Firm Registration No. 101248W/W-100022

For and on behalf of the Board of Directors of Otis Elevator Company (India) Limited
CIN: U29150MH1953PLC009158

Maulik Jhaveri
Partner
Membership No. 116008

Sebi Joseph
Managing Director
DIN 05221403

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 18, 2023

Place: Mumbai
Date: August 17, 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Standalone Statement of Profit and Loss for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

	Note no.	Year Ended March 31, 2023	Year Ended March 31, 2022
Revenue from operations	27	242,731	194,039
Other income	28	4,535	4,359
Total income		**247,266**	**198,398**
Expenses			
Cost of materials consumed	29	130,042	99,731
Employee benefit expenses	30	44,079	38,751
Finance costs	31	636	396
Depreciation and amortisation expense	32	2,706	2,898
Other expenses	33	48,433	36,751
Total expenses		**225,896**	**178,527**
Profit before tax		**21,370**	**19,871**
Tax expense			
1. Current tax	43	4,900	4,926
2. Deferred tax charge	43	772	323
3. Current tax relating to earlier years		107	(74)
		5,779	**5,175**
Profit for the year		**15,591**	**14,696**
Other comprehensive income			
Items that will not be reclassified subsequently to Profit or Loss:			
Actuarial (loss) arising from remeasurements of post-employment benefit obligations		(238)	(26)
Income tax relating to items that will not be reclassified to Profit or Loss		60	7
Items that will be reclassified subsequently to Profit or Loss:			
Exchange differences in translating foreign operations		43	4
Income tax relating to items that will be subsequently reclassified to Profit or Loss		(11)	(1)
Other comprehensive loss for the year, net of tax		(146)	(16)
Total comprehensive income for the year		**15,445**	**14,680**
Earnings per Equity Share - (Basic and Diluted)	34	132.03	124.46
[Nominal value of share Rs. 10 each] (Previous Year - Rs. 10 each)			

The accompanying notes are an integral part of these standalone financial statements.

In terms of our report of even date attached.

For B S R & Co. LLP
Chartered Accountants
Firm Registration No. 101248W/W-100022

Maulik Jhaveri
Partner
Membership No. 116008

Place: Mumbai
Date: August 18, 2023

For and on behalf of the Board of Directors of
Otis Elevator Company (India) Limited
CIN: U29150MH1953PLC009158

Sebi Joseph
Managing Director
DIN 05221403

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 17, 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Standalone Statement of Cash flows for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Cash flows from operating activities:		
Profit Before Tax	21,370	19,871
Adjustments for :		
Depreciation and amortisation expense	2,706	2,898
'Provision for other financial assets	115	(284)
Provision for other current assets	79	-
Unrealised loss on fluctuation in foreign exchange (net)	41	90
Interest on lease liability	403	333
Interest income on :		
- Deposits with bank	(1,902)	(1,404)
- Income tax refund	(79)	-
- Loans to related parties	(178)	(263)
- Others	(1)	(37)
Loss on sale / disposal of Property, Plant and Equipment (net)	17	9
Liabilities no longer required written back	(48)	(189)
Provision for contingency no longer required written back (net)	(478)	(641)
Bad debts provision utilised	(658)	(839)
Interest due on Micro, Small and Medium Enterprises	91	63
Unwinding of interest on deposits/ retention money/ employee loans	(142)	(63)
Mark to market on foreign exchange forward contracts	153	131
Provision for product upgradation no longer required written back (net)	-	(44)
Share based payments to employees	519	306
Cash generated from operations before working capital changes	**22,008**	**19,937**
Working Capital changes		
(Increase) in trade receivables - current	(3,597)	(328)
(Increase) in trade receivables - non current	(251)	(9)
(Increase) in inventories	(1,704)	(8,897)
Increase in trade payables	3,511	12,621
(Increase) in other current financial assets	(1,012)	(491)
(Increase) in current loans	(2)	(8)
Decrease in other non - current assets	1,035	59
(Increase) in other current assets	(1,486)	(6,085)
(Decrease) in provisions - non current	(481)	(662)
(Decrease) / Increase in provisions - current	(2,046)	583
(Decrease) / Increase in other current financial liabilities	27	141
Increase / (Decrease) in non-current liabilities	816	(621)
Decrease / (Increase) in other non-current financial assets	95	(146)
Decrease / (Increase) in non-current loans	13	(1)
Increase in other current liabilities	9,168	10,375
Operating profit after working capital changes	**26,094**	**26,468**
Taxes paid (net of refunds)	(5,976)	(7,279)
Net cash flows generated from operating activities (A)	**20,118**	**19,189**

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OTIS ELEVATOR COMPANY (INDIA) LIMITED

Standalone Statement of Cash flows for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Cash flows from investing activities		
Purchase of Property, Plant and Equipment (including Capital Work in Progress and Intangible assets under development)	(2,221)	(876)
Proceeds from sale of Property, Plant and Equipment	-	66
Loans repaid by related parties	250	-
Interest received	2,050	1,993
Decrease / (Increase) in other bank balances	(290)	(33)
Net Cash flows generated from Investing Activities (B)	**(211)**	**1,150**
Cash flows from financing activities		
Dividend paid	(17,727)	(15,913)
Repayment of principal lease liabilities	(1,388)	(1,206)
Interest on lease liabilities	(403)	(333)
Net cash flows (used in) Financing Activities (C)	**(19,518)**	**(17,452)**
Net increase in Cash and Cash Equivalents (A+B+C)	**389**	**2,887**
Cash and Cash Equivalents at the Beginning of the Year	53,487	50,600
Effects of exchange rate changes on cash and cash equivalents	2	*
Cash and Cash Equivalents at the End of the Year	**53,878**	**53,487**

*Amounts are below rounding off norms adopted by the Company.

Cash and Cash Equivalents comprise :		
Bank Balances:		
- In Current accounts	7,963	10,595
- In Demand Deposits	45,664	42,867
Cheques on hand	251	25
	53,878	**53,487**

Notes:

1. The above Standalone Statement of Cash flows has been prepared under "Indirect Method" set out in Indian Accounting Standard (Ind AS) 7 on the Statement of Cash Flow as notified under Companies (Accounts) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
2. Details regarding Corporate Social Responsibility payments have been disclosed in note 33(ii)
3. The accompanying notes are an integral part of these standalone financial statements.

In terms of our report of even date attached.

For B S R & Co. LLP
Chartered Accountants
Firm Registration No. 101248W/W-100022

Maulik Jhaveri
Partner
Membership No. 116008

Place: Mumbai
Date: August 18, 2023

For and on behalf of the Board of Directors of Otis Elevator Company (India) Limited
CIN: U29150MH1953PLC009158

Sebi Joseph
Managing Director
DIN 05221403

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 17, 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Standalone Statement of Changes in Equity (SOCIE) for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

A. Equity Share Capital (Refer Note 17)

Particulars	Amount
Balance as at March 31, 2021	**1,181**
Changes in equity share capital due to prior period error	-
Changes in equity share capital during the year	-
Balance as at March 31, 2022	**1,181**
Changes in equity share capital due to prior period error	-
Changes in equity share capital during the year	-
Balance as at March 31, 2023	**1,181**

B. Other equity (Refer Note 18)

Particulars	Reserves and Surplus			Other Equity (Refer note 48)	Exchange differences of foreign operations (net of tax)	Total
	Capital redemption reserve	General reserve	Retained earnings	Employees Share Option Plan (ESOP) reserve		
Balance as at April 1, 2021	**73**	**1,759**	**19,870**	**2,388**	**-**	**24,090**
Profit for the year	-	-	14,696	-	-	**14,696**
Other comprehensive income for the year	-	-	(19)	-	3	**(16)**
Total comprehensive income for the year	**-**	**-**	**14,677**	**-**	**3**	**14,680**
Dividends paid to share holders	-	-	(15,941)	-	-	**(15,941)**
Additions towards share based payments	-	-	-	306	-	**306**
Balance as at March 31, 2022	**73**	**1,759**	**18,606**	**2,694**	**3**	**23,135**

Particulars	Reserves and Surplus			Other Equity (Refer note 48)	Exchange differences of foreign operations (net of tax)	Total
	Capital redemption reserve	General reserve	Retained earnings	Employees Share Option Plan (ESOP) reserve		
Balance as at April 1, 2022	**73**	**1,759**	**18,606**	**2,694**	**3**	**23,135**
Profit for the year	-	-	15,591	-	-	**15,591**
Other comprehensive income for the year	-	-	(178)	-	32	**(146)**
Total comprehensive income for the year	-	-	**15,413**	-	**32**	**15,445**
Dividends paid to shareholders	-	-	(17,712)	-	-	**(17,712)**
Additions towards share based payments	-	-	-	519	-	**519**
Balance as at March 31, 2023	**73**	**1,759**	**16,307**	**3,213**	**35**	**21,387**

Nature and purpose of reserves :

a. Capital redemption reserve

Capital redemption reserve represents reserves created upon buy back of equity shares in earlier years, pursuant to the requirements of the Companies Act, 1956. The reserve can be utilised in accordance with the provisions of section 69 of Companies Act, 2013.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Standalone Statement of Changes in Equity (SOCIE) for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

b. **General reserve**

General reserve represents appropriation of retained earnings and are available for distribution to shareholders. The amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.

c. **Retained earnings**

Retained earnings are the profits that the Company has earned till date less dividend paid to shareholders.

d. **Employees Share Option Plan (ESOP) reserve**

The ESOP reserve is used to recognise the grant date fair value of share based options issued to employees by the ultimate parent company. Refer note 48 for details.

The accompanying notes are an integral part of these standalone financial statements.

In terms of our report of even date attached.

For B S R & Co. LLP
Chartered Accountants
Firm Registration No. 101248W/W-100022

Maulik Jhaveri
Partner
Membership No. 116008

Place: Mumbai
Date: August 18, 2023

For and on behalf of the Board of Directors of
Otis Elevator Company (India) Limited
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DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 17, 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

1 Background of the Company

Otis Elevator Company (India) Limited (""the Company"") was incorporated on October 30, 1953 vide certificate of incorporation number U29150MH1953PLC009158 issued by the Registrar of Companies, Mumbai, Maharashtra. The Company is engaged inter-alia in the business of manufacture, erection, installation and maintenance of elevators, escalators and travolators.

The registered office and principal place of business of the Company is 9th Floor, Magnus Tower, Mindspace, Link Road, Malad (West), Mumbai - 400064.

2 Basis of preparation

(a) Statement of compliance

These standalone financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) to comply with the Section 133 of the Companies Act, 2013 ("the Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016, and the relevant provisions and amendments, as applicable.

These standalone financial statements were authorised for issue by the Company's Board of Directors on August 17, 2023.

(b) Historical cost convention

These standalone financial statements have been prepared on the historical cost basis except for the following:

(i) Certain financial assets and liabilities (including derivative instruments) measured at fair value and

(ii) Defined benefit plans - plan assets measured at fair value

(iii) The standalone financial statement have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in these standalone financial statements.

(c) Use of estimates and judgments

The preparation of the standalone financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

This note provides an overview of the areas that involved higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation for each affected line item in the standalone financial statements.

The areas involving critical estimates or judgments are:

(i) Estimation of total contract revenue and cost of revenue recognition (Refer Note 50)

(ii) Estimation of defined benefit obligations (Refer Note 26 and 30)

(iii) Estimation of current tax expense and Recognition of Deferred Tax (Refer Note 10 and 43)

(iv) Impairment of Investments (Refer Note 5)

(v) Expected credit loss of trade receivables and other receivables (Refer Note 6, 7, 8, 11 and 15)

(vi) Recognition and measurement of provisions and contingencies (Refer Note 21 and 26)

(vii) Useful life of Property plant and equipment and intangible assets (Refer Note 4)

(viii) Estimation of excess and obsolete inventory provision (Refer Note 12)

(d) Current vs non-current classification

The Company classifies an asset as current asset when:

- it expects to realise the asset, or intends to sell or consume it, in its normal operating cycle;
- it holds the asset primarily for the purpose of trading;
- it expects to realise the asset within twelve months after the reporting period; or
- the asset is cash or a cash equivalent unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when –

- it expects to realise the asset, or intends to sell or consume it, in its normal operating cycle;
- it holds the liability primarily for the purpose of trading;
- the liability is due to be settled within twelve months after the reporting period; or
- it does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. The Company's normal operating cycle is twelve months.

3 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these standalone financial statements, unless otherwise indicated.

(a) Foreign currency translations

(i) Functional and presentation currency

Items included in the standalone financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The standalone financial statements are presented in Indian rupee (Rs.), which is Company's functional and presentation currency.

(ii) Transactions and balances

Transactions in foreign currencies are translated to the functional currency of the Company at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to the functional currency at the exchange rate prevailing on that date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rate are recognised in standalone statement of profit or loss.

(iii) Foreign operations

The results and financial position of foreign operations related to branch (which does not have the currency of a hyperinflationary economy) that has a functional currency different from the presentation currency is translated into the presentation currency as follows:

- Assets and liabilities are translated into Indian rupee, the functional currency of the Company, at the exchange rates at the reporting date.
- The income and expenses of foreign operations are translated into Indian rupee at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction, and
- All resulting exchange differences are recognised in foreign currency translation reserve (FCTR) through the other comprehensive income.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(b) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(i) Financial assets

A financial asset is (i) Cash; (ii) a contractual right to receive cash or another financial asset; to exchange financial assets or financial liabilities under potentially favorable conditions; (iii) or a contract that will or may be settled in the entity's own equity instruments and a non-derivative for which the entity is or may be obliged to receive a variable number of the entity's own equity instruments; or a derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments.

Recognition, measurement and classification

A financial asset is recognised in the standalone balance sheet only when the Company becomes party to the contractual provisions to the instrument. All financial assets are measured initially at its fair value plus, in the case of a financial asset not at fair value through Profit and Loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset. However, trade receivables that do not contains as significant financing component are measured at transaction price. Transaction costs of financial assets carried at fair value through Profit and Loss are expensed to standalone statement of profit or loss.

The Company classifies its financial assets into a) financial assets measured at amortised cost, and b) financial assets measured at fair value (either through other comprehensive income or through Standalone statement of profit and loss). Management determines the classification of its financial assets at the time of initial recognition or, where applicable, at the time of reclassification. The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

(1) Financial assets measured at amortised cost

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a financial asset that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in standalone statement of profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in other income using the effective interest rate method.

A financial asset is classified at amortised cost if it is held within a business model whose objective is to a) hold financial asset in order to collect contractual cash flows and b) the contractual terms of the financial asset give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using effective interest rate method (EIR). Amortised cost is arrived at after taking into consideration any discount or fees or costs that are an integral part of the EIR. The amortization of such interests forms part of finance income in the Standalone statement of Profit and Loss. Any impairment loss arising from these assets are recognised in the Standalone statement of Profit and Loss.

(2) Financial assets measured at fair value through other comprehensive income (FVTOCI)

A financial asset is classified at fair value through other comprehensive income if it is held within a business model whose objective is to a) hold financial asset in order to collect contractual cash flows and for selling the financial assets and b) the contractual terms of the financial asset give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through Other Comprehensive Income (OCI), except for the recognition of impairment of gains or losses, interest revenue and foreign exchange gains and losses which are recognised in statement of profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to Standalone statement of profit or loss. Interest income from these financial assets is included in other income using the effective interest rate method.

(3) Financial assets measured at fair value through profit and loss (FVTPL)

Any asset which do not meet the criteria for classification as at amortised cost or as FVTOCI, is classified as FVTPL. Financial assets at fair value through profit or loss are measured at fair value, and changes therein are recognised in the Standalone statement of profit and loss.

(ii) Financial Liabilities

A financial liability is (i) a contractual obligation to deliver cash or another financial asset to another entity; or to exchange financial instruments under potentially unfavorable conditions; (ii) or a contract that will or may be settled in the entity's own equity instruments and is a non-derivative for which the entity is or may be obliged to deliver a variable number of its own equity instruments; or a derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments.

Recognition, measurement and classification

A financial liability is recognised in the balance sheet only when the Company becomes party to the contractual provisions to the instrument.

Financial liabilities are classified as either held at a) fair value through profit or loss, or b) at amortised cost. Management determines the classification of its financial liabilities at the time of initial recognition or, where applicable, at the time of reclassification.

After initial measurement, such financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Standalone statement of profit and loss.

(iii) Equity instruments

An equity instrument is any contract that evidences residual interests in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs.

(iv) De-recognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership is transferred. A financial liability is de-recognised when the obligation specified in the contract is discharged, cancelled or expires.

(v) Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets.

The Company follows 'simplified approach' permitted by Ind AS 109, Financial instruments, for recognition of impairment loss allowance on Trade Receivables which requires expected lifetime losses to be recognised from initial recognition of the receivables.

At the time of recognition of impairment loss on other financial assets, the Company determines that whether there has been a significant increase in the credit risk since its initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the financial instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL impairment loss allowance/ reversal is recognised during the year as expense/ income in the Standalone statement of profit and loss. In case of financial assets measured as at amortised cost, loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount but is disclosed as net carrying amount. The gross carrying amount of a financial assets is written off when the Company has no reasonable expectation of recovering a financial assets in its entirety or a portion there of.

(vi) Derivatives

The Company enters into derivative contracts, viz. forward exchange contract to manage its risk towards foreign exchange. The Company does not hold derivative financial instruments for speculative purposes. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at fair value through Standalone Statement of Profit and Loss.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(vii) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

(c) Inventories

Inventories are valued at the lower of cost or net realisable value.

Cost of components for service and repair inventories are computed on weighted average cost basis. Cost for components of elevators and Work-in-progress for components for elevators constructions includes materials, labour and manufacturing overheads and other costs incurred in bringing the inventories to their present location, and is determined using standard cost method that approximates actual cost.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale.

(d) Revenue recognition

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. Amount disclosed as revenue are net of Goods and Services Tax (GST) and taxes collected on behalf of the third parties. Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

The Company has applied the following accounting policy for revenue recognition:

Revenue from sale of contracts for supply and installation of elevators, escalators and travolators.

The Company recognises revenue from contracts with customers based on a five step model as set out in Ind AS 115:

Step 1. Identify the contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2. Identify the performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3. Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4. Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company will allocate the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5. Recognise revenue when (or as) the entity satisfies a performance obligation.

The Company satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:

1. The customer simultaneously receives and consumes the benefits provided by the Company's performance as the Company performs; or

2. The Company's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or

3. The Company's performance does not create an asset with an alternative use to the Company and the entity has an enforceable right to payment for performance completed to date.

Any costs incurred that do not contribute to satisfying performance obligations are excluded from the Company's input methods of revenue recognition as the amounts are not reflective of our transferring control of the system to the customer. Significant judgment is required to evaluate assumptions related to the amount of net contract revenues, including the impact of any sales incentives, royalties, and other forms of variable consideration.

When the Company satisfies a performance obligation by delivering the promised goods or services it creates a contract asset based on the amount of consideration to be earned by the performance. Where the amount of consideration received from a customer exceeds the amount of revenue recognised this gives rise to a contract liability.

Advances from customers, progress payments, amount due from and due to customers and retention money receivable.

Advances received from customers in respect of contracts are treated as liabilities and adjusted against progress billing as per terms of the contract.

Progress payments received are adjusted against amount receivable from customers in respect of the contract work performed.

Amounts due from contract customers represents the gross unbilled amount expected to be collected from customers for contract work performed till date. It is measured at cost plus margin recognised till date less progress billings and recognised losses when incurred.

Amounts due to contract customers represents the excess of progress billings over the revenue recognised (costs plus attributable margin) for the contract work performed till date.

Amounts retained by the customers until the satisfactory completion of the contracts are recognised as receivables.

Revenue from construction and repair contracts is recognised on Percentage of Completion Method with reference to the stage of completion of the contract activity at the end of the reporting period. The stage of completion of a contract is determined as the proportion that contract costs incurred for work performed up to the year end bear to the estimated total contract costs using the input method. However, provisions are made for the entire loss on a contract irrespective of the amount of work done.

When two or more revenue generating activities or deliverables are provided under a single arrangement, each deliverable is considered to be a separate unit of account and accounted for separately. The allocation of consideration from a revenue arrangement to its separate units of account is based on the relative fair value of each unit. If the fair value of the delivered item is not reliably measurable, then revenue is allocated based on the difference between the total arrangement consideration and the fair value of the undelivered item. Under contracts for supplies and installation, the Company provides free service / maintenance to its customers. The consideration received is allocated between the equipment sale and service relative to the fair value of free service offered. The fair value of the free service is deferred and recognised as revenue on pro-rata basis over the contract period.

Revenue from maintenance contracts is recognised on time proportion basis over the contract period.

Revenue from the sale of raw materials and components, and sale of scrap are recognised when the significant risks and rewards of ownership of the goods have passed to the customer.

Price Adjustment Claims, if any, are recognised as income after considering reasonable certainty of collection.

(e) Other income

Interest income from financial asset is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial asset (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

Dividends are recognised in Standalone statement of profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

Recoveries from Group Companies include recoveries towards common facilities/ resources and other support provided to such parties which is recognised as per terms of agreement.

(f) Property, plant and equipment

Recognition and measurement

Freehold land is stated at cost. All other items of property, plant and equipment are measured at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the asset. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. The costs of the day-to-day servicing of property, plant and equipment are recognised in Standalone statement of profit or loss as incurred under repairs and maintenance.

Depreciation methods, estimated useful lives and residual value

Depreciation on tangible assets is provided on diminishing balance method at the rates and in the manner prescribed under Schedule II of the Companies Act, 2013. Depreciation is provided on pro-rata basis with reference to the month of addition/ installation/ disposal of assets, except in case of assets costing Rs. 5,000 or less, which are depreciated fully in the year of acquisition. The Company has expensed all tangible assets equal to or below Rs. 150,000 post April 1, 2017 in the Standalone statement of Profit and Loss. The Company has estimated the useful lives of assets equivalent to the useful lives prescribed in Schedule II to the Companies Act, 2013 as below:

Particulars	Estimated Useful lives
Buildings	30 years
Plant and equipments	15 years
Furniture and fittings	10 years
Electrical installations	10 years
Computers	3 years
Vehicles	8 - 10 years
Office equipments	5 years

The residual values are not more than 5% of the original cost of the asset. Depreciation methods, residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is higher than its estimated recoverable amount.

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in profit or loss as incurred.

Gains or losses arising from the retirement or disposal of a tangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the standalone statement of profit and loss.

Leaseholds improvements are amortised over the primary lease period on straight line basis.

Assets are classified as held for sale, if it is highly probable that they will be recovered primarily through sale rather than through continuing use. Such assets, are generally measured at the lower of their carrying amount and fair value less costs to sell. Losses on initial classification as held for sale and subsequent gains and losses on re-measurement are recognised in Standalone statement of profit and loss. Once classified as held-for-sale they are no longer depreciated.

(g) Intangible assets

Intangible assets that are acquired by the Company and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment losses, if any.

Software's purchased are amortised over a period of 5 years on straight line basis.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the Standalone statement of profit and loss.

(h) Impairment of non-financial assets

Non-Financial assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

(i) Leases

Operating lease

As a Lessee, leases in which significant portion of risks and rewards of ownership are not transferred to the Company are classified as operating lease.

Payments made under operating leases are charged to Statement of Profit and Loss on a straight-line basis over the lease term unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

Leases are accounted as per Ind AS 116

The Company, as a lessee, recognizes a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for a consideration.

Assets taken on lease are accounted as right-of-use assets and the corresponding lease liability is accounted at the lease commencement date except for leases with a term of twelve months or less (short term leases) or leases of low value assets equal to or below Rs. 150,000. For these short term and leases of low value assets, the Company recognizes the lease payments as an operating expense on a straight line basis over the term of the lease.

The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date. The right-of-use assets is depreciated using the straight-line method from the commencement date to the end of lease term. The lease liability is measured at amortised cost using the effective interest rate method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, if the Company changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in the profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments (principal + interest) have been classified as financing cash flows.

Company as a lessor, at the inception of the lease the Company classifies each of its leases as either an operating lease or a finance lease. The Company recognises lease payments received under operating leases as income on a straight-line basis over the lease term. In case of a finance lease, finance income is recognised over the lease term based on a pattern reflecting a constant periodic rate of return on the lessor's net investment in the lease. When the Company is an intermediate lessor it accounts for its interests in the head lease and the sub-lease separately. It assesses the lease classification of a sub-lease with reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. If a head lease is a short-term lease to which the Company applies the exemption described above, then it classifies the sub-lease as an operating lease.

(j) Employee benefits

i) Short term obligation

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably. Termination benefits are recognised as an expense as and when incurred.

ii) Other long-term employee benefit obligations

Compensated Absences

The liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in Standalone statement of profit or loss.

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The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

iii) Post employment obligations

a) Defined contribution plans

A defined contribution plan is a post-employment plan under which an entity pays fixed contributions and will have no legal or constructive obligation to pay further amounts.

Superannuation Fund

The Company contributes to Superannuation Fund, and has no further obligation beyond making its contribution. The Company's contributions to the above funds are charged to the standalone statement of profit and loss.

Provident Fund

Contributions to Provident Fund and Employee's Pension Scheme 1995 are made to Trust administered by the Company. The Company's liability is actuarially determined (using the Project Unit Credit method) at the end of the year and any shortfall in the fund size maintained by the Trust set up by the Company, is additionally provided for in the standalone statement of profit and loss.

b) Defined benefit plans

Gratuity (Funded)

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment of vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employees' salary and the tenure of employment. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year.

The Company makes annual contribution to Otis Elevator Company (India) Limited Employees' Gratuity Fund which in turn invests in various permissible investments. The scheme provides for lumpsum payment to vested employees at retirement, death while in employment or on termination of employment as per Company's Gratuity Scheme. Vesting occurs on completion of five years.

The liability or asset recognised in the standalone balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Standalone statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the standalone statement of changes in equity and in the standalone balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in Standalone statement of profit or loss as past service cost.

iv) Termination Benefits

Termination benefits in the nature of voluntary separation plan are recognised in the Standalone statement of profit and loss as and when incurred.

v) Share based payments

Share based compensation benefits are provided to employees by the Ultimate Holding Company, Otis Worldwide

Corporation, United States. The fair value of options granted is recognised as an employee benefit expenses with a corresponding increase in equity as contribution from the Ultimate Holding Company, Otis Worldwide Corporation, United States.

The total expense is recognised over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the Company revises its estimates of the number of options that are expected to vest based on the non-market vesting and service conditions. It recognises the impact of revision to original estimates, if any, in the Standalone statement of profit or loss, with a corresponding adjustment to equity.

(k) Provisions (Other than Employee Benefits)

Warranties: A provision for warranties is recognised when the underlying products or services are sold, based on historical warranty data and a weighting of possible outcomes against their associated probabilities.

Onerous Contracts: A provision for onerous contracts is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract, which is determined based on the incremental costs of fulfilling the obligation under the contract and an allocation of other costs directly related to fulfilling the contract. Before a provision is established, the Company recognises any impairment loss on the assets associated with that contract (Refer note 26)

(l) Income tax

Income tax expense comprises current and deferred tax. It is recognised in Standalone statement of profit or loss except to the extent that it relates items recognised directly in equity or in other comprehensive income.

Current tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses, if any.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the country where the Company operates and generates taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the standalone financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

The carrying amount of deferred tax assets are reviewed at the end of each reporting period and are recognised only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

Current and deferred tax is recognised in the Standalone statement of profit and loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

(m) Provisions, contingent liabilities and contingent assets

Provisions are recognised when the Company has a present legal or constructive obligation as a result of a 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 measured at the present value, wherever Company can estimate the time of settlement, of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The increase in the provisions due to passage of time is recognised as interest expense.

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Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly with in the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount can not be made.

Wherever the likelihood of outflow of resources is remote, no provision or disclosure as specified in Ind AS -37 - "Provision, contingent liabilities and contingent assets" is made.

Contingent assets are not recognised in the standalone financial statements.

(n) Segment reporting

The Chief Operational Decision Maker (CODM) monitors the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating segments are reported in a manner consistent with the internal reporting provided to the CODM.

(o) Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

(p) Cash and cash equivalents

For the purpose of presentation in the Statement of Cash flows, Cash and cash equivalent comprise of cash/ cheques on hand and at banks including short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value, and bank overdrafts.

(q) Investments

Investments in subsidiary is carried at cost less accumulated impairment losses. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiary, the difference between net disposal proceeds and the carrying amounts are recognised in the Standalone statement of profit and loss. Upon first-time adoption of Ind AS, the Company has elected to measure its investments in subsidiary at the previous GAAP carrying amount as its deemed cost on the date of transition to Ind AS i.e., April 1, 2015.

(r) Measurement of fair value

The Company measures certain financial instruments, such as derivatives, at fair value at each balance sheet date.

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

A. In the principal market for the asset or liability, or

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

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

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

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

A. Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

B. Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

C. Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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

(s) Rounding of amounts

All amounts disclosed in the standalone financial statements and notes have been rounded off to the nearest Rupees in lakhs as per the requirement of Schedule III, unless otherwise stated.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

4 Property, plant and equipment

(a) Tangible assets

Description	Gross Block				Accumulated Depreciation				Net Block
	As at April 1, 2022	Additions/ Adjustment	Deductions/ Adjustment	As at March 31, 2023	As at April 1, 2022	For the year	Deductions/ Adjustment	As at March 31, 2023	As at March 31, 2023
Freehold land	250	-	-	250	-	-	-	-	**250**
Buildings	5,137	206	31	5,312	2,460	280	17	2,723	**2,589**
Leasehold improvements	591	4	2	593	452	57	2	507	**86**
Plant and equipments	4,782	450	3	5,229	3,045	346	-	3,391	**1,838**
Furniture and fittings	199	3	-	202	143	12	-	155	**47**
Electrical installations	293	-	-	293	252	9	-	261	**32**
Computers	901	35	-	936	624	193	-	817	**119**
Vehicles	5	-	5	-	5	-	5	-	**-**
Office equipments	338	25	-	363	299	17	-	316	**47**
Total	**12,496**	**723**	**41**	**13,178**	**7,280**	**914**	**24**	**8,170**	**5,008**
Capital work-in-progress	**260**	**1,123**	**723**	**660**	**-**	**-**	**-**	**-**	**660**

Description	Gross Block				Accumulated Depreciation				Net Block
	As at April 1, 2021	Additions/ Adjustment	Deductions/ Adjustment	As at March 31, 2022	As at April 1, 2021	For the year	Deductions/ Adjustment	As at March 31, 2022	As at March 31, 2022
Freehold land	250	-	-	250	-	-	-	-	**250**
Buildings	5,120	21	4	5,137	2,171	282	(7)	2,460	**2,677**
Leasehold improvements	716	21	146	591	531	56	135	452	**139**
Plant and equipments	4,702	254	174	4,782	2,770	399	124	3,045	**1,737**
Furniture and fittings	164	35	-	199	127	16	-	143	**56**
Electrical installations	293	-	-	293	240	12	-	252	**41**
Computers	618	296	13	901	167	469	12	624	**277**
Vehicles	5	-	-	5	5	-	-	5	**-**
Office equipments	348	3	13	338	292	18	11	299	**39**
Total	**12,216**	**630**	**350**	**12,496**	**6,303**	**1,252**	**275**	**7,280**	**5,216**
Capital work-in-progress	**91**	**778**	**609**	**260**	**-**	**-**	**-**	**-**	**260**

Ageing of Capital work-in-progress as on March 31, 2023

Particulars	Amounts in Capital work-in-progress for a period of				
	Less than one year	1-2 years	2-3 years	More than 3 years	Total
(i) Projects in progress	660	-	-	-	**660**
(ii) Projects temporarily suspended	-	-	-	-	**-**
Total	**660**	**-**	**-**	**-**	**660**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Ageing of Capital work-in-progress as on March 31, 2022

Particulars	Amounts in Capital work-in-progress for a period of				
	Less than one year	1-2 years	2-3 years	More than 3 years	Total
(i) Projects in progress	260	-	-	-	260
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**260**	-	-	-	**260**

(b) Intangible assets

Description	Gross Block				Accumulated Amortisation				Net Block
	As at April 1, 2022	Additions	Deductions	As at March 31, 2023	As at April 1, 2022	For the year	Deductions	As at March 31, 2023	As at March 31, 2023
Software	1,628	606	-	2,234	1,182	368	-	1,550	**684**
Total	**1,628**	**606**	-	**2,234**	**1,182**	**368**	-	**1,550**	**684**
Intangible assets under development	87	519	606	-	-	-	-	-	-

Description	Gross Block				Accumulated Amortisation				Net Block
	As at April 1, 2021	Additions	Deductions	As at March 31, 2022	As at April 1, 2021	For the year	Deductions	As at March 31, 2022	As at March 31, 2022
Software	1,628	-	-	1,628	856	326	-	1,182	**446**
Total	**1,628**	-	-	**1,628**	**856**	**326**	-	**1,182**	**446**
Intangible assets under development	-	87	-	**87**	-	-	-	-	**87**

Aging of Intangible assets under development as on March 31, 2023

Particulars	Amounts in intangible assets under development for a period of				
	Less than one year	1-2 years	2-3 years	More than 3 years	Total
(i) Projects in progress	-	-	-	-	-
(ii) Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

Aging of Intangible assets under development as on March 31, 2022

Particulars	Amounts in intangible assets under development for a period of				
	Less than one year	1-2 years	2-3 years	More than 3 years	Total
(i) Projects in progress	87	-	-	-	87
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**87**	-	-	-	**87**

There are no projects under Capital work in progress and intangible assets under development whose completion is overdue or have exceeded its budgeted cost.

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Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

(c) Right of use assets

Movements during the year

Description	Gross Block				Accumulated Depreciation				Net block
	Balance as at April 1, 2022	Additions	Deductions	Balance as at March 31, 2023	Balance as at April 1, 2022	For the Year	Deductions	Balance as at March 31, 2023	Balance as at March 31, 2023
Leasehold buildings	5,084	2,079	-	7,163	3,382	1,220	-	4,602	2,561
Leasehold vehicles	798	172	7	963	446	172	4	614	349
Leasehold office equipment's	180	3	6	177	96	33	2	127	50
Total	**6,062**	**2,254**	**13**	**8,303**	**3,924**	**1,425**	**6**	**5,343**	**2,960**

Movements during the year

Description	Gross Block				Accumulated Depreciation				Net block
	Balance as at April 1, 2021	Additions	Deductions	Balance as at March 31, 2022	Balance as at April 1, 2021	For the Year	Deductions	Balance as at March 31, 2022	Balance as at March 31, 2022
Leasehold buildings	4,266	1,274	456	5,084	2,534	1,135	287	3,382	1,702
Leasehold vehicles	582	274	58	798	328	147	29	446	352
Leasehold office equipment's	142	45	7	180	64	38	6	96	84
Total	**4,990**	**1,593**	**521**	**6,062**	**2,926**	**1,320**	**322**	**3,924**	**2,138**

Notes:

(i) The Company incurred Rs. 117 lakhs (Previous Year Rs. 207 lakhs) for the year ended March 31, 2023 towards expenses relating to short-term leases and leases of low-value assets. Interest on lease liabilities is Rs. 403 lakhs (Previous Year Rs.333 lakhs) for the year.

(ii) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee), as disclosed in notes to the financial statements, are held in the name of the Company.

(iii) Valuation of Property, plant and equipment, intangible asset and investment property:

The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

5 **Non-current investments (carried at cost)**	**As at March 31, 2023**	**As at March 31, 2022**
Unquoted:		
Subsidiary Company:		
268,700 Equity Shares (Previous Year 268,700) of Rs. 100 each fully paid-up in Supriya Elevator Company (India) Limited	564	564
Less: Provision for impairment in value of investment	(564)	(564)
	-	-
Aggregate book value of gross unquoted investments	564	564
Aggregate book value of net unquoted investments	-	-
Aggregate amount of impairment in value of investments	564	564

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

	As at March 31, 2023	As at March 31, 2022
6(a) Trade receivables - non current		
Considered good - Unsecured	477	226
	477	**226**

6(b) Trade receivables - current

	As at March 31, 2023	As at March 31, 2022
Considered good - Unsecured *	45,437	41,711
Trade Receivables - credit impaired	6,123	6,897
	51,560	48,608
Less: Allowance for doubtful debts	(6,123)	(6,897)
	45,437	**41,711**

* This includes amount receivable from related parties Rs. 395 lakhs (Previous Year Rs. 516 lakhs). (Refer Note 44).

The Company's exposure to credit and currency risks, and loss allowances related to trade receivables are disclosed in Note 42.

Ageing of trade receivables: As at March 31, 2023

Particulars	Unbilled	Current but not due	Outstanding for following periods from due date of payment					Total
			Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables – considered good	1,625	2,112	35,986	3,865	2,045	268	-	**45,901**
Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
Undisputed Trade receivable – credit impaired		115	802	479	791	775	3,028	**5,990**
Disputed Trade receivables - considered good	-	-	-	4	9	-	-	**13**
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	4	1	4	12	112	**133**
Total	**1,625**	**2,227**	**36,792**	**4,349**	**2,849**	**1,055**	**3,140**	**52,037**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Ageing of trade receivables: As at March 31, 2022

Particulars	Unbilled	Current but not due	Outstanding for following periods from due date of payment					Total
			Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables – considered good	3,265	2,883	30,226	2,574	2,364	594	-	**41,906**
Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	**-**
Undisputed Trade receivable – credit impaired	-	-	793	561	1,131	1,536	2,752	**6,773**
Disputed Trade receivables - considered good	-	-	4	5	11	11	-	**31**
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	**-**
Disputed Trade receivables – credit impaired	-	-	-	1	6	58	59	**124**
Total	**3,265**	**2,883**	**31,023**	**3,141**	**3,512**	**2,199**	**2,811**	**48,834**

7(a) Loans - Non-current	**As at March 31, 2023**	**As at March 31, 2022**
Unsecured, considered good:		
Loans to employees	39	52
Unsecured, considered doubtful:		
Loans to related party:		
Otis Global Services Centre Private Limited	2,200	2,450
Supriya Elevator Company (India) Limited	130	130
Less: Provision for expected credit loss	(130)	(130)
	2,200	2,450
	2,239	**2,502**

Details of Loans to Related Parties and disclosure persuant to Section 186 of the Companies Act (refer note below).

Particulars	As at March 31, 2023	Purpose	Rate of interest %	Repayable on or before
Otis Global Services Centre Private Limited (Maximum amount of loan outstanding during the year INR 2,450 Lakhs)	2,200	Project financing and working capital	7.25	31-Dec-26
Supriya Elevator Company (India) Limited (Maximum amount of loan outstanding during the year INR 130 Lakhs)	130	Working capital	7.25	19-Sep-26
	2,330			

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Particulars	As at March 31, 2022	Purpose	Rate of interest %	Repayable on or before
Otis Global Services Centre Private Limited (Maximum amount of loan outstanding during the year INR 2,450 Lakhs)	2,450	Project financing and working capital	7.25	31-Dec-26
Supriya Elevator Company (India) Limited (Maximum amount of loan outstanding during the year INR 130 Lakhs)	130	Working capital	7.25	19-Sep-26
	2,580			

The Company has given unsecured loans to other group entities of Otis Worldwide Corporation. During the current year, Rs. 250 lakhs have been paid out of the loans outstanding as at March 31, 2022. Subsequent to the year end, loan of Rs. 200 lakhs has been repaid out of loans outstanding as at March 31, 2023. No additional loans were given to related parties during the year.

7(b) Loans - Current	**As at March 31, 2023**	**As at March 31, 2022**
Unsecured, considered good:		
Loans to employees	57	55
	57	**55**

In line with circular no. 04/2015, issued by MCA dated March 10, 2015, loans given to employees are not considered for the purpose of disclosure under Section 186(4) of the Companies Act 2013.

8 Other financial assets (Non - current)	**As at March 31, 2023**	**As at March 31, 2022**
Unsecured, considered good		
Security deposits	690	741
Long-term deposits with bank with maturity period more than 12 months	-	5
Unsecured, considered doubtful		
Receivable from related party (Refer note 44):		
Supriya Elevator Company (India) Limited	1,349	1,246
Less: Provision for expected credit loss	(1,349)	(1,246)
	-	-
Security deposits	70	70
Less: Provision for expected credit loss	(70)	(70)
	-	-
	690	**746**

9 Deferred tax assets	**As at March 31, 2023**	**As at March 31, 2022**
[Refer Note 43D]		
Deferred Tax Assets		
Provision for expected credit loss	2,327	2,606
Provision for compensated absences and gratuity	1,323	1,341
Provision for impairment	142	142
Disallowances under Section 40(a) of the Income tax Act, 1961	98	98
Depreciation / amortisation	286	293
Provision for contingency	1,767	2,008
Mark to market adjustment on derivative contracts	39	33

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Provision for foreseeable losses on contracts	883	1,320
Voluntary separation plan	214	-
Others	66	27
	7,145	**7,868**

10 **Income tax assets (net)**	**As at March 31, 2023**	**As at March 31, 2022**
[Refer Note 3 (I)]		
Advance income tax	48,224	47,886
Provision for tax	(43,387)	(44,018)
	4,837	**3,868**

11 **Other non-current assets**	**As at March 31, 2023**	**As at March 31, 2022**
Unsecured, considered good		
Capital advances	576	9
Prepaid expenses	82	83
Balances with Government Authorities	5,799	6,333
Unsecured, considered doubtful		
Balances with Government Authorities	950	1,450
Less: Impairment loss allowance	(950)	(1,450)
	-	-
	6,457	**6,425**

12 **Inventories (at lower of cost or net realisable value)**	**As at March 31, 2023**	**As at March 31, 2022**
Raw materials:		
Components and spares [including Components In-transit Rs. 7,899 lakhs (Previous year Rs. 6,294 lakhs)]	26,400	24,696
	26,400	**24,696**

During the year, the Company has written down inventories by Rs. 121 lakhs (Previous Year Rs. 21 lakhs) in respect of provision for slow moving and obsolete items. These are recognised as an expense during the year.

Details of inventory

Following the industry pattern, the Company considers an Elevator as produced when total components comprising complete elevators are dispatched from the shipping department. Accordingly, there is no closing stock of goods produced as of March 31, 2023 and March 31, 2022.

13 **Cash and cash equivalents**	**As at March 31, 2023**	**As at March 31, 2022**
Balances with banks		
- In Current accounts	7,963	10,595
- Deposits with original maturity of less than three months	45,664	42,867
Cheques on hand	251	25
	53,878	**53,487**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

		As at March 31, 2023	As at March 31, 2022
14	**Bank balances other than above**		
	Earmarked balances:		
	Unpaid dividend accounts *	401	416
	Deposits with original maturity of more than three months and less than twelve months	300	-
	Deposit with banks [towards security deposit against sales tax and other matters]	362	357
		1,063	**773**

* The Company can utilise this balance only towards settlement of unclaimed dividend.

		As at March 31, 2023	As at March 31, 2022
15	**Other financial assets - current**		
	Other receivables *	1,600	919
	Other receivables - Unsecured considered good		
	Deposits	651	387
	Interest accrued on fixed deposits	238	128
	Advance to Employees	176	188
	Derivatives not designated as hedges - foreign exchange forward contracts	14	71
	Unsecured considered doubtful		
	Security deposits	546	563
	Less: Impairment loss allowance	(546)	(563)
		-	-
		2,679	**1,693**

* This includes amount receivable from related parties Rs. 1,219 lakhs (Previous Year Rs. 763 lakhs). (Refer Note 44).

		As at March 31, 2023	As at March 31, 2022
16	**Other current assets**		
	Prepaid expenses	581	543
	Advance to suppliers*	608	326
	Balances with Government Authorities	2,311	1,817
	Contract Work-In-Progress (Refer Note 50)	65,983	106,951
	Less: Aggregate amount of progress billings	54,466	96,027
		11,517	10,924
		15,017	**13,610**

* This includes advance to related parties Rs. 22 lakhs (Previous Year NIL). (Refer Note 44).

		As at March 31, 2023	As at March 31, 2022
17	**Equity share capital**		
	Authorised		
	15,000,000 (Previous Year 15,000,000) equity shares of Rs. 10 each	1,500	1,500
	Issued, subscribed and paid-up		
	11,808,222 (Previous Year 11,808,222) equity shares of Rs. 10 each fully paid-up	1,181	1,181
		1,181	**1,181**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number of shares	Amount	Number of shares	Amount
Balance as at the beginning of the year	11,808,222	1,181	11,808,222	1,181
Additions/ deletions during the year	-	-	-	-
Balance as at the end of the year	**11,808,222**	**1,181**	**11,808,222**	**1,181**

(b) Rights, preferences and restrictions attached to shares

The Company has one class of equity shares having a par value of Rs. 10 per equity share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(c) Shares held by the holding company

	Relationship	As at March 31, 2023	As at March 31, 2022
11,599,819 (Previous Year 11,599,819) equity shares are held by Otis International Asia Pacific Pte. Ltd.	Holding Company	1,160	1,160
		1,160	**1,160**

(d) List of shareholders holding more than 5% shares as at the Balance Sheet date:

Name of the Shareholder	As at March 31, 2023		As at March 31, 2022	
	Number of shares	% holding	Number of shares	% holding
Otis International Asia Pacific Pte. Ltd.	11,599,819	98.24%	11,599,819	98.24%

(e) List of shares held by Promoter as at the Balance Sheet date:

Name of Promoter	As at March 31, 2023		
	Number of shares	% holding	% change during the year
Otis International Asia Pacific Pte. Ltd.	11,599,819	98.24%	-

Name of Promoter	As at March 31, 2022		
	Number of shares	% holding	% change during the year
Otis International Asia Pacific Pte. Ltd.	11,599,819	98.24%	-

18 Other equity	As at March 31, 2023	As at March 31, 2022
Capital redemption reserve	73	73
General reserve	1,759	1,759
Retained earnings	16,342	18,609
Employees Share Option Plan (ESOP) reserve	3,213	2,694
	21,387	**23,135**

a. Capital redemption reserve

Balance as at the beginning of the year	73	73
Closing balance	73	73

b. General reserve		
Balance as at the beginning of the year	1,759	1,759
Closing balance	**1,759**	**1,759**
c. Retained earnings		
Balance as at the beginning of the year	18,609	19,870
Add: Profit for the year	15,591	14,696
Add/(less) Items of other comprehensive income recognised directly in retained earnings		
- Re-measurements of post employment benefit obligation (net of tax)	(178)	(19)
- Exchange differences of foreign operations (net of tax)	32	3
Less: Appropriations		
- Dividend (refer note 36)	17,712	15,941
Balance as at the end of the year	**16,342**	**18,609**
d. Employees Share Option Plan (ESOP) reserve		
Balance as at the beginning of the year	2,694	2,388
Add: Additions during the year (Refer Note 48)	519	306
Closing balance	**3,213**	**2,694**
	21,387	**23,135**

19 Lease liabilities - non-current	**As at March 31, 2023**	**As at March 31, 2022**
Lease Liabilities	578	1,327
	578	**1,327**

20 Other non-current liabilities	**As at March 31, 2023**	**As at March 31, 2022**
Advance service and maintenance billing	2,486	1,795
Deferred Revenue for Elevator Contracts towards Service and Maintenance	540	415
	3,026	**2,210**

21 Provisions - non-current	**As at March 31, 2023**	**As at March 31, 2022**
Provision for Contingency	7,020	7,979
	7,020	**7,979**

Provision for contingency

Provisions for contingencies represents estimates made for probable liabilities arising from pending matters pending with various tax authorities. These are reviewed on an yearly basis including obtaining legal opinions where necessary. Outflow with regards to the said matters depends on exhaustion of remedies available to the Company under the law, and hence the Company is not able to reasonably assess the timing of the outflow.

In the current year, Maharastra Government has announced a "Amensty Scheme, 2022" in order to complete the pre-GST legacy matters, the Company had utilized provision of Rs. 400 lakhs in principal liability and Rs 81 lakhs in interest as part of provision for contingency , against various disputed liabilities since the Company had settled these liabilities.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Provision for Product Upgradation (Refer Note 26):

Provision for product upgradation includes free product upgrade to be provided to the customers to enhance safety, quality and maintenance of elevators. The amount is determined based on the estimated cost of material and labour to be incurred on the affected units.

Provision for foreseeable losses on contracts (Refer Note 26):

Provision for foreseeable losses represents estimates made for foreseeable losses on contracts. Outflow with regard to the said matters depends on the stage of the Contract and lapse of time and hence, the Company is not able to reasonably ascertain the time of outflow.

Movement in provisions

Particulars	As at March 31, 2023			As at March 31, 2022		
	Provision for product upgradation	Provision for contingency	Provision for foreseeable losses on contracts	Provision for product upgradation	Provision for contingency	Provision for foreseeable losses on contracts
Opening balance	-	7,979	5,244	52	9,282	4,560
Provision recognised during the year	-	547	1,657	-	670	3,104
Provision utilised during the year	-	(481)	-	(8)	(662)	-
Provision reversals/written back during the year	-	(1,025)	(3,393)	(44)	(1,311)	(2,420)
Closing balance	**-**	**7,020**	**3,508**	**-**	**7,979**	**5,244**

22 Lease liabilities - current	As at March 31, 2023	As at March 31, 2022
Lease Liabilities (Refer Note 35)	2,667	1,060
	2,667	**1,060**

23 Trade payables	As at March 31, 2023	As at March 31, 2022
Trade payables to related parties (Refer Note 44)	22,189	22,529
Trade payables - others		
- Total outstanding dues of micro enterprises and small enterprises (Refer Note 45)	3,222	2,475
- Total outstanding dues of creditors other than micro enterprises and small enterprises	27,028	23,881
	52,439	**48,885**

The Company exposure to currency and liquidity risks related to trade payables is disclosed in note 42.

Ageing of trade payables: As at March 31, 2023

Particulars	Unbilled provision	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	270	2,228	724	-	-	-	**3,222**
Total outstanding dues of creditors other than micro enterprises and small enterprises	13,882	7,177	23,577	3,104	994	483	**49,217**
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	**-**
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	**-**
	14,152	**9,405**	**24,301**	**3,104**	**994**	**483**	**52,439**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Ageing of trade payables: As at March 31, 2022

Particulars	Unbilled provision	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	2,355	60	55	5	**2,475**
Total outstanding dues of creditors other than micro enterprises and small enterprises	7,271	15,202	22,228	1,092	60	557	**46,410**
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
	7,271	**15,202**	**24,583**	**1,152**	**115**	**562**	**48,885**

24 Other financial liabilities - current	**As at March 31, 2023**	**As at March 31, 2022**
Capital creditors	150	162
Unpaid dividends *	401	416
Salaries, wages and bonus payable	3,110	3,047
Derivatives not designated as hedges - foreign exchange forward contracts	167	203
	3,828	**3,828**

* During the previous year, the Company had paid unpaid dividend for financial year 2013-14 to Investor Education and Protection Fund ("IEPF") within thirty days of such amounts becoming due to be credited to the IEPF as prescribed under Rule 5(1) of the Companies (Declaration and Payment of Dividend) Rules, 2014 as amended along with form No. IEPF-1 and was required to upload the shareholders details of the unclaimed dividend amount within seven days of the filing of the said IEPF-1. Due to technical glitches on the IEPF portal, the Company was not able to upload the shareholders details within the stipulated period. As a result, the deposited amount was returned to the Company on the seventh day of filing the IEPF-1. Therefore, the Company had to re-file the form and could complete all the requisite formalities after the due date.

25 Other current liabilities	**As at March 31, 2023**	**As at March 31, 2022**
Advances from customers	9,146	9,822
Advance service and maintenance billing	9,222	10,121
Statutory liabilities *	2,558	1,788
Invoices raised in respect of Incomplete Contracts	226,970	157,693
Less: Adjusted against aggregated amount of cost incurred and recognised profits (less recognised losses)	175,182	115,563
	51,788	42,130
Deferred Revenue for elevator contracts towards service and maintenance	2,084	1,769
	74,798	**65,630**
* **Statutory liabilities includes below break up:**		
Goods and Services Tax, Sales Tax and Service Tax	470	153
Tax deducted and tax collected at source	1,675	1,236
Provident fund and family pension scheme	390	365
Employees state insurance	4	4
Others (Labour Welfare Fund and Profession Tax)	19	30
	2,558	**1,788**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

26 **Provisions - current**	**As at March 31, 2023**	**As at March 31, 2022**
Provision for foreseeable losses on contracts (Refer Note 21)	3,508	5,244
Provision for product upgradation (Refer Notes 21)	-	-
Provision for employee benefits (Refer Note 30):		
Provision for gratuity	355	675
Provision for compensated absences	4,871	4,653
Provision for provident fund	30	-
	8,764	**10,572**

27 **Revenue from operations**	**Year ended March 31, 2023**	**Year ended March 31, 2022**
Contract revenue (Refer note 50) :		
Contracts for supply and installation of elevators, escalators and trav-o-lators	152,498	114,667
Income from modernization and repairs	21,879	16,216
Income from maintenance services	67,783	62,780
Other operating revenues:		
Sale of raw materials and components	39	37
Sale of scrap	532	339
	242,731	**194,039**

28 **Other income**	**Year ended March 31, 2023**	**Year ended March 31, 2022**
Interest income:		
- Deposits with banks	1,902	1,404
- Income tax refund	79	-
- Loans to related parties (Refer note 44)	178	263
- Others	1	37
Provision for contingency no longer required written back (net) (Refer note 21)	478	641
Provisions written back	115	284
Liabilities no longer required written back	48	189
Service income from related parties (Refer note 44)	1,162	1,160
Unwinding of interest on deposits / retention money / employee loans	142	63
Provision for product upgradation no longer required written back (net) (Refer notes 21 and 26)	-	44
Bad debts recovery	-	23
Others	430	251
	4,535	**4,359**

29 **Cost of materials consumed**	**Year ended March 31, 2023**	**Year ended March 31, 2022**
Raw materials - Components and spares		
Opening stock	24,696	15,799
Add : Purchases	131,746	108,628
Less: Closing stock	26,400	24,696
	130,042	**99,731**

30 Employee benefit expenses	Year ended March 31, 2023	Year ended March 31, 2022
Salaries, wages, allowances, bonus and benefits *	39,403	34,724
Contribution to Provident and other funds	1,868	1,695
Contribution to Superannuation Scheme	200	195
Contribution to Gratuity Fund (refer note below)	798	826
Contribution to Employees' State Insurance and Employees' Deposit Linked Insurance Scheme	27	36
Share-based payment to employees (Refer Note 48)	519	306
Workmen and staff welfare expenses	1,264	969
	44,079	**38,751**

* includes voluntary separation plan cost for Rs. 1,065 lakhs (Previous year NIL) (Refer note 3(j)(iv)

I) Defined Contribution Plans

i) Superannuation Fund	Year ended March 31, 2023	Year ended March 31, 2022
Amount recognised in the Standalone Statement of Profit and Loss		
Employers' Contribution to Superannuation	200	195
	200	**195**

ii) Provident Fund

The Company has an obligation to fund any shortfall on the yield of the trust's investments over the administered interest rates on an annual basis. These administered rates are determined annually predominantly considering the social rather than economic factors and in most cases the actual return earned by the Company has been higher in the past years. The actuary has provided a valuation for provident fund liabilities on the basis of guidance issued by Actuarial Society of India and based on the following assumptions there is below shortfall as at March 31, 2023.

The details of fund and plan asset position are given below:

Particulars	As at March 31, 2023	As at March 31, 2022
Plan assets at period end, at fair value	46,543	44,342
Present value of benefit obligation at period end	(46,573)	(44,342)
Net (liability)/Asset recognized in balance sheet	**(30)**	**-**

The plan assets have been primarily invested in government securities.

Assumptions used in determining the present value obligation of the interest rate guarantee under the Deterministic Approach:

Particulars	As at March 31, 2023	As at March 31, 2022
Government of India (GOI) bond yield	7.47%	6.98%
Remaining term to maturity of portfolio	7 years	6 years
Expected guaranteed interest rate - Current year :	8.15%	8.10%
- Thereafter :	8.00%	8.10%

The Company contributed Rs. 1,868 lakhs and Rs. 1,695 lakhs to the provident fund during the years ended March 31, 2023 and March 31, 2022 respectively and the same has been recognised in the Standalone Statement of Profit and Loss under the head Employees Benefit Expenses.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

II Defined Benefit Plans

Gratuity

A) The amounts recognised in the balance sheet and the movements in the net defined benefit obligation over the year are as follows:

Particulars	Present Value of Obligation	Fair Value of Plan Assets	Net defined benefit (asset)/ liability
Balance as on March 31, 2022	12,410	11,735	675
Interest cost /income	866	819	47
Current service cost	750	-	750
Total amount recognised in the Statement of Profit and Loss	**1,616**	**819**	**797**
Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	1	-	1
Actuarial (Gains)/Losses on Obligations - Due to Experience	85	-	85
Actuarial Gain / (Loss) on plan assets	-	(152)	152
Total amount recognised in other comprehensive income	**86**	**(152)**	**238**
Contributions by employer	(771)	584	(1,355)
Benefit Paid	(629)	(629)	-
Balance as on March 31, 2023	**12,712**	**12,357**	**355**

Particulars	Present Value of Obligation	Fair Value of Plan Assets	Net defined benefit (asset)/ liability
Balance as on March 31, 2021	11,994	10,953	1,041
Interest cost /income	771	702	69
Current service cost	757	-	757
Total amount recognised in the Statement of Profit and Loss	**1,528**	**702**	**826**
Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	7	-	7
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	(416)	-	(416)
Actuarial (Gains)/Losses on Obligations - Due to Experience	105	-	105
Actuarial Gain / (Loss) on plan assets	-	(330)	330
Total amount recognised in other comprehensive income	**(304)**	**(330)**	**26**
Contributions by employer	-	1,218	(1,218)
Benefit Paid	(808)	(808)	-
Balance as on March 31, 2022	**12,410**	**11,735**	**675**

(All amounts are in Rupees in Lakhs, unless otherwise stated)

B) The net liability disclosed above relates to funded plan as below:

Particulars	As at March 31, 2023	As at March 31, 2022
Present Value of funded obligation as at the year end	(12,712)	(12,410)
Fair Value of Plan Assets as at the year end	12,357	11,735
Net (Liability) recognised in Balance Sheet	**(355)**	**(675)**

C) Amount recognised in the Balance Sheet

Particulars	As at March 31, 2023	As at March 31, 2022
Present Value of obligation at the end of the year	(12,712)	(12,410)
Fair value of plan assets at the end of the year	12,357	11,735
Net (Liability) recognised in the Balance Sheet	**(355)**	**(675)**

D) Actuarial assumptions

Valuation in respect of Gratuity has been carried out by an independent actuary, as at the Balance Sheet date, based on the following assumptions:

	As at March 31, 2023	As at March 31, 2022
Rate of Return on Plan Assets	7.47%	6.98%
Discount rate (per annum)	7.47%	6.98%
Rate of increase in Salary	9.50%	9.00%
Rate of Employee Turnover	5.50%	5.50%
Mortality Rate During Employment	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2012-14 (Urban)
Expected Future Service (in years')	11	10

- The discount rates reflects the prevailing market yields of Indian Government securities as at the Balance Sheet date for the estimated term of the obligation.
- The estimates of future salary increases considered in actuarial valuation take into account inflation, seniority, promotion and other relevant factors such as supply and demand and the employment market.

E) Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

Impact on defined benefit obligation of Gratuity :

	As at March 31, 2023		As at March 31, 2022	
	Increase in rate	Decrease in rate	Increase in rate	Decrease in rate
Discount Rate (0.5 % movement)	(372)	399	(360)	385
Compensation levels (0.5 % movement)	389	(367)	376	(355)
Employee turnover (0.5 % movement)	(55)	58	(52)	55

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligations as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

The above sensitivity analysis are based on a change in an assumption while holding all other assumptions constant. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the standalone balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change as compared to the previous year.

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Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

F) **The major categories of plan assets for gratuity are as follows:**

Particulars	As at March 31, 2023		As at March 31, 2022	
	Amount	%	Amount	%
Investment Funds:				
Insurance managed funds	12,357	100	11,735	100
Total	**12,357**	**100**	**11,735**	**100**

G)

Recognised under:	As at March 31, 2023	As at March 31, 2022
Provisions current - Provision for employee benefits (Refer Note 26)	355	675

H)

Particulars	As at March 31, 2023	As at March 31, 2022
Expected gratuity contribution for the next year	1,142	1,226

I) **Defined benefit liability and employer contributions**

The weighted average duration of the defined benefit obligation is 8 years (Previous year - 7 years). The expected maturity analysis of undiscounted gratuity is as follows:

Particulars	Less than a year	Between 2 - 5 years	Over 5 years	Total
March 31, 2023				
Defined benefit obligation (gratuity)	2,283	5,242	16,054	**23,579**
March 31, 2022				
Defined benefit obligation (gratuity)	1,865	5,505	14,278	**21,648**

J) **Risk exposure**

Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

Asset Volatility

The plan liabilities are calculated using a discount rate set with reference to market yield of Government securities as at the Balance Sheet date; if plan asset underperform this yield, this will create a deficit. Most of the plan asset investments is in fixed income securities with high grade and in Government of India securities, Group Gratuity Scheme of Life Insurance Corporation of India, Public Sector Undertaking Bonds, Special Deposit Scheme and Other Securities. These are subject to interest rate risk and the funds manages interest rate risk. The Company has a risk management strategy where the aggregate amount of risk exposure on a portfolio level is maintained at a fixed range. Any deviations from the range are corrected by rebalancing the portfolio. The management intends to maintain the above investment mix in the continuing years.

Changes in yields

A decrease in yields of plan assets will increase plan liabilities, although this will be partially offset by an increase in the value of the plan's holdings.

III) The Liability for compensated absences as at year end is Rs. 4,871 lakhs (Previous Year - Rs. 4,653 lakhs). (Refer Note 26)

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Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

31 **Finance costs**	**Year ended March 31, 2023**	**Year ended March 31, 2022**
Unwinding of interest on deposits / retention money / employee loans	142	-
Interest on Micro and Small Enterprises (Refer Note 45)	91	63
Interest on Lease Liability	403	333
	636	**396**

32 **Depreciation and amortisation expense**	**Year ended March 31, 2023**	**Year ended March 31, 2022**
Depreciation of Property, Plant and Equipment (Owned Assets)	913	1,252
Depreciation of Right of use assets	1,425	1,320
Amortisation of Intangible assets	368	326
	2,706	**2,898**

33 **Operating and other expenses**	**Year ended March 31, 2023**	**Year ended March 31, 2022**
Consumption of stores and consumables	1,885	1,229
Packing and forwarding charges	7,837	5,247
Repairs and maintenance:		
- Buildings	382	294
- Plant and machinery	189	172
- Vehicles	20	20
- Others	1,101	831
Rent	117	207
Rates and taxes	226	350
Insurance	1,153	1,055
Power and fuel	470	370
Expenses on contracts for installation/ service	9,040	7,164
Advertising, publicity and sales promotion	393	167
Commission	1,535	1,403
Commission to Non-Executive Directors	20	20
Royalties (Refer Note 44)	8,697	6,535
Communication costs	1,187	799
Travelling and conveyance	2,054	1,503
Printing and stationery	190	144
Legal and professional charges [Refer note (i) below]	2,867	2,527
System and software maintenance expenses (Refer Note 44)	2,916	2,499
Management fees (Refer Note 44)	3,604	2,178
Bad trade receivables and other financial assets written off	1,010	1,154
Less: Withdrawn from provision for expected credit loss	(658)	(839)
	352	315
Bad non-financial assets written off	833	-
Less: Withdrawn from provision for expected credit loss	(644)	-
	189	-

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Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Provision for other financial assets	230	-
Provision for other current assets	79	-
Directors fees	10	6
Expenditure towards Corporate Social Responsibility activities [Refer Note (ii) below]	421	476
Loss on sale / disposal of property, plant and equipment	17	9
Loss on fluctuation in foreign exchange (net)	1,008	874
Miscellaneous expenses	244	357
TOTAL	**48,433**	**36,751**

(i) Legal and professional charges includes auditors' remuneration (net of taxes, where applicable):		
For statutory audit	53	53
For tax audit	7	7
For other services	2	1
Reimbursement of expenses	4	1
	66	**62**

* amounts are below rounding off norms adopted by the Company.

(ii) Corporate Social Responsibility expenses :

(a) Gross amount required to be spent by the Company during the year was Rs. 421 lakhs (Previous Year Rs. 476 lakhs)

(b) Amount spent during the year on:

Particulars	Paid during the year	Yet to be paid	Total
(i) Construction/acquisition of any asset	-	-	-
(ii) On purposes other than (i) above *	Rs. 207 lakhs (Previous Year Rs. 476 lakhs)	Rs. 214 lakhs (Previous Year NIL)	Rs. 421 lakhs (Previous Year Rs. 476 lakhs)

*The areas for CSR activities are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, destitute care and rehabilitation, environment sustainability, disaster relief and rural development projects.

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
(i) The amount of shortfall at the end of the year out of the amount required to be spent by the Company during the year;	214 lakhs	NIL
(ii) The total of previous years' shortfall amounts;	NIL	NIL

(iii) Unspent amount pertaining to ongoing projects have been transferred to separate CSR Unspent Bank A/c on April 15, 2023 (Previous year not applicable).

34 Earnings per share

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Profit attributable to the owners of the Company	15,591	14,696
Weighted Average number of Equity Shares of Rs. 10 each during the year	11,808,222	11,808,222
Earnings Per Share (Basic and Diluted)	132.03	124.46
Nominal Value of an Equity Share	10	10

The Company does not have any outstanding potential equity shares. Consequently, the basic and the diluted earnings per share of the Company remain the same.

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Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

35 Lease: Maturity Profile

Particulars	Less than 1 year	Between 1 and 5 years	More than 5 years
March 31, 2023			
Repayment of lease liabilities	2,667	2,371	19
Interest on lease liabilities	255	277	2
Total cash outflow on leases	**2,922**	**2,648**	**21**

Particulars	Less than 1 year	Between 1 and 5 years	More than 5 years
March 31, 2022			
Repayment of lease liabilities	1,060	1,779	45
Interest on lease liabilities	210	282	5
Total cash outflow on leases	**1,270**	**2,061**	**50**

Weighted Average effective interest rate is 8% to 9.4% p.a.

36 Capital management

The Company determines the capital requirements based on its financial performance, operating and long term investment plans. The funding requirements are met through operating cash flows generated. For the purpose of Company's Capital Risk Management, "Capital" includes issued equity share capital, securities premium and all other equity reserves attributable to it's shareholders.

The Company's objective in managing its capital is to safeguard its ability to continue as a going concern and to maximise shareholder's values.

The capital structure of the Company is based on management's assessment of the appropriate balance of key elements in order to meet its strategic and day-to day needs. The Company considers the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue new shares.

The Company maintains a stable and strong capital structure with a focus on total equity so as to maintain shareholders and creditors confidence and to sustain future development and growth of its business. The Company takes appropriate steps in order to maintain, or if necessary adjust, its capital structure.

The management monitors the return on capital as well as the level of dividends to shareholders. Refer table below for the dividends paid :

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Equity shares		
Interim dividend Rs. 150 per share fully paid (Previous year Rs. 135 per share)	17,712	15,941

37 Research and development expenses

The Cost of Material Consumed, Employee Benefits Expense, Depreciation and Other Expenses shown in the standalone statement of Profit and Loss include Rs. 2,687 lakhs (Previous Year Rs. 2,530 lakhs) in respect of the research activities undertaken during the year.

38 The Company has carried out an independent review for assessing compliance up to March 31, 2022 with the "Transfer Pricing Rules, 2001" issued by the Central Board of Direct Taxes of India and no deviations were observed from the requirements of the aforesaid Transfer Pricing Rules. The Company is yet to commission an independent review for assessing compliance for the year April 1, 2022 to March 31, 2023 with the aforesaid Transfer Pricing Rules. However, on the basis of self-assessment of the operations during the year, and the conclusion drawn on independent review of its operations in the previous financial year, the Management does not expect any significant deviations from the requirements of the aforesaid Transfer Pricing Rules.

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Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

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39 Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Company. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director of the Company. The Company has identified the following segments i.e. (i) Contract for supply and installation of elevators, escalators and trav-o-lators and (ii) services for maintenance, repairs and modernization of elevators and escalators as reporting segments based on the information reviewed by CODM. As per Ind AS 108-Operating Segments - 'If a financial report contains both the consolidated financial statements of a parent that is within the scope of this Ind AS as well as the parent's separate financial statements, segment information is required to be disclosed only in the consolidated financial statements.' Accordingly, the Segment information is disclosed in the consolidated financial statements of the Company.

40 Events occuring after the balance sheet date

Subsequent to the year end, Board of directors of the Company has declared an interim dividend of Rs. 100 per share aggregating Rs. 11,808 lakhs vide Board resolution dated Jun 9, 2023.

41 Note on investment and receivables for subsidiary

(a) Supriya Elevator Company (India) Limited is having significant business losses and its net worth is fully eroded. The Company performed its annual impairment test for the years ended March 31, 2023 and March 31, 2022. The recoverable amount of investment in Supriya as at year end has been determined based on a "Value-in-use" method using cash flow projections / forecasts from the financial budget approved by the senior management of the Company. It was concluded that the carrying value less costs of disposal did not exceed the value-in-use. As a result of this analysis, the management has not reversed any impairment allowance (Previous Year Rs. Nil lakhs) in the standalone statement of profit and loss. In determining the value-in-use, the cash flows were discounted considering current market assessment of the risk specific to the subsidiary company.

(b) In accordance with Ind AS 109 and Note 3(b), the Company has provided Rs. 103 lakhs (Previous Year Rs. 173 lakhs) on other financial assets (Refer note 8).

42 Financial instruments – Fair values and risk management

A. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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March 31, 2023	Carrying amount / Fair value				
	Note No.	FVTPL	FVTOCI	Amortised Cost	Total
Financial assets					
(i) Trade receivables	6(a) and 6(b)	-	-	45,914	45,914
(ii) Cash and cash equivalents	13	-	-	53,878	53,878
(iii) Bank balance other than (ii) above	14	-	-	1,063	1,063
(iv) Loans	7(a) and 7(b)	-	-	2,296	2,296
(v) Other financial assets	8 and 15	-	-	3,355	3,355
(vi) Derivatives not designated as hedges - foreign exchange forward contracts	15	14	-	-	14
		14	**-**	**106,506**	**106,520**
Financial liabilities					
(i) Lease liabilities	19 and 22	-	-	3,245	3,245
(ii) Trade payables	23	-	-	52,439	52,439
(iii) Other financial liabilities	24	-	-	3,661	3,661
(iv) Derivatives not designated as hedges - foreign exchange forward contracts	24	167	-	-	167
		167	**-**	**59,345**	**59,512**

March 31, 2022	Carrying amount / Fair value				
	Note No.	FVTPL	FVTOCI	Amortised Cost	Total
Financial assets					
(i) Trade receivables	6(a) and 6(b)	-	-	41,937	41,937
(ii) Cash and cash equivalents	13	-	-	53,487	53,487
(iii) Bank balance other than (ii) above	14	-	-	773	773
(iv) Loans	7(a) and 7(b)	-	-	2,557	2,557
(v) Other financial assets	8 and 15	-	-	2,368	2,368
(vi) Derivatives not designated as hedges - foreign exchange forward contracts	15	71	-	-	71
		71	**-**	**101,122**	**101,193**
Financial liabilities					
(i) Lease liabilities	19 and 22	-	-	2,387	2,387
(ii) Trade payables	23	-	-	48,885	48,885
(iii) Other financial liabilities	24	-	-	3,625	3,625
(iv) Derivatives not designated as hedges - foreign exchange forward contracts	24	203	-	-	203
		203	**-**	**54,897**	**55,100**

B. Measurement of fair values

i) Valuation processes

The finance department of the Company includes a team that carries out the valuation of financial assets and liabilities required for financial reporting purposes.

ii) Fair value hierarchy

No financial instruments are recognised and measured at fair value, except derivative contracts which are measured at fair value through statement of profit and loss. These derivative contracts are over-the-counter short term foreign exchange

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forwards that are not traded in an active market. Their fair valuation is determined using valuation techniques that maximise the use of observable market data and rely as little as possible on entity-specific estimates and quotes received from the banks. Since all significant inputs required to fair value these derivative contracts are observable, the instruments are classified as level 2. Other than derivatives liabilities, all other financial assets and liabilities are classified as level 3.

For all the financial assets and liabilities referred above that are measured at amortised cost, their carrying amounts are reasonable approximations of their fair values. The carrying amounts of loans, contract work in progress, trade receivables, trade payables, cash and cash equivalents, other bank balances, short term borrowings, other financial assets and other financial liabilities are considered to be the same as their fair values due to their short term nature.

C Financial risk management

Risk management framework

The Company's business activities expose it to a variety of financial risks, namely credit risk, liquidity risk and market risks. The Company's senior management and key management personnel have the ultimate responsibility for managing these risks. The Company has mechanism to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

i Management of the credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

Trade and other Receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. Concentrations of credit risk with respect to trade receivables are limited, due to the Company's customer base being large. All trade receivables are reviewed and assessed for default on a regular basis. The historical experience of collecting receivables, supported by the level of default, is that the credit risk is low.

Exposures to customers outstanding at the end of each reporting period are reviewed by the Company to determine incurred and expected credit losses. The Company assesses and manages credit risk based on the Company's credit policy. Under the Company's credit policy, each new customer is analyzed individually for credit worthiness before the Company's standard payment and delivery terms and conditions are offered. The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. For trade receivables, the Company applies the simplified approach permitted by Ind AS 109 Financial Instrument, which requires expected lifetime losses to be recognised from initial recognition of the receivables. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit losses, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company's accounts receivable are geographically dispersed. The Management does not believe there are any particular customer or group of customers that would subject the Company to any significant credit risks in the collection of accounts receivable.

Following is the movement in Provision for Expected Credit Loss on Trade Receivables:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Loss allowance at the beginning of the year	6,897	8,290
Changes in allowance written back during the year	(774)	(1,393)
Loss allowance as at the end of the year	6,123	6,897

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Set out below is the information about the credit risk exposure on the Company's trade receivables and contract assets using a provision matrix.

Ageing	Year ended March 31, 2023		Year ended March 31, 2022	
	Expected credit loss	Average %	Expected credit loss	Average %
Not due	115	2.52%	-	0.00%
0-180 days	806	2.52%	793	3.42%
180-360 days	480	10.91%	562	13.04%
360-540 days	522	22.62%	623	26.45%
540-720 days	273	42.93%	514	45.65%
720-900 days	492	64.10%	672	69.12%
900-1080 days	295	100.00%	922	100.00%
More than 1080 days	3,140	100.00%	2,811	100.00%
Total	**6,123**		**6,897**	

Cash and cash equivalents

The Company is also exposed to credit risks arising on cash and cash equivalents and term deposits with banks. The Company believes that its credit risk in respect to cash and cash equivalents and term deposits is insignificant as funds are invested in term deposits at pre -determined interest rates for specified period of time. For cash and cash equivalents only high rated banks are accepted.

Derivatives

The Company may be exposed to losses in the future if the counterparties to derivative contracts fail to perform. The Company is satisfied that the risk of such non-performance is remote due to its monitoring of credit exposures. Additionally, the Company enters into master netting agreements with contractual provisions that allow for netting of counterparty positions in case of default.

Other Financial Assets:

The Company periodically monitors the recoverability and credit risks of its other financials assets including employee loans, deposits and other receivables. The Company evaluates 12 month expected credit losses for all the financial assets for which credit risk has not increased. In case credit risk has increased significantly, the Company considers life time expected credit losses for the purpose of impairment provisioning.

Following is the movement in Provision for Expected credit loss on Other financial assets:

Security deposits	As at March 31, 2023	As at March 31, 2022
Loss allowance at the beginning of the year	633	673
Changes in allowance during the year (Refer Notes - 8 and 15)	(17)	(40)
Loss allowance as at the end of the year	616	633

Receivable from subsidiary company	As at March 31, 2023	As at March 31, 2022
Loss allowance at the beginning of the year	1,376	1,203
Changes in allowance during the year (Refer Notes - 7(a), 8 and 15)	103	173
Loss allowance as at the end of the year	1,479	1,376

ii **Liquidity risk**

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach to managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses.

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The Company maintained a cautious funding strategy, with a positive cash balance throughout the years. This was the result of cash generated from the business. Cash flow from operating activities provides the funds to service the working capital requirement. Accordingly, low liquidity risk is perceived.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

Particulars	Carrying amount	Contractual undiscounted cash flows			
		Total	Less than 1 year	1- 5 years	More than 5 years
As at March 31, 2023					
Non-derivative financial liabilities					
Lease liabilities	3,245	5,057	2,667	2,371	19
Trade payables	52,439	52,439	52,439	-	-
Other financial liabilities	3,661	3,661	3,661	-	-
Derivative Financial Liabilities					
Foreign exchange forward contracts	167	167	167	-	-
As at March 31, 2022					
Non-derivative financial liabilities					
Lease liabilities	2,387	2,884	1,060	1,779	45
Trade payables	48,885	48,885	48,885	-	-
Other financial liabilities	3,625	3,625	3,625	-	-
Derivative Financial Liabilities					
Foreign exchange forward contracts	203	203	203	-	-

iii **Market risk**

The Company's size and operations result in it being exposed to foreign currency risk. The foreign currency risk may affect the Company's income and expenses, or its financial position and cash flows. The objective of the Company's management of foreign currency risk is to maintain this risk within acceptable parameters, while optimising returns. The Company manages currency exposures within prescribed limits, through use of forward exchange contracts. Foreign exchange transactions are fully covered with strict limits placed on the amount of uncovered exposure, if any, at any point in time. The Company's exposure to, and management of this risks is explained below:

The details of forward contracts outstanding as at the balance sheet date are as follows:

Particulars	As at March 31, 2023		As at March 31, 2022	
	Foreign currency Amount	Amount	Foreign currency Amount	Amount
Import contracts				
EUR	44	3,928	32	2,786
JPY	83	54	172	114
USD	5	452	30	2,296
CHF	1	50	1	43
CNH	637	7,895	1,043	12,576
SGD	*	1	-	-
Total		**12,380**		**17,815**
Export contracts				
USD	6	529	10	748
Total		**529**		**748**

The Company's exposure to foreign currency risk at the end of the reporting period expressed Rupees in lakhs, are as follows:

Particulars	March 31, 2023		March 31, 2022	
	Foreign currency Amount	Amount	Foreign currency Amount	Amount
Receivables				
USD	27	2,241	32	2,401
EUR	5	462	-	-
BDT	244	186	-	-
Payables				
USD	54	4,461	51	3,847
EUR	4	301	-	-
HKD	14	162	23	220
JPY	-	-	-	-
CNH	410	4,636	229	2,597

Sensitivity analysis

A 10% strengthening / weakening of the respective foreign currencies with respect to functional currency of the Company would result in increase or decrease in profit or loss and equity as shown in table below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases. The following analysis has been worked out based on the exposures as of the date of statements of financial position.

Effect in INR	Profit or loss	
	March 31, 2023	March 31, 2022
Currencies		
USD	(222)	(145)
EUR	16	-
HKD	(16)	(22)
CNH	(464)	(260)
BDT	19	-
	(667)	**(427)**

* Amounts are below rounding off norms adopted by the Company.

43 Tax expense

A Amounts recognised in Statement of Profit and Loss

	Year ended March 31, 2023	Year ended March 31, 2022
Income tax expense		
Current tax		
Current tax on profits for the year	4,900	4,926
Adjustments for current tax of prior periods	107	(74)
Total current tax expense	5,007	4,852
Deferred tax		
Decrease in deferred tax assets	772	323
Total deferred tax expense/(benefit)	772	323
Income tax expense	**5,779**	**5,175**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

B Amounts recognised in other comprehensive income

	For the year ended 31 March, 2023		
	Before tax	**Tax (expense) benefit**	**Net of tax**
Remeasurements of defined benefit liability / (asset)	(238)	60	(178)
Exchange differences in translating foreign operations	43	(11)	32
	(195)	**49**	**(146)**

	For the year ended 31 March, 2022		
	Before tax	**Tax (expense) benefit**	**Net of tax**
Remeasurements of defined benefit liability / (asset)	(26)	7	(19)
Exchange differences in translating foreign operations	4	(1)	3
	(22)	**6**	**(16)**

C Reconciliation of effective tax rate

	Year ended March 31, 2023	Year ended March 31, 2022
Profit before tax	**21,370**	**19,871**
Tax using the Company's domestic tax rate (Current year 25.168% and Previous Year 25.168%)	5,378	5,001
Add Tax Effect on amounts which are not deductible (taxable) in calculating taxable income:		
Adjustments for current tax of prior periods	107	(74)
Effect of non-deductible expenses	262	197
Foreseeable losses on contracts	9	22
Others	23	29
	5,779	**5,175**

D Movement in deferred tax balances

Deferred Tax Assets	Deferred Tax Assets / (Liability) April 1, 2022	Recognised in Statement of Profit and Loss	Recognised in OCI / Retained earnings	Deferred tax assets	Deferred tax liability	Net Deferred Tax Assets March 31, 2023
Provision for expected credit loss	2,606	(279)	-	2,327	-	2,327
Provision for compensated absences and gratuity	1,341	(18)	-	1,323	-	1,323
Provision for Product Upgradation	-	-	-	-	-	-
Disallowances under Section 40(a) of the Income Tax Act, 1961	98	-	-	98	-	98
Depreciation / amortisation	293	(7)	-	286	-	286
Provision for Contingency	2,008	(241)	-	1,767	-	1,767
Remeasurements of defined benefit obligation	-	(60)	60	-	-	-
Exchange differences in translating foreign operations	-	11	(11)	-	-	-
Provision for foreseeable losses on contracts	1,320	(437)	-	883	-	883

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Deferred Tax Assets	Deferred Tax Assets / (Liability) April 1, 2022	Recognised in Statement of Profit and Loss	Recognised in OCI / Retained earnings	Deferred tax assets	Deferred tax liability	Net Deferred Tax Assets March 31, 2023
Mark to Market adjustment on derivative contracts gains	33	6	-	39	-	39
Provision for impairment	142	-	-	142	-	142
Voluntary separation plan	-	214	-	214	-	214
Others	27	39	-	66	-	66
Deferred Tax Assets	**7,868**	**(772)**	**49**	**7,145**	**-**	**7,145**

Deferred Tax Assets	Deferred Tax Assets / (Liability) April 1, 2021	Recognised in Statement of Profit and Loss	Recognised in OCI / Retained earnings	Deferred tax assets	Deferred tax liability	Net Deferred Tax Assets March 31, 2022
Provision for expected credit loss	2,889	(283)	-	2,606	-	2,606
Provision for compensated absences and gratuity	1,358	(17)	-	1,341	-	1,341
Provision for Product Upgradation	13	(13)	-	-	-	-
Disallowances under Section 40(a) of the Income Tax Act, 1961	99	(1)	-	98	-	98
Depreciation	181	112	-	293	-	293
Provision for Contingency	2,336	(328)	-	2,008	-	2,008
Remeasurements of defined benefit obligation	-	(7)	7	-	-	-
Exchange differences in translating foreign operations	-	1	(1)	-	-	-
Provision for foreseeable losses on contracts	1,134	186	-	1,320	-	1,320
Mark to Market adjustment on derivative contracts gains	33	-	-	33	-	33
Provision for impairment	142	-	-	142	-	142
Others	-	27	-	27	-	27
Deferred Tax Assets	**8,185**	**(323)**	**6**	**7,868**	**-**	**7,868**

Deferred Tax Assets and Deferred Tax Liabilities have been offset since they relate to the same governing taxation laws.

44 Related Party Disclosures as per Ind AS 24

A Relationships:

(I) Where Control Exists on the Company

Otis Worldwide Corporation, United States	Ultimate Holding Company
Otis International Asia Pacific Pte. Ltd., Singapore	Holding Company

(II) Subsidiary Company

Supriya Elevator Company (India) Limited, India

(III) Parties Under Common Control with whom transactions have taken place during the year.

Aitken Spence Elevators (Pvt) Ltd., Sri Lanka

Buga Otis Asansor Sanayi ve Ticaret A.S., Turkey

Elevadores Otis Ltda, Brazil

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Express Elevator Co. Ltd., China
Guangzhou Otis Elevator Company Ltd, China
Jsc Mos Otis ,Russia
Nippon Otis Elevator Company, Japan
Otis A.S., Czech Republic
Otis Electric Elevator Co., Ltd., China
Otis Elevator (China) Co., China
Otis Elevator Co Pty Ltd, Australia
Otis Elevator Company (M) SDN BHD, Malasiya
Otis Elevator Company (S) Pte. Ltd., Singapore
Otis Elevator Company Colombia S.A..S, Colombia
Otis Elevator Company Ltd, Thailand
Otis Elevator Company Saudi Arabia Ltd, Saudi Arabia
Otis Elevator Company, New Jersey, United States
Otis Elevator Company, South Carolina
Otis Elevator Manufacturing Co Ltd, China
Otis Elevator Traction Machine (China) Co. Ltd., China
Otis Elevator Vietnam Company Limited, Vietnam
Otis Elevator, Korea
Otis Elevators International Inc., Hong Kong
Otis Global Services Centre Private Limited, India
Otis GMBH & Co. OHG, Germany
Otis Limited, United Kingdom
Otis LLC, U.A.E
Otis Mauritius, Mauritius
Otis Mobility S.A., Spain (Previously Known as Zardoya Otis S.A., Spain)
Otis Science and Technology Development Shanghai, China
OTIS SCS, France
P.T.Citas Otis Elevator, Indonesia
Seral Otis Industria Metalurgica Ltda, Chile
U.T. Building & Industrial Systems W.L.L., Qatar
Zayani Otis Elevator Co W.L.L., Bahrain

(IV) Key Managerial Personnel

Sebi Joseph	Managing Director
Puthan Naduvakkat Suma	Director
Bharat Nayak	Director
Manish Asopa (w.e.f. November 23, 2022)	Non-executive Director
Priya Shankar Dasgupta	Independent Director
Anil Vaish	Independent Director

(V) Transaction with Post Emploment benefit entities

Otis Elevator Company (India) Limited Employees' Gratuity Fund
Otis Elevator Company (India) Limited Staff Provident Fund

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

B Transactions:

(i) Transactions with parties referred to in (IV) above

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Short term employee benfits:		
- Salaries and other employee benefits	1,164	1,011
Post employment benefits - gratuity	44	46
Current employee benefits- Compensated absences	35	34
Employee share-based payment #	180	489
Commission and sitting fee to non executive directors	30	26
Total	**1,453**	**1,606**

In addition to the above, 2,631 units stock options (Previous Year 9,054 Units stock options) of Otis Worldwide Corporation, the Ultimate Holding Company, were exercised during the year.

(ii) The following are the details of transactions and balances with related parties:

Particulars	Category	For the year ended March 31, 2023	For the year ended March 31, 2022
Purchase of Goods and Materials			
Otis Elevator (China) Co., China	III	857	2,666
Express Elevator Co. Ltd., China	III	1,483	12,857
Otis Electric Elevator Co., Ltd., China	III	1,595	440
Otis Mobility S.A., Spain	III	3,221	2,825
Otis GMBH & Co. OHG, Germany	III	3,681	2,926
Otis Elevator Company, New Jersey, United States	III	1,743	598
Otis Elevator Traction Machine (China) Co. Ltd., China	III	6,097	4,745
Nippon Otis Elevator Company, Japan	III	206	307
OTIS SCS, France	III	2,094	1,252
Guangzhou Otis Elevator Company Ltd, China	III	-	5
Otis Science and Technology Development Shanghai, China	III	8,097	7,738
Otis A.S., Czech Republic	III	64	-
Supriya Elevator Company (India) Limited, India	II	25	50
Otis Elevator Company (S) Pte. Ltd., Singapore	III	1	-
Buga Otis Asansor Sanayi ve Ticaret A.S., Turkey	III	184	256
Otis Elevator Company Colombia S.A..S, Colombia	III	7	-
Otis Elevator, Korea	III	21	15
Otis Elevator Manufacturing Co Ltd, China	III	2,167	841
Otis International Asia Pacific Pte. Ltd, Singapore	III	6,342	4
Jsc Mos Otis ,Russia	III	2	2
Total		**37,887**	**37,527**
Purchase of Property, plant and equipment			
Otis Mobility S.A., Spain	III	3	-
Total		**3**	**-**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Particulars	Category	For the year ended March 31, 2023	For the year ended March 31, 2022
Purchase of Intangible Assets			
Otis Elevator Company, New Jersey, United States	III	231	-
Total		**231**	**-**
System and Software Maintenance Expenses			
Otis Elevator Company, New Jersey, United States	III	1,455	1,397
Otis Elevators International Inc., Hong Kong	III	185	253
Otis International Asia Pacific Pte. Ltd, Singapore	III	400	425
Total		**2,040**	**2,075**
Legal and Professional Expenses			
Otis Elevator Company, New Jersey, United States	III	-	1
Total		**-**	**1**
Royalties Expenses			
Otis Elevator Company, New Jersey, United States	III	8,697	6,535
Total		**8,697**	**6,535**
Management Fee Expenses			
Otis Elevator Company, New Jersey, United States	III	2,417	1,436
Otis International Asia Pacific Pte. Ltd, Singapore	I	1,187	742
Total		**3,604**	**2,178**
Support & Service Expenses			
Otis Elevator Company (S) Pte. Ltd., Singapore	III	-	(6)
Otis Elevator Company, New Jersey, United States	III	460	297
Total		**460**	**291**
Repairs & Maintenance charges of elevators			
Aitken Spence Elevators (Pvt) Ltd., Sri Lanka	III	132	110
Total		**132**	**110**
Reimbursement of Expenses to related parties			
Otis Elevator Company, New Jersey, United States	III	-	69
Nippon Otis Elevator Company, Japan	III	42	-
Otis International Asia Pacific Pte. Ltd, Singapore	I	-	4
Express Elevator Co. Ltd., China	III	-	100
Otis Elevator Traction Machine (China) Co. Ltd., China	III	-	5
Otis Global Services Centre Private Limited, India	III	319	-
Total		**361**	**178**
Rent paid to Other Companies			
Supriya Elevator Company (India) Limited, India	II	15	9
Total		**15**	**9**
Revenue from Sale of Goods/Services			
Otis Elevator Company (S) Pte. Ltd., Singapore	III	13	-
Seral Otis Industria Metalurgica Ltda, Chile	III	155	108
P.T.Citas Otis Elevator, Indonesia	III	120	-
Aitken Spence Elevators (Pvt) Ltd., Sri Lanka	III	1,240	1,890

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Particulars	Category	For the year ended March 31, 2023	For the year ended March 31, 2022
Otis International Asia Pacific Pte. Ltd, Singapore	I	-	14
Otis Elevator Co Pty Ltd, Australia	III	(2)	-
Otis Elevator Vietnam Company Limited, Vietnam	III	40	-
Zayani Otis Elevator Co W.L.L., Bahrain	III	81	-
Otis LLC, U.A.E	III	1,473	63
U.T. Building & Industrial Systems W.L.L., Qatar	III	186	174
Otis GMBH & Co. OHG, Germany	III	88	-
Supriya Elevator Company (India) Limited, India	II	3	1
Otis Limited, United Kingdom	III	-	2
Elevadores Otis Ltda, Brazil	III	8	4
Otis Elevator Company Ltd, Thailand	III	435	311
Otis Elevator Company Saudi Arabia Ltd, Saudi Arabia	III	-	10
OTIS SCS, France	III	1	-
Total		**3,841**	**2,577**
Service income from related parties			
Otis Elevator Company, New Jersey, United States	III	520	638
Express Elevator Co. Ltd., China	III	-	6
Otis Elevator (China) Co., China	III	-	6
Otis Elevator Manufacturing Co Ltd, China	III	-	19
Otis Elevator Company, South Carolina	III	112	118
OTIS SCS, France	III	91	40
Otis Mobility S.A., Spain	III	35	16
Otis Elevator Traction Machine (China) Co. Ltd., China	III	-	8
Otis Global Services Centre Private Limited, India	III	7	-
Nippon Otis Elevator Company, Japan	III	6	-
Otis International Asia Pacific Pte. Ltd, Singapore	I	391	309
Total		**1,162**	**1,160**
Recovery of expenses from related parties			
Otis Elevator Company (M) SDN BHD, Malasiya	III	98	176
Otis Elevator Company, New Jersey, United States	III	199	183
Otis International Asia Pacific Pte. Ltd, Singapore	I	313	225
Supriya Elevator Company (India) Limited, India	II	247	227
Otis Electric Elevator Co., Ltd., China	III	-	5
Nippon Otis Elevator Company, Japan	III	1	-
Otis Elevators International Inc., Hong Kong	III	-	43
P.T.Citas Otis Elevator, Indonesia	III	125	-
OTIS SCS, France	III	2	-
Otis Mauritius, Mauritius	III	-	1
Total		**985**	**860**
Recovery of rent from related parties (netted off from rent expense)			
Supriya Elevator Company (India) Limited, India	II	29	36

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Particulars	Category	For the year ended March 31, 2023	For the year ended March 31, 2022
Total		**29**	**36**
Inter Corporate Loan Given / (Repaid) (Net)			
Otis Global Services Centre Private Limited, India	III	(250)	-
Total		**(250)**	**-**
Interest on Inter Corporate Loan Given			
Otis Global Services Centre Private Limited, India	III	169	251
Supriya Elevator Company (India) Limited, India	II	9	12
Total		**178**	**263**
Dividend paid during the year			
Otis International Asia Pacific Pte. Ltd, Singapore	I	17,400	15,660
Total		**17,400**	**15,660**

Outstanding Balances		Balance as at March 31, 2023	Balance as at March 31, 2022
Loans given			
Otis Global Services Centre Private Limited, India	III	2,200	2,450
Supriya Elevator Company (India) Limited, India (Net of provision of Rs. 130 lakhs (March 31, 2021 -Rs. 130 lakhs)	II	-	-
Total		**2,200**	**2,450**
Advances given			
Supriya Elevator Company (India) Limited, India	II	22	-
Total		**22**	**-**
Trade Payables			
Otis Elevator Company, New Jersey, United States	III	4,102	3,729
Buga Otis Asansor Sanayi ve Ticaret A.S., Turkey	III	179	1
Otis Elevators International Inc., Hong Kong	III	162	220
Otis Elevator Company (S) Pte. Ltd., Singapore	III	1	-
OTIS SCS, France	III	1,152	394
Otis Mobility S.A., Spain	III	2,014	1,239
Otis GMBH & Co. OHG, Germany	III	1,244	768
Nippon Otis Elevator Company, Japan	III	49	107
Otis Science and Technology Development Shanghai, China	III	4,414	5,457
Otis Elevator (China) Co., China	III	509	1,446
Otis Elevator Traction Machine (China) Co. Ltd., China	III	2,878	1,277
Otis Electric Elevator Co., Ltd., China	III	2,095	-
Otis International Asia Pacific Pte. Ltd, Singapore	I	1,359	400
Aitken Spence Elevators (Pvt) Ltd., Sri Lanka	III	25	-
Express Elevator Co. Ltd., China	III	307	7,134
Otis Elevator, Korea	III	-	13
Otis Elevator Manufacturing Co Ltd, China	III	1,635	344
Otis A.S., Czech Republic	III	64	-
Total		**22,189**	**22,529**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Outstanding Balances		Balance as at March 31, 2023	Balance as at March 31, 2022
Receivables			
Non Current Financial Assets - others			
Supriya Elevator Company (India) Limited, India (Net of provision of Rs. 1,349 lakhs (March 31, 2022 -Rs. 1,246 lakhs)	II	-	-
Trade Recievables:			
Aitken Spence Elevators (Pvt) Ltd., Sri Lanka	III	395	516
Other Receivable - Current Financial Assets:			
Otis International Asia Pacific Pte. Ltd, Singapore	I	113	76
P.T.Citas Otis Elevator, Indonesia	III	98	-
Otis Elevator Company (M) SDN BHD, Malasiya	III	(16)	39
Seral Otis Industria Metalurgica Ltda, Chile	III	39	-
Nippon Otis Elevator Company, Japan	III	6	-
Otis Elevator Company, New Jersey, United States	III	123	174
Express Elevator Co. Ltd., China	III	-	5
Otis Elevator (China) Co., China	III	-	1
Otis Elevator Co Pty Ltd, Australia	III	-	2
Otis Elevator Traction Machine (China) Co. Ltd., China	III	-	1
Otis LLC, U.A.E	III	402	64
Otis Elevator Manufacturing Co Ltd, China	III	-	1
Otis Elevator Company Ltd, Thailand	III	65	40
Otis Elevator Company Saudi Arabia Ltd, Saudi Arabia	III	-	10
Otis Elevator Company, South Carolina	III	54	118
U.T. Building & Industrial Systems W.L.L., Qatar	III	45	176
Otis Mobility S.A., Spain	III	50	16
OTIS SCS, France	III	132	40
Elevadores Otis Ltda, Brazil	III	5	-
Otis Elevator Company (S) Pte. Ltd., Singapore	III	37	-
Otis Elevator Vietnam Company Limited, Vietnam	III	14	-
Otis Global Services Centre Private Limited, India	III	3	-
Zayani Otis Elevator Co W.L.L., Bahrain	III	50	-
Total		**1,615**	**1,279**

For information on transactions with post employment benefit plans mentions in A (V) above, refer the note 30.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

45 Dues to Micro and Small Enterprises

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The disclosures pursuant to the said MSMED Act are as follows:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
The principal amount remaining unpaid to any supplier as at the end of each accounting year;	2,952	2,296
The interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	270	179
The amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	91	63
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of dis allowance as a deductible expenditure under section 23 of the MSMED Act.	-	-

The above information regarding total outstanding dues to Micro Enterprises and Small Enterprises and that is given in Note 23 has been determined to the extent such parties have been identified on the basis of information available with the Company. The auditors have relied upon the management for identification of such parties.

46 Contingent Liabilities

	As at March 31, 2023	As at March 31, 2022
a) Claims against the Company not acknowledged as debt		
(i) Sales Tax and Goods and Service Tax matters		
Sales Tax matters		
- Show Cause Notices	646	646
- Demand Notices	28,926	23,698
Goods and Service Tax matters		
- Show Cause Notices	156	-
- Demand Notices	295	-

Note:

Assessed Sales Tax liabilities of the Company not acknowledged as debts and not provided for, in respect of which the Company is in appeal pertains to litigations/ disputes with various Sales Tax Authorities. Based on opinion received from legal consultants, the Management is of view that the Company does not expect an outflow in this regard.

(ii) Excise, Service Tax and Custom matters		
Excise matters		
- Show Cause Notices	225	48,517
- Demand Notices *	106	2,185
Service Tax matters		
- Show Cause Notices	5,930	6,096
- Demand Notices	24,639	24,362
Custom matters		
- Show Cause Notices	103	10

Excise, Service tax and Custom liabilities of the Company not acknowledged as debts and not provided for, in respect of which the Company is in appeal pertains to litigations/ disputes with various Excise, Service Tax and Custom Authorities. Based on opinion received from legal consultants, the Management is of view that the Company has strong grounds of appeal and does not foresee any outflow in this regard. Interest with respect to above matters has been considered to the extent quantified by the tax authorities.

* The Board is pleased to inform that Company has got a favorable order from Supreme Court on the excise valuation case relating to valuation of parts and components removed from Bangalore factory. The total demand was INR 50371 lacs pertaining to period 2014 to 2017. The matter was heard by Supreme Court in November 22 and decided in our favour. Referring to the favourable order from the Supreme Court, we pursued with the tax authorities and were successful in dropping all proceedings which resulted in a significant reduction in our contingent liability.

b) Litigations / claims against the Company by customers / ex-employees / general public. The Company has strong grounds of appeal and does not foresee any outflow in this regard.	2,720	2,891
c) Commitments		
i) Estimated amount of contracts [net of capital advances of NIL (Previous Year Rs. NIL Lakhs) remaining to be executed on Capital Account not provided for.	264	700
ii) Guarantees given by banks to various government departments and customers for specific business purpose. The Management is of opinion that there will be no impact on future cash flows of the Company.	30,257	24,430

d) The Company has issued letter of undertaking to provide need based financial support to its subsidiary Supriya Elevator Company (India) Limited.

e) The Hon'ble Supreme Court of India ("SC") by their order dated February 28, 2019, in the case of Surya Roshani Limited & others v/s EPFO, set out the principles based on which allowances paid to the employees should be identified for inclusion in basic wages for the purposes of computation of Provident Fund contribution. In view of the management, the liability for the period from date of the SC order to 31 March 2019 is not significant.

Further, pending directions from the EPFO, the impact for the past period, if any, is not ascertainable and consequently no effect has been given in the financial statements.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

47 Offsetting financial assets and financial liabilities

The following table presents the recognized financial instruments that are subject to enforceable master netting arrangements and other similar agreements but not offset, as at March 31, 2023 and March 31, 2022.

Particulars	Gross Amounts	Related amounts not offset	
		Amounts subject to master netting arrangements	Net amount
As at March 31, 2023			
Other financial assets			
Derivative not designated as hedges			
- Foreign exchange forward contracts	14	(14)	-
Other financial liabilities			
Derivative Financial Liabilities			
Foreign exchange forward contracts	167	(14)	153
As at March 31, 2022			
Other financial assets			
Derivative not designated as hedges			
- Foreign exchange forward contracts	71	(71)	-
Other financial liabilities			
Derivative Financial Liabilities			
Foreign exchange forward contracts	203	(71)	132

Master netting arrangements - not currently enforceable

Agreements with derivative counterparties are based on ISDA Master Agreement. Under the terms of these arrangements, only where certain credit events occur (such as default), the net position owing/receivable to a single counterparty in the same currency will be taken as owing and all the relevant arrangements terminated. As the Company does not presently have a legally enforceable right of set-off, these amounts have not been offset in the balance sheet, but have been presented separately in the table above.

48 Employee share based payments

Prior to the reorganization of United Corporation Technologies, Inc. (UTC) in April 2020, certain employees of the Company had been granted Long-Term Incentive Plan (LTIP) namely - Stock Appreciation Rights (SAR), Performance Stock Units (PSU), and Restricted Stock Units (RSU) by the former Ultimate Parent Company i.e. UTC.

- SARs are the grant of a "right" to acquire UTC shares based on the appreciation in value of a fixed number of shares.
- PSUs are units (representing one UTC Share) transferred to the employee subject to the satisfaction of certain performance conditions.
- RSUs are units (representing one UTC Share) transferred to the employee at the end of the vesting period.

Generally, stock appreciation rights and stock options have a term of ten years and a minimum three-year vesting period. LTIP awards with performance based vesting generally have a minimum three-year vesting period and vest based on performance against pre-established metrics. The fair value of each option award is estimated on the date of grant using a binomial lattice model.

In conjunction with the reorganization, Otis Worldwide Corporation ("OWC") i.e. the new Ultimate Parent Company adopted the 2020 Long-Term Incentive Plan (the "Plan"). The Plan became effective on April 3, 2020. The Plan provides for the grant of various types of awards including RSUs, SARs, stock options and PSUs. Under the Plan, the exercise price of awards, if any, is set on the grant date and may not be less than the fair market value per share on that date.

The value of the replaced stock-based awards was designed to preserve the aggregate intrinsic value of the award immediately after the separation when compared to the aggregate intrinsic value of the award immediately prior to reorganization. The incremental charge to the Company is not material.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

The Company has recognised an employee benefit expense towards share based payment with a corresponding increase in Other Equity as equity contribution from the Ultimate Holding Company as per below table.

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Stock-based compensation expense (Share-based)	519	306

Summary of transactions under various plans for the year ended March 31, 2023 and March 31, 2022 follows:

Particulars	SAR				RSU				PSU			
	No of options	Range of exercise price (USD)	Average Price * (USD)	Weighted Avg Remaining Contractual life	No of options	Range of exercise price (USD)	Average Price **(USD)	Weighted Avg Remaining Contractual life	No of options	Range of exercise price (USD)	Average Price **(USD)	Weighted Avg Remaining Contractual life
Opening outstanding 31st March, 2022	61,119	58.66-81.85	71.36	7.34	7,960	-	73.80	1.36	4,956	-	75.57	2.19
Add: Granted	4,510	83.63	83.63	9.86	4,096	-	81.01	1.81	2,326	-	89.15	2.75
Less: Exercised / forfeiture	7,402	63.93-80.97	76.83	-	4,386	-	77.55	-	-	-	-	-
Less: Cancelled	-	-	-		-	-	-		-	-	-	
Closing outstanding 31st March, 2023	**58,227**	**58.66-83.63**	**71.95**	**6.61**	**7,670**		**75.71**	**1.42**	**7,282**		**79.81**	**1.68**

Particulars	SAR				RSU				PSU			
	No of options	Range of exercise price (USD)	Average Price * (USD)	Weighted Avg Remaining Contractual life	No of options	Range of exercise price (USD)	Average Price **(USD)	Weighted Avg Remaining Contractual life	No of options	Range of exercise price (USD)	Average Price **(USD)	Weighted Avg Remaining Contractual life
Opening outstanding 31st March, 2021	65,098	50.66 - 80.97	69.03 - 72.5	8.00	10,782	-	69.41 - 67.68	1.57	2,795	-	63.93	2.75
Add: Granted	5,116	81.85	81.85	9.85	2,369	-	66.94 - 81.85	1.62	2,161	-	81.85	2.85
Less: Exercised / forfeiture	9,095	58.66 - 67.83	62.27 - 66.18	-	5,191	-	63.92		-	-	-	
Less: Cancelled	-	-	-		-	-	-		-	-	-	
Closing outstanding 31st March, 2022	**61,119**	**58.66-81.85**	**71.36**	**7.34**	**7,960**	**-**	**73.80**	**1.36**	**4,956**	**-**	**75.57**	**2.23**

* Weighted average grant price

** Weighted average grant fair value

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

The following table summarizes information about equity awards outstanding that are vested and expected to vest and equity awards outstanding that are exercisable as of March 31, 2023 and March 31, 2022:

Particulars	For the Year ended March 31, 2023						
	Equity Awards Vested and Expected to Vest				Equity Awards that are exercisable		
	Awards	Average Price *(USD)	Aggregate Intrinsic Value	Aggregate Intrinsic Value (USD)	Awards	Average Price *(USD)	Aggregate Intrinsic Value
Stock options/SAR	58,227	71.95	-	725,167	47,899	71.36	663,743
PSU stocks	7,282	-	79.81	617,302	-	-	-
Restricted stocks	7,670	-	75.71	644,647	-	-	-

Particulars	For the Year ended March 31, 2022						
	Equity Awards Vested and Expected to Vest				Equity Awards that are exercisable		
	Awards	Average Price * (USD)	Average Price ** (USD)	Aggregate Intrinsic Value	Awards	Average Price *(USD)	Aggregate Intrinsic Value
Stock options/SAR	61,119	71.36	-	341,964	30,089	65.16 - 65.35	358,123
PSU stocks	4,956	-	75.57	383,827	-	-	-
Restricted stocks	7,960	-	73.80	610,060	-	-	-

* Weighted average grant price per share

The weighted average share price during the years ended March 31, 2023 and 2022 was $84.60 & $80.86 per share respectively.

The following table indicates the assumptions used in estimating fair value for the years ended March 31, 2023 and March 31, 2022.

Lattice based option models incorporate range of assumptions for inputs; those ranges are as follows:

Particulars	March 31, 2023	March 31, 2022
Expected volatility	26.71%	26.90%
Expected term (in years)	6.20	6.30
Expected dividend yield	1.20%	1.30%
Risk-free rate	4.04%	0.70%

The expected term represents an estimate of the period of time equity awards are expected to remain outstanding.

The risk free rate is based on the term structure of interest rates at the time of equity award grant.

The Ultimate Holding Company uses a Monte Carlo simulation approach based on a three-year measurement period to determine fair value of performance share units. This approach includes the use of assumptions regarding the future performance of the Ultimate Holding Company's stock and those of a peer group. Those assumptions include expected volatility, risk-free interest rates, correlations and dividend yield.

49 Recent accounting pronouncements

Standards issued but not yet effective:

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Ind AS 1 - Presentation of Financial Statements:

The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general purpose financial statements. The Company does not expect this amendment to have any significant impact in its financial statements."

ND AS 12 - Income Taxes:

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The Company is evaluating the impact, if any, in its financial statements."

Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors:

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The Company does not expect this amendment to have any significant impact in its financial statements.

50 Disclosure as per Ind AS 115

(a) Disaggregation of revenue from contracts with customers

In the following table, revenue from contracts with customers is disaggregated by primary geographical area.

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Primary geographical markets		
India	233,671	184,164
Sri Lanka	1,870	6,529
Nepal	1,535	1,360
Bangladesh	1,964	1,358
Bhutan	347	252
UAE	1,482	-
Qutar	316	-
Thiland	519	-
Chile	169	-
Indonesia	104	-
Others	183	-
	242,160	**193,663**

(b) Contract balances

The following table provides information about receivables, contract assets and contract liabilities from contracts with customers:

Particulars	As at March 31, 2023	As at March 31, 2022
Receivables which are included in Trade Receivables	45,914	41,937
Contract assets		
- Amount due from customers on construction contract	11,517	10,924
- Accrued value of work done net off provision	241,165	222,514

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Particulars	As at March 31, 2023	As at March 31, 2022
Contract liabilities		
- Amount due to customers under construction contract	51,788	42,130
- Advance from customer	9,146	9,822

The contract assets primarily relate to the Company's rights to consideration for work completed but not billed at the reporting date. The amount of contract assets during the year ended March 31, 2023 was impacted by an impairment charge of Rs. NIL. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Company issues an invoice to the customer. The contract liabilities primarily relate to the advance consideration received from customers for construction for which revenue is recognised over time.

Amounts due from contract customers represents the gross unbilled amount expected to be collected from customers for contract work performed till date. It is measured at cost plus profit recognised till date less progress billings and recognised losses when incurred.

Amounts due to contract customers represents the excess of progress billings over the revenue recognised (cost plus attributable profits) for the contract work performed till date.

Cost includes all expenditure related directly to specific projects and an allocation of fixed and variable overheads incurred in the Company's contract activity based on normal operating capacity.

Significant changes in contract asset and contract liabilities balances during the year are as follows:

	Particulars	As at March 31, 2023	As at March 31, 2022
(A)	**Due from contract customers:**		
	At the beginning of the reporting period (Para 116 (a))	10,924	5,911
	Add: Increase / (decrease) in Progress work (net)	(40,968)	24,066
	Less: Increase / (decrease) in aggregate amount of progress billings (net)	(41,561)	19,053
	At the end of the reporting period (Para 116 (a))	11,517	10,924
(B)	**Due to contract customers:**		
	At the beginning of the reporting period (Para 116 (a))	42,130	36,426
	Less: Increase/ (decrease) in aggregated amount of cost incurred and recognised profits (less recognised losses)	59,619	352
	Add: Increase / (decrease) in progress billings made towards contracts -in-progress (net)	69,277	6,056
	At the end of the reporting period (Para 116 (a))	51,788	42,130

(c) Performance obligation

The Company evaluates whether each contract consists of a single performance obligation or multiple performance obligations. Contracts where the Company provides a significant integration service to the customer by combining all the goods and services

are concluded to have a single performance obligations. Contracts with no significant integration service, and where the customer can benefit from each unit on its own, are concluded to have multiple performance obligations. In such cases consideration is allocated to each performance obligation, based on standalone selling prices. Where the Company enters into multiple contracts with the same customer, the Company evaluates whether the contract is to be combined or not by evaluating factors such as commercial objective of the contract, consideration negotiated with the customer and whether the individual contracts have single performance obligations or not.

The Company recognises contract revenue over time as the performance creates or enhances an asset controlled by the customer. For such arrangements revenue is recognised using cost based input methods. Revenue is recognised with respect to the stage of completion, which is assessed with reference to the proportion of contract costs incurred for the work performed at the balance sheet date relative to the estimated total contract costs.

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Any costs incurred that do not contribute to satisfying performance obligations are excluded from the Company's input methods of revenue recognition as the amounts are not reflective of our transferring control of the system to the customer. Significant judgment is required to evaluate assumptions related to the amount of net contract revenues, including the impact of any performance incentives, liquidated damages, and other forms of variable consideration.

If estimated incremental costs on any contract, are greater than the net contract revenues, the Company recognises the entire estimated loss in the period the loss becomes known.

Variations in contract work, claims, incentive payments are included in contract revenue to the extent that may have been agreed with the customer and are capable of being reliably measured.

The Company recognises revenue from Operations and Maintenance services using the time-elapsed measure of progress i.e. input method on a straight line basis.

The following table includes revenue to be recognised in future related to performance obligations that are unsatisfied (or partially satisfied) as at March 31, 2023:

Particulars	March 2024	March 2025	March 2026	Total
Contract revenue	145,095	70,063	10,440	225,598
	145,095	**70,063**	**10,440**	**225,598**

The following table includes revenue to be recognised in future related to performance obligations that are unsatisfied (or partially satisfied) as at March 31, 2022:

Particulars	March 2023	March 2024	March 2025	Total
Contract revenue	139,501	60,059	7,633	207,193
	139,501	**60,059**	**7,633**	**207,193**

The Company applies practical expedient in paragraph 121 of Ind AS 115 and does not disclose information about remaining performance obligations that have original expected duration of one year or less.

(d) Reconciliation of revenue recognised in the Statement of Profit and Loss

The following table discloses the reconciliation of amount of revenue recognised for the year ended 31 March 2023:

Particulars	For the Year Ended March 31, 2023	For the Year Ended March 31, 2022
Contract price of the revenue recognised	242,160	193,663
	242,160	**193,663**

Company has applied Ind AS 115 using the cumulative effect method.

51 Additional regulatory information required by Schedule III

(i) Details of benami property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(ii) Wilful defaulter

The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

(iii) Relationship with struck off companies

Disclosure related to relationship of the Company with a company which is Struck off under Section 248 of the Companies Act, 2013 or Section 530 of Companies Act, 1956:

Name	Nature of Transactions	Transaction during the year ended		Balance outstanding as at	
		March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Ace Infracon Private Limited	Receivable	-	-	1	1
Alipore Raghu Estates Maintenance Private Limited	Receivable	(0)	(1)	-	*
Anupam Griha Nirman Pvt. Ltd.	Receivable	*	*	*	*
Basudhara Bhoomi-O-Nirman Pvt Ltd	Receivable	*	-	-	*
Foresight Engineering Private Limited	Receivable	12	(12)	-	(12)
Galaxy Homes Private Limited	Receivable	(5)	6	2	6
Ishwar Tower Private Limited	Receivable	*	*	-	*
Jalalpur City Homes Private Limited	Receivable	2	*	2	-
Lal Kunal Developers Private Limited	Receivable	*	*	*	*
Madras Stock Exchange Ltd	Receivable	-	*	-	-
M/S. Shipra Builders Private Limited	Receivable	-	*	-	-
Mekhal Hospitality Services Private Limited	Receivable	*	*	*	*
Nine Builders Private Limited	Receivable	-	3	-	-
Paramount Apartments Private Limited	Receivable	*	*	*	*
Phoenix Tower Private Limited	Receivable	-	*	*	-
Rajdeep Real Estate Private Limited	Receivable	*	-	-	*
Rajmahal Motels Private Limited	Receivable	2	-	-	(2)
Sudha Associates (P) Limited	Receivable	(8)	-	(8)	-
Tirupati Homes Private Limited	Receivable	-	(1)	-	-
TSG Fashions Limited	Receivable	*	-	-	*
Vivek Estates Pvt Ltd	Receivable	*	*	-	*
West Coast Builders Private Limited	Receivable	*	*	*	*
Total		**3**	**(5)**	**(3)**	**(7)**

*amounts are below rounding off norms adopted by the company.

Amounts in brackets are advance from customers balances

(iv) Registration of charges or satisfaction with Registrar of Companies

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

(v) Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under the Companies Act, 2013.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

(vi) Financial Ratios:

Ratio	Numerator	Denominator	31-Mar-23	31-Mar-22	% change	Reason for variance
Current ratio	Current assets	Current liabilities	1.05	1.08	-2.61	-
Debt-Equity ratio	Debt consist of borrowing and Lease liabilities	Total Equity	0.14	0.10	46.48	Increase in lease liability during the year
Debt Service coverage ratio	Earning for Debt service = Net Profit after tax + non-cash operating expenses + Other Non-cash djustments	Debt service = Interest and lease payments + principal repayments	10.45	11.65	-10.34	-
Return on Equity ratio	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	13.20	12.44	6.09	-
Inventory Turnover ratio	Cost of goods sold	Average Inventory	5.09	4.93	3.25	-
Trade receivable turnover ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	5.53	4.72	17.08	-
Trade payable turnover ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	2.60	2.55	1.98	-
Net capital turnover ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	35.32	19.56	80.55	Due to increase in turnover and reduction of net working capital due to profits for the year.
Net Profit ratio	Net profit	Net sales = Total sales - sales return	0.09	0.10	-14.03	-
Return on capital employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	100.56%	84.91%	18.43	-
Return on investment	Interest (Finance Income)	Investment	5.04%	3.20%	57.50	Due to increase in fixed deposits

(vii) Utilisation of borrowed funds and share premium

The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or

b. provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries

(viii) Undisclosed income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Standalone Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

(ix) Loans or advances to specified persons

No loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person that are repayable on demand or without specifying any terms or period of repayment.

(x) Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

52 The Financial Statements for the year ended March 31, 2023 comprises the Balance Sheet, Statement of profit and loss, Statement of Cashflows and Statement of Changes in Equity of the Company, which is incorporated in India, under Companies Act, 2013. The Company has maintained the books of accounts and other books and papers in the electronic mode, daily backup of which have been maintained on servers physically located outside India.

In terms of our report of even date attached.

For B S R & Co. LLP
Chartered Accountants
Firm Registration No. 101248W/W-100022

Maulik Jhaveri
Partner
Membership No. 116008

Place: Mumbai
Date: August 18, 2023

For and on behalf of the Board of Directors of
Otis Elevator Company (India) Limited
CIN: U29150MH1953PLC009158

Sebi Joseph
Managing Director
DIN 05221403

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 17, 2023

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF OTIS ELEVATOR COMPANY (INDIA) LIMITED

To the Members of OTIS Elevator Company (India) Limited
Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of OTIS Elevator Company (India) Limited (hereinafter referred to as the "Holding Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group"), which comprise the consolidated balance sheet as at 31 March 2023, and the consolidated statement of profit and loss (including other comprehensive income), consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information in which are included the Returns for the year ended on that date audited by the branch auditor of the Holding Company's branch at Dhaka, Bangladesh. (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("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 consolidated state of affairs of the Group as at 31 March 2023, of its consolidated profit and other comprehensive loss, consolidated changes in equity and consolidated cash flows for the year then ended.

Basis for Opinion

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

Other Information

The Holding Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's annual report, but does not include the financial statements and auditor's report thereon.

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

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

Management's and Board of Directors' Responsibilities for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit and other comprehensive loss, consolidated statement of changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. The respective Management and Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF OTIS ELEVATOR COMPANY (INDIA) LIMITED

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting in preparation of consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of such entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other branch included in the consolidated financial statements, which has been audited by branch auditor, such branch auditor remain responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in section titled "Other Matter" in this audit report.

We communicate with those charged with governance of the Holding Company and such other entity included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Other Matter

We did not audit the financial statements of one branch, whose financial statements reflects total assets (before consolidation adjustments) of Rs. 1,116 lakhs as at 31 March 2023, total revenues (before consolidation adjustments) of Rs. 714 lakhs and net cash flows (before consolidation adjustments) amounting to Rs. 178 lakhs for the year ended on that date, as considered in the consolidated financial statements. The financial statements of such branch has been audited by branch auditor whose report has been furnished to us by the Management, and our opinion on the consolidated financial statements in so far as it relates to the amounts and disclosures included in respect of this branch, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid branch, is based solely on the report of the branch auditor.

The branch is located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in its country and which has been audited by branch auditor under generally accepted auditing standards applicable in its country. The Company's management has converted the financial statements of such branch located outside India from accounting principles generally accepted in its country to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the balances and affairs of such branch located outside India is based on the report of branch auditor and the conversion adjustments prepared by the management of the Holding Company and audited by us

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of this matter with respect to our reliance on the work done and the report of the branch auditors.

Report on Other Legal and Regulatory Requirements

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

2 A. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the branch auditor

on financial statements of such branch as was audited by branch auditor, as noted in the "Other Matter" paragraph, we report, to the extent applicable, that:

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

b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the report of the branch auditor and proper return adequate for the purposes of our audit have been received from the branch not visited by us, except that the back-up of the Holding Company's books of account and other relevant books and papers in electronic mode has not been kept on servers physically located in India.

c. The report on the accounts of the branch office of the Holding Company audited under Section 143(8) of the Act by branch auditor has been sent to us and has been properly dealt with by us in preparing this report.

d. The consolidated balance sheet, the consolidated statement of profit and loss (including other comprehensive income), the consolidated statement of changes in equity and the consolidated statement of cash flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements and with the returns received from the branch not visited by us.

e. In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act.

f. On the basis of the written representations received from the directors of the Holding Company as on 31 March 2023 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditor of its subsidiary company incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164(2) of the Act.

g. the qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph(b) above.

h. With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company and its subsidiary company incorporated in India and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

B. 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:

a. The consolidated financial statements disclose the impact of pending litigations as at 31 March 2023 on the consolidated financial position of the Group. Refer Note 24 and 46 to the consolidated financial statements.

b. Provision has been made in the consolidated financial statements, as required under the applicable law or Ind AS, for material foreseeable losses, on long-term contracts including derivative contracts. Refer Note 27 and 29 to the consolidated financial statements in respect of such items as it relates to the Group.

c. There has been no delay in transferring amounts to the Investor Education and Protection Fund by the Holding Company or its subsidiary company during the year ended 31 March 2023.

d (i) The respective management of the Holding Company and its subsidiary company whose financial statements has been audited under the Act have represented to us that, to the best of their knowledge and belief, as disclosed in the Note 54 to the consolidated financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or such subsidiary company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or such subsidiary company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(ii) The respective management of the Holding Company and its subsidiary company whose financial statements has been audited under the Act have represented to us that, to the best of their knowledge and belief, as disclosed in the Note 54 to the consolidated financial statements, no funds have been received by the Holding Company or such subsidiary company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or such subsidiary company shall directly or indirectly, lend or invest in other persons or

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF OTIS ELEVATOR COMPANY (INDIA) LIMITED

entities identified in any manner whatsoever by or on behalf of the Funding Parties ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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

e. The interim dividend declared and paid by the Holding Company during the year and until the date of this audit report is in accordance with Section 123 of the Act.

f. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Holding Company or such subsidiary company only with effect from 1 April 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is not applicable.

C. With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid during the current year by the Holding Company to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company is not in excess of the limit laid down under Section 197 of the Act. In our opinion and according to the information and explanations given to us, the subsidiary has not paid any remuneration to its directors during the current year and hence the provision of Section 197 of the Act is not applicable to the subsidiary company. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No.:101248W/W-100022

Maulik Jhaveri
Partner
Membership No.: 116008
ICAI UDIN:23116008BGYPWV7942

Place: Mumbai
Date: 18 August 2023

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF OTIS ELEVATOR COMPANY (INDIA) LIMITED

Annexure A to the Independent Auditor's Report on the Consolidated Financial Statements of OTIS Elevator Company (India) Limited for the year ended 31 March 2023

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

(xxi) In our opinion and according to the information and explanations given to us, following company incorporated in India and included in the consolidated financial statements, has no unfavourable remarks, qualification or adverse remarks except below given by its auditors in his report under the Companies (Auditor's Report) Order, 2020 (CARO):

Name of the entity	CIN	Relationship	Clause number of the CARO report which is unfavourable or qualified or adverse
Supriya Elevator Company (India) Limited	U29150TN2008PLC068160	Subsidiary	Clause (xvii) and Clause (xix)*

*Clause (xvii) pertains to cash losses of Rs. 138 lakhs and Clause (xix) pertains to subsidiary company's ability to continue as a going concern.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No.:101248W/W-100022

Maulik Jhaveri
Partner
Membership No.: 116008
ICAI UDIN:23116008BGYPWV7942

Place: Mumbai
Date: 18 August 2023

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF OTIS ELEVATOR COMPANY (INDIA) LIMITED

Annexure B to the Independent Auditor's Report on the consolidated financial statements of OTIS Elevator Company (India) Limited for the year ended 31 March 2023

Report on the internal financial controls with reference to the aforesaid consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

(Referred to in paragraph 2(A)(h) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

In conjunction with our audit of the consolidated financial statements of OTIS Elevator Company (India) Limited (hereinafter referred to as "the Holding Company") as of and for the year ended 31 March 2023, we have audited the internal financial controls with reference to financial statements of the Holding Company in which are included internal financial controls with reference to financial statements of one branch and such company incorporated in India under the Act which is its subsidiary company, as of that date.

In our opinion the Holding Company and such company incorporated in India which is its subsidiary company, has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2023, based on the internal financial controls with reference to financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's and Board of Directors' Responsibilities for Internal Financial Controls

The respective Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the respective company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the branch auditor of the Holding Company's Branch at Dhaka, Bangladesh in terms of their report referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the consolidated financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements insofar as it relates to one branch, is based on the corresponding report of the auditor of such branch incorporated outside India.

Our opinion is not modified in respect of this matter.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No.:101248W/W-100022

Maulik Jhaveri
Partner
Membership No.: 116008
ICAI UDIN:23116008BGYPWV7942

Place: Mumbai
Date: 18 August 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Consolidated Balance sheet as at March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

	Note no.	As at March 31, 2023	As at March 31, 2022
ASSETS			
Non-current assets			
Property, plant and equipment	4	5,011	5,223
Right of use assets	7	3,075	2,186
Capital work-in-progress	4	660	260
Intangible assets	5	684	446
Intangible assets under development	5	-	87
Financial assets			
(i) Trade receivables	15(a)	477	226
(ii) Loans	8(a)	2,239	2,502
(iii) Other financial assets	9	716	777
Deferred tax assets	10	6,631	7,380
Income tax assets (net)	11	13	15
Other non-current assets	13	6,457	6,425
Total non-current assets		**25,963**	**25,527**
Current assets			
Inventories	14	26,485	24,774
Financial assets			
(i) Trade receivables	15(b)	45,544	41,855
(ii) Cash and cash equivalents	16	53,947	53,538
(iii) Bank balances other than (ii) above	17	1,066	774
(iv) Loans	8(b)	57	55
(v) Other financial assets	18	2,680	1,694
Income Tax assets (net)	12	4,837	3,868
Other current assets	19	15,060	13,674
Assets held for sale	6	--	--
Total current assets		**149,676**	**140,232**
TOTAL ASSETS		**175,639**	**165,759**
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	20	1,181	1,181
Other equity	21	20,719	22,589
Total equity		**21,900**	**23,770**
LIABILITIES			
Non-current liabilities			
Financial Liabilities			
Lease Liabilities	22	655	1,332
Other non-current liabilities	23	3,026	2,210
Provisions	24	7,090	8,038
Total non-current liabilities		**10,771**	**11,580**
Current liabilities			
Financial liabilities			
(i) Lease liabilities	25	2,703	1,101
(ii) Trade payables	26		
(a) Total outstanding dues of micro enterprises and small enterprises; and		3,307	2,550
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		49,291	46,523
(iii) Other financial liabilities	27	3,830	3,831
Other current liabilities	28	75,040	65,802
Provisions	29	8,797	10,602
Total current liabilities		142,968	130,409
Total liabilities		**153,739**	**141,989**
TOTAL EQUITY AND LIABILITIES		**175,639**	**165,759**
Significant accounting policies	1-3		

The accompanying notes are an integral part of these consolidated financial statements.

In terms of our report of even date attached.

For B S R & Co. LLP

Chartered Accountants
Firm Registration No. 101248W/W-100022

Maulik Jhaveri
Partner
Membership No. 116008

Place: Mumbai
Date: August 18, 2023

For and on behalf of the Board of Directors of Otis Elevator Company (India) Limited
CIN: U29150MH1953PLC009158

Sebi Joseph
Managing Director
DIN 05221403

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 17, 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

OTIS

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

(All amounts are in Rupees in Lakhs, unless otherwise stated)

	Note no.	Year ended March 31, 2023	Year ended March 31, 2022
Revenue from operations	30	243,500	194,728
Other income	31	4,633	4,516
Total income		**248,133**	**199,244**
Expenses			
Cost of materials consumed	32	130,230	99,869
Employee benefit expenses	33	44,544	39,178
Finance costs	34	658	409
Depreciation and amortisation expense	35	2,765	2,954
Other expenses	36	48,660	36,974
Total expenses		**226,857**	**179,384**
Profit before tax		**21,276**	**19,860**
Tax expense			
1. Current tax	43	4,900	4,926
2. Deferred tax charge	43	798	366
3. Current tax relating to earlier years		107	(74)
		5,805	**5,218**
Profit for the year		**15,471**	**14,642**
Other comprehensive income			
Items that will not be reclassified subsequently to Profit or Loss:			
Actuarial (losses) arising from remeasurements of post-employment benefit obligations		(240)	(24)
Income tax relating to items that will not be reclassified to Profit or Loss		60	7
Items that will be reclassified subsequently to Profit or Loss:			
Exchange differences in translating foreign operations		43	4
Income tax relating to items that will be subsequently reclassified to Profit or Loss		(11)	(1)
Other comprehensive loss for the year, net of tax		(148)	(14)
Total comprehensive income for the year		**15,323**	**14,628**
Earnings per Share - (Basic and Diluted)	37	131.02	124.00
[Nominal value of share Rs. 10 each] (Previous Year - Rs. 10 each)			

The accompanying notes are an integral part of these consolidated financial statements.

In terms of our report of even date attached.

For B S R & Co. LLP

Chartered Accountants
Firm Registration No. 101248W/W-100022
Maulik Jhaveri
Partner
Membership No. 116008

Place: Mumbai
Date: August 18, 2023

For and on behalf of the Board of Directors of Otis Elevator Company (India) Limited
CIN: U29150MH1953PLC009158

Sebi Joseph
Managing Director
DIN 05221403

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 17, 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Consolidated Statement of Cash Flows for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Particulars	"Year ended March 31,2023"	"Year ended March 31,2022"
Cash flows from operating activities:		
Profit before tax	21,276	19,860
Adjustments for :		
Depreciation and amortisation expense	2,765	2,954
Provision for other financial assets	12	(449)
Provision for other current assets	79	-
Unrealised loss on fluctuation in foreign exchange (net)	43	90
Interest on lease liability	409	338
Interest income on :		
- Deposits with Bank	(1,903)	(1,405)
-Income tax refund	(79)	(1)
- Loans to related parties	(169)	(251)
- Others	(1)	(37)
Loss on sale / disposal of Property, Plant and Equipment (net)	17	9
Provision for product upgradation no longer required written back (net)	-	(44)
Provision for contingency / write back of provision for contingency (net)	(478)	(641)
Liabilities no longer required written back	(48)	(189)
Bad debts provision utlised	(651)	(839)
Interest due on Micro and Small Enterprises	107	71
Unwinding of Interest on deposits/ retention money/ employee loans	(144)	(64)
Share based payments to Employees	519	306
Mark to market on foreign exchange forward contracts	153	132
Cash generated from operations before working capital changes	**21,907**	**19,840**
Working capital changes		
(Increase) in trade receivables - non-current	(148)	(9)
(Increase) in trade receivables - current	(3,565)	(356)
(Increase) in inventories	(1,711)	(8,907)
Increase in trade Payables	3,466	12,634
(Increase) in other current financial assets	(1,012)	(453)
(Increase) in current loans	(2)	(8)
Decrease in other non-current assets	1,035	59
(Increase) in other current assets	(1,464)	(6,080)
(Decrease) in provisions - non-current	(470)	(655)
(Decrease)/Increase in provisions - current	(2,045)	588
(Decrease)/Increase in other current financial liabilities	26	142
Increase/(Decrease) in other non-current liabilities	816	(621)
Decrease in other financial assets - non-current	98	27
Decrease/(Increase) in loans - non-current	13	(1)
Increase in other current liabilities	9,238	10,399
Operating profit after working capital changes	**26,182**	**26,599**
Taxes paid (net of refund)	(5,973)	(7,280)
Net cash flows generated from operating activities (A)	**20,209**	**19,319**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

OTIS

Consolidated Statement of Cash Flows for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Particulars	"Year ended March 31,2023"	"Year ended March 31,2022"
Cash flows from investing activities		
Purchase of Property, Plant and Equipment (including Capital Work-in-Progress and Intangible assets under development)	(2,221)	(879)
Proceeds from sale of Property Plant and Equipment	-	66
Loans repaid by related parties	250	
Interest received	2,042	1,945
Decrease/(Increase) in other bank balances	(292)	(32)
Net Cash Generated from Investing Activities (B)	**(221)**	**1,100**
Cash flows from financing activities		
Dividend paid	(17,727)	(15,913)
Repayment of principal lease liabilities	(1,443)	(1,259)
Increase in lease liabilities	(409)	(338)
Net cash flows (utilised) for Financing Activities (C)	**(19,579)**	**(17,510)**
Net (Decrease)/Increase in Cash and Cash Equivalents (A+B+C)	**409**	**2,909**
Cash and Cash Equivalents at the Beginning of the Year	53,538	50,629
Cash and Cash Equivalents at the End of the Year	**53,947**	**53,538**
Cash and Cash Equivalents comprise :		
Cheques on hand	251	25
Bank Balances:		
- In Current accounts	8,032	10,646
-Deposits with original maturity of less than three months	45,664	42,867
	53,947	53,538

Notes:

1. The above Consolidated Cash Flow Statement has been prepared under "Indirect Method" set out in Indian Accounting Standard (Ind AS) 7 on the Statement of Cash Flows as notified under Companies (Accounts) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
2. Details regarding corporate social responsibility payments have been disclosed in note 36(ii).
3. The accompanying notes are an integral part of these consolidated financial statements.

In terms of our report of even date attached.

For B S R & Co. LLP

Chartered Accountants

Firm Registration No. 101248W/W-100022

Maulik Jhaveri
Partner
Membership No. 116008

Place: Mumbai
Date: August 18, 2023

For and on behalf of the Board of Directors of Otis Elevator Company (India) Limited

CIN: U29150MH1953PLC009158

Sebi Joseph
Managing Director
DIN 05221403

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 17, 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Consolidated Statement of changes in equity for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

A. Equity Share Capital (Refer Note 20)

Particulars	Amount
Balance as at April 1, 2021	**1,181**
Changes in equity share capital due to prior period error	-
Changes in equity share capital during the year	-
Balance as at March 31, 2022	**1,181**
Changes in equity share capital due to prior period error	-
Changes in equity share capital during the year	-
Balance as at March 31, 2023	**1,181**

B. Other equity (Refer Note 21)

Particulars	Reserves and Surplus			Other Equity (Refer Note 52)	Exchange differences of foreign operations (net of tax)	Total
	Capital redemption reserve	General reserve	Retained earnings	Employees Share Option Plan (ESOP) reserve		
Balance as at April 1, 2021	73	1,759	19,376	2,388	-	23,596
Profit for the year	-	-	14,642	-	-	14,642
Other comprehensive income	-	-	(17)	-	3	(14)
Total comprehensive income for the year	-	-	**14,625**	-	3	**14,628**
Dividends paid to shareholders	-	-	(15,941)	-	-	(15,941)
Addition towards share based payments	-	-	-	306	-	306
Balance as at March 31, 2022	73	1,759	18,060	2,694	3	22,589

Particulars	Reserves and Surplus			Other Equity (Refer Note 52)	Exchange differences of foreign operations (net of tax)	Total
	Capital redemption reserve	General reserve	Retained earnings	Employees Share Option Plan (ESOP) reserve		
Balance as at April 1, 2022	73	1,759	18,060	2,694	3	22,589
Profit for the year	-	-	15,471	-	-	15,471
Other comprehensive income for the year	-	-	(180)	-	32	(148)
Total comprehensive income for the year	-	-	**15,291**	-	32	**15,323**
Dividends paid to shareholders	-	-	17,712	-	-	17,712
Addition towards share based payments	-	-	-	519	-	519
Balance as at March 31, 2023	73	1,759	51,063	3,213	35	56,143

OTIS

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Consolidated Statement of changes in equity for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Nature and purpose of reserves

a. Capital redemption reserve

Capital redemption reserve represents reserves created upon buy back of equity shares in earlier years, pursuant to the requirements of the Companies Act, 1956.

b. General reserve

General reserve represents appropriation of retained earnings and are available for distribution to shareholders.

c. Retained earnings

Retained earnings are the profits that the Group has earned till date less dividend paid to shareholders.

d. Employees Share Option Plan (ESOP) reserve

The ESOP reserve is used to recognise the grant date fair value of share based options issued to employees by the ultimate parent company. Refer note 52 for details.

The accompanying notes are an integral part of these consolidated financial statements.

In terms of our report of even date attached.

For B S R & Co. LLP

Chartered Accountants

Firm Registration No. 101248W/W-100022

Maulik Jhaveri
Partner
Membership No. 116008

Place: Mumbai
Date: August 18, 2023

For and on behalf of the Board of Directors of
Otis Elevator Company (India) Limited

CIN: U29150MH1953PLC009158

Sebi Joseph
Managing Director
DIN 05221403

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 17, 2023

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

1. Background of the Company

Otis Elevator Company (India) Limited ('the Holding Company') having its registered office at Magnus Towers, 9th Floor, Mindspace, Link Road, Malad West, Mumbai – 400 064 was incorporated on 30th October,1953 vide certificate of incorporation number U29150MH1953PLC009158 issued by the Registrar of Companies, Mumbai, Maharashtra. The consolidated financial statements include the financial statements of Otis Elevator Company (India) Limited (hereinafter referred to as the 'Holding Company") and its subsidiary i.e. Supriya Elevator Company (India) Limited (Holding Company and its subsidiary) together referred to as "the Group". The Group is engaged inter-alia in the business of manufacture, erection, installation and maintenance of elevators, escalators and travolators.

2. Basis of Preparation and Principles of Consolidation :

(A) Basis of Preparation

(a) Statement of compliance

These Consolidated Financial Statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) to comply with the Section 133 of the Companies Act, 2013 ("the 2013 Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016, and the relevant provisions and amendments, as applicable.

These consolidated financial statements were authorised for issue by the Company's Board of Directors on August 17, 2023.

(b) Historical cost convention

These consolidated financial statements have been prepared on the historical cost basis except for the following:

(i) Certain financial assets and liabilities (including derivative instruments) measured at fair value

(ii) Defined benefit plans - plan assets measured at fair value and

(iii) The consolidated financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the period presented in these consolidated financial statements.

(c) Use of estimates and judgments

The preparation of the consolidated financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

This note provides an overview of the areas that involved higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation for each affected line item in the consolidated financial statements.

The areas involving critical estimates or judgments are:

(i) Estimation of total contract revenue and cost of revenue recognition (Refer Note 53)

(ii) Estimation of defined benefit obligations (Refer Note 24, 29 and 33)

(iii) Estimation of current tax expense and recognition of deferred tax (Refer Notes 11, 12 and 43)

(iv) Expected credit loss of trade receivables and other receivables (Refer Notes 9, 13, 15(a), 15(b), 18 and 19)

(v) Recognition and measurement of provisions and contingencies (Refer Notes 24 and 29)

(vi) Useful life of Property plant and equipment and intangible assets (Refer Notes 4 and 5)

(d) Current vs non-current classification

The Group classifies an asset as current asset when:

- it expects to realise the asset, or intends to sell or consume it, in its normal operating cycle;
- it holds the asset primarily for the purpose of trading;
- it expects to realise the asset within twelve months after the reporting period; or
- the asset is cash or a cash equivalent unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when –

- it expects to realise the asset, or intends to sell or consume it, in its normal operating cycle;
- it holds the liability primarily for the purpose of trading;
- the liability is due to be settled within twelve months after the reporting period; or
- it does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. The Group's normal operating cycle is twelve months.

(B) Principles of Consolidation and equity accounting :

(a) Subsidiary

Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The acquisition method of accounting is used to account for business combinations by the Group.

The Group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Inter company transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit and loss, consolidated statement of changes in equity and balance sheet respectively.

(b) Associate

Associates are all entities over which the Group has significant influence but not control or joint control.

This is generally the case where the Group holds between 20% and 50% of the voting rights. Investments in associate are accounted for using the equity method of accounting (see (c) below), after initially being recognised at cost.

(c) Equity Method

Under the equity method of accounting, the investments are initially recognised at cost and adjusted thereafter to recognise the Group's share of the post-acquisition profits or losses of the investee in profit and loss, and the Group's share of other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associates and joint ventures are recognised as a reduction in the carrying amount of the investment.

When the Group's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the Group and its associates and joint ventures are eliminated to the extent of the Group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Group.

The carrying amount of equity accounted investments are tested for impairment in accordance with the policy described in Note 3(h) below.

(d) Change in ownership interests

The Group treats transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the Group. A change in ownership interest results in an adjustment between the carrying amounts of the controlling and non-controlling interests to reflect their relative interests in the subsidiary. Any difference between the amount of the adjustment to non-controlling interests and any consideration paid or received is recognised within equity.

When the Group ceases to consolidate or equity account for an investment because of a loss of control, or significant influence, any retained interest in the entity is remeasured to its fair value with the change in carrying amount recognised in profit or loss. This fair value becomes the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss.

If the ownership interest in an associate is reduced but joint control or significant influence is retained, only a proportionate share of the amounts previously recognised in other comprehensive income are reclassified to profit or loss where appropriate.

3 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements unless otherwise indicated.

(a) Foreign currency translations

(i) Functional and presentation currency

Items included in the consolidated financial statements of the Group are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Indian rupee (Rs.), which is Group's functional and presentation currency.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023

(All amounts are in Rupees in Lakhs, unless otherwise stated)

(ii) Transactions and balances

Transactions in foreign currencies are translated to the functional currency of the Group at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to the functional currency at the exchange rate prevailing on that date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rate are recognised in consolidated statement of profit or loss.

(iii) Foreign operations

The results and financial position of foreign operations related to branch (which does not have the currency of a hyperinflationary economy) that has a functional currency different from the presentation currency is translated into the presentation currency as follows:

- Assets and liabilities are translated into Indian rupee, the functional currency of the Group, at the exchange rates at the reporting date.
- The income and expenses of foreign operations are translated into Indian rupee at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction, and
- All resulting exchange differences are recognised in foreign currency translation reserve (FCTR) through the other comprehensive income.

(b) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(i) Financial assets

A financial asset is (i) Cash; (ii) a contractual right to receive cash or another financial asset; to exchange financial assets or financial liabilities under potentially favourable conditions; (iii) or a contract that will or may be settled in the entity's own equity instruments and a non-derivative for which the entity is or may be obliged to receive a variable number of the entity's own equity instruments; or a derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments.

Recognition, measurement and classification

A financial asset is recognised in the consolidated balance sheet only when the Group becomes party to the contractual provisions to the instrument. All financial assets are measured initially at its fair value plus, in the case of a financial asset not at fair value through profit and loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset. However, trade receivables that do not contain a significant financing component are measured at transaction price. Transaction costs of financial assets carried at fair value through profit and loss are expensed to consolidated statement of profit or loss.

The Group classifies its financial assets into a) financial assets measured at amortised cost, and b) financial assets measured at fair value (either through other comprehensive income or through consolidated statement of profit and loss). Management determines the classification of its financial assets at the time of initial recognition or, where applicable, at the time of reclassification. The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

(1) Financial assets measured at amortised cost

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a financial asset that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in consolidated statement of profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in other income using the effective interest rate method.

A financial asset is classified at amortised costs if it is held within a business model whose objective is to a) hold financial asset in order to collect contractual cash flows and b) the contractual terms of the financial asset give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using effective interest rate method (EIR). Amortised cost is arrived at after taking into consideration any discount or fees or costs that are an integral part of the EIR. The amortisation of such interests forms part of finance income in the consolidated statement of profit and loss. Any impairment loss arising from these assets are recognised in the consolidated statement of Profit and Loss.

(2) Financial assets measured at fair value through other comprehensive income (FVTOCI)

A financial asset is classified at fair value through other comprehensive income if it is held within a business model whose objective is to a) hold financial asset in order to collect contractual cash flows and for selling the financial assets and b) the contractual terms of the financial asset give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through Other Comprehensive Income (OCI), except for the recognition of impairment of gains or losses, interest revenue and foreign exchange gains and losses which are recognised in consolidated statement of profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to consolidated statement of profit or loss. Interest income from these financial assets is included in other income using the effective interest rate method.

(3) Financial assets measured at fair value through profit and loss (FVTPL)

Any asset which do not meet the criteria for classification as at amortised cost or as FVTOCI, is classified as FVTPL. Financial assets at fair value through profit or loss are measured at fair value, and changes therein are recognised in the Consolidated statement of Profit and Loss.

(ii) Financial liabilities

A financial liability is (i) a contractual obligation to deliver cash or another financial asset to another entity; or to exchange financial instruments under potentially unfavourable conditions; (ii) or a contract that will or may be settled in the entity's own equity instruments and is a non-derivative for which the entity is or may be obliged to deliver a variable number of its own equity instruments; or a derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments.

Recognition, measurement and classification

A financial liability is recognised in the balance sheet only when the Group becomes party to the contractual provisions to the instrument. Financial liabilities are classified as either held at a) fair value through profit or loss, or b) at amortised cost. Management determines the classification of its financial liabilities at the time of initial recognition or, where applicable, at the time of reclassification.

After initial measurement, such financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the consolidated Statement of Profit and Loss.

(iii) Equity instruments

An equity instrument is any contract that evidences residual interests in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs.

(iv) De-recognition

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership is transferred. A financial liability is de-recognised when the obligation specified in the contract is discharged, cancelled or expires.

(v) Impairment of financial assets

In accordance with Ind AS 109, the Group applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets.

The Group follows 'simplified approach' permitted by Ind AS 109, Financial instruments, for recognition of impairment loss allowance on Trade Receivables which requires expected lifetime losses to be recognised from initial recognition of the receivables.

At the time of recognition of impairment loss on other financial assets, the Group determines that whether there has been a significant increase in the credit risk since its initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the financial instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL impairment loss allowance/ reversal is recognized during the period as expense/ income in the consolidated Statement of Profit and Loss. Loss allowances for financial assets measured at amortised cost, are deducted from the gross carrying amount of the assets. Until the asset meets write-off criteria, the Group does not reduce impairment allowance from the gross carrying amount but is disclosed as net carrying amount. The gross carrying amount of a financial asset is written off when the Group has no reasonable expectation of recovering a financial asset in its entirety or a portion thereof.

(vi) Derivatives

The Company enters into derivative contracts, viz. forward exchange contracts to manage its risks towards foreign exchange. The Company does not hold derivative financial instrument for speculative purposes. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at fair value through consolidated Statement of Profit or Loss.

(vii) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Group or the counterparty.

(c) Inventories

Inventories are valued at the lower of cost or net realisable value.

Cost of components for service and repair inventories are computed on weighted average cost basis. Cost for components of elevators work -in-progress for components for elevators constructions includes materials, labour and manufacturing overheads and other costs incurred in bringing the inventories to their present location, and is determined using standard cost method that approximates actual cost.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale.

(d) Revenue recognition

Revenue towards satisfaction of performance obligation is measured at the amount of the transaction price (net of variable consideration) allocated to that performance obligation. Amount disclosed as revenue are inclusive of excise duty (up to the applicable date), and net of sales taxes (up to the applicable date), Goods and Services Tax (GST) and taxes collected on behalf of the third parties. Revenue is recognised to the extent it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured.

Revenue from sale of contracts for supply and installation of elevators, escalators and travolators.

Group recognises revenue from contracts with customers based on a five step model as set out in Ind AS 115:

Step 1. Identify the contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates

enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2. Identify the performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3. Determine the transaction price: The transaction price is the amount of consideration to which Group expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4. Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, Group will allocate the transaction price to each performance obligation in an amount that depicts the amount of consideration to which Group expects to be entitled in exchange for satisfying each performance obligation.
Step 5. Recognise revenue when (or as) the entity satisfies a performance obligation.

The Group satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:

1. The customer simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs;or

2. The Group's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or

3. The Group's performance does not create an asset with an alternative use to the Company and the entity has an enforceable right to payment for performance completed to date.

Any costs incurred that do not contribute to satisfying performance obligations are excluded from Group's input methods of revenue recognition as the amounts are not reflective of our transferring control of the system to the customer. Significant judgment is required to evaluate assumptions related to the amount of net contract revenues, including the impact of any sales incentives, royalties, and other forms of variable consideration.

When Group satisfies a performance obligation by delivering the promised goods or services it creates a contract asset based on the amount of consideration to be earned by the performance. Where the amount of consideration received from a customer exceeds the amount of revenue recognised this gives rise to a contract liability.

Advances from customers, progress payments, amount due from and due to customers and retention money receivable.

Advances received from customers in respect of contracts are treated as liabilities and adjusted against progress billing as per terms of the contract.

Progress payments received are adjusted against amount receivable from customers in respect of the contract work performed

Amounts due from contract customers represents the gross unbilled amount expected to be collected from customers for contract work performed till date. It is measured at cost plus margin recognised till date less progress billings and recognised losses when incurred.

Amounts due to contract customers represents the excess of progress billings over the revenue recognised (costs plus attributable margin) for the contract work performed till date.

Amounts retained by the customers until the satisfactory completion of the contracts are recognised as receivables.

Revenue from construction and repair contracts is recognised on Percentage of Completion Method with reference to the stage of completion of the contract activity at the end of the reporting period. The stage of completion of a contract is determined as the proportion that contract costs incurred for work performed up to the year end bear to the estimated total contract costs using the input method. However, provisions are made for the entire loss on a contract irrespective of the amount of work done.

When two or more revenue generating activities or deliverables are provided under a single arrangement, each deliverable is considered to be a separate unit of account and accounted for separately. The allocation of consideration from a revenue arrangement to its separate units of account is based on the relative fair value of each unit. If the fair value of the delivered item is not reliably measurable, then revenue is allocated based on the difference between the total arrangement consideration and the fair value of the undelivered item. Under contracts for supplies and installation, the Group provides free service / maintenance to its customers. The consideration received is allocated between the equipment sale and service relative to the fair value of free service offered. The fair value of the free service is deferred and recognised as revenue on pro-rata basis over the contract period.

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Revenue from Maintenance contracts is recognised on pro-rata basis over the contract period.

Revenue from the sale of raw materials and components, and sale of scrap are recognised when the significant risks and rewards of ownership of the goods have passed to the customer.

Price Adjustment Claims, if any, are recognised as income after considering reasonable certainty of collection.

(e) Other income

Interest income from financial asset is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Group estimates the expected cash flows by considering all the contractual terms of the financial asset (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

Dividends are recognised in consolidated statement of profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Group, and the amount of the dividend can be measured reliably.

Recoveries from Group Companies include recoveries towards common facilities/ resources and other support provided to such parties which is recognised as per terms of agreement.

(f) Property, plant and equipment

Recognition and measurement

Freehold land is stated at cost. All other items of property, plant and equipment are measured at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the asset. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. The costs of the day-to-day servicing of property, plant and equipment are recognised in consolidated statement of profit or loss as incurred.

Depreciation methods, estimated useful lives and residual value

Depreciation on tangible assets is provided on diminishing balance method at the rates and in the manner prescribed under Schedule II of the Companies Act, 2013. Depreciation is provided on pro-rata basis with reference to the month of addition/installation/ disposal of assets, except in case of assets costing Rs. 5,000 or less, which are depreciated fully in the year of acquisition. The Group has expensed all tangible assets equal to or below Rs. 150,000 post April 1, 2017 in the consolidated Statement of Profit and Loss. The Group has estimated the useful lives of assets equivalent to the useful lives prescribed in Schedule II to the Companies Act, 2013 as below:

Particulars	Estimated Useful lives
Buildings	30 years
Plant and equipments	15 years
Furniture and fittings	10 years
Electrical installations	10 years
Computers	3 years
Vehicles	8 - 10 years
Office equipments	5 years

The residual values are not more than 5% of the original cost of the asset. Depreciation methods, residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is higher than its estimated recoverable amount.

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in profit or loss as incurred. Gains or losses arising from the retirement or disposal of a tangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the standalone statement of profit and loss.

Leaseholds improvements are amortised over the primary lease period on Straight line basis.

Assets classified as held for sale, if it is highly probable that they will be recovered primarily through sale rather than through continuing use. Such assets, are generally measured at the lower of their carrying amount and fair value less costs to sell. Losses on initial classification as held for sale and subsequent gains and losses on re-measurement are recognised in consolidated Statement of Profit and Loss. Once classified as held-for-sale they are no longer depreciated.

(g) Intangible assets

Intangible assets that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment losses, if any.

Softwares purchased are amortised over a period of 3 to 5 years on straight line basis. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the Standalone statement of profit and loss.

(h) Impairment of non-financial assets :

Non-Financial assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are Grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or Groups of assets (cash-generating units).

(i) Leases

Operating lease

As a Lessee, leases in which significant portion of risks and rewards of ownership are not transferred to the Group are classified as operating lease.

Payments made under operating leases are charged to consolidated Statement of Profit and Loss on a straight-line basis over the lease term unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

Leases are accounted as per Ind AS 116

The Group, as a lessee, recognizes a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for a consideration.

Assets taken on lease are accounted as right-of-use assets and the corresponding lease liability is accounted at the lease commencement date except for leases with a term of twelve months or less (short term leases) or leases of low value assets equal to or below Rs. 150,000. For these short term and leases of low value assets, the Group recognizes the lease payments as an operating expense on a straight line basis over the term of the lease.

The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date. The right-of-use assets is depreciated using the straight-line method from the commencement date to the end of lease term. The lease liability is measured at amortised cost using the effective interest rate method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, if the Group changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in the profit or loss if the carrying amount of the right-of-use asset has been reduced to zero. Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments (principal + interest) have been classified as financing cash flows.

(j) Employee benefits

i) Short term obligation

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably. Termination benefits are recognised as an expense as and when incurred.

ii) Other long-term employee benefit obligations

Compensated Absences

The liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in consolidated Statement of Profit or Loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

iii) Post employment obligations

a) Defined contribution plans

A defined contribution plan is a post-employment plan under which an entity pays fixed contributions and will have no legal or constructive obligation to pay further amounts.

Superannuation Fund

The Group contributes to Superannuation Fund and has no further obligation beyond making its contribution. The Group's contributions to the above funds are charged to the consolidated Statement of Profit and Loss.

Provident Fund

Contributions to Provident Fund and Employee's Pension Scheme 1995 are made to Trust administered by the Group. The Group's liability is actuarially determined (using the Project Unit Credit method) at the end of the year and any shortfall in the fund size maintained by the Trust set up by the Group, is additionally provided for in the consolidated Statement of Profit and Loss.

b) Defined benefit plans

Gratuity

The Group provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment of vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employees' salary and the tenure of employment. The Group's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year.

The Holding Company makes annual contribution to Otis Elevator Company (India) Limited Employees' Gratuity Fund which in turn invests in various permissible investments. The scheme provides for lumpsum payment to vested employees at retirement, death while in employment or on termination of employment as per Company's Gratuity Scheme. Vesting occurs on completion of five years. The defined benefit plans of the subsidiary are unfunded.

The liability or asset (as applicable) recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets (as applicable). Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in consolidated statement of profit or loss as past service cost.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets (as applicable). This cost is included in employee benefit expense in the consolidated statement of profit and loss.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

iv) Termination Benefits

Termination benefits in the nature of voluntary separation plan are recognised in the consolidated Statement of Profit and Loss as and when incurred.

v) Share based payments

Share based compensation benefits are provided to employees by the Ultimate Holding Company, Otis Worldwide Corporation, United States. The fair value of options granted is recognised as an employee benefit expenses with a corresponding increase in equity as contribution from the Ultimate Holding Company, Otis Worldwide Corporation, United States. The total expense is recognised over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the Group revises its estimates of the number of options that are expected to vest based on the non-market vesting and service conditions. It recognises the impact of revision to original estimates, if any, in the consolidated statement of profit or loss, with a corresponding adjustment to equity.

(k) Provisions other than employee benefits

Warranties : A provision for warranties is recognised when the underlying products or services are sold, based on historical warranty data and a weighting of possible outcomes against their associated probabilities.

Onerous Contracts : A provision for onerous contracts is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract, which is determined based on the incremental costs of fulfilling the obligation under the contract and an allocation of other costs directly related to fulfilling the contract. Before a provision is established, the Group recognises any impairment loss on the assets associated with that contract (Refer note 29).

(l) Income tax

Income tax expense comprises current and deferred tax. It is recognised in consolidated statement of profit or loss except to the extent that it relates items recognised directly in equity or in other comprehensive income.

Current tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses, if any.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the country where the Group operates and generates taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

The carrying amount of deferred tax assets are reviewed at the end of each reporting period and are recognised only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax liabilities are not recognised for temporary differences between the carrying amount and tax bases of investments in subsidiaries, branches and associates and interest in joint arrangements where the Group is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets are not recognised for temporary differences between the carrying amount and tax bases of investments in subsidiaries, branches and associates and interest in joint arrangements where it is not probable that the differences will reverse in the foreseeable future and taxable profit will not be available against which the temporary difference can be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

Current and deferred tax is recognised in the consolidated Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

(m) Provisions, contingent liabilities and contingent assets

Provisions are recognised when the Group has a present legal or constructive obligation as a result of a 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 measured at the present value, wherever Group can estimate the time of settlement, of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The increase in the provisions due to passage of time is recognised as interest expense.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly with in the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount can not be made.

Where the likelihood of outflow of resources is remote, no provision or disclosure as specified in Ind AS -37 - ""Provision, contingent liabilities and contingent assets is made.

Contingent assets are not recognised in the consolidated financial statements.

(n) Segment reporting

The Chief Operational Decision Maker (CODM) monitors the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating segments are reported in a manner consistent with the internal reporting provided to the CODM.

(o) Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

(p) Cash and cash equivalents

For the purpose of presentation in the Statement of Cash flows, Cash and cash equivalent comprise of cash/ cheques on hand and at banks including short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value, and bank overdrafts.

(q) Investments

Investments in subsidiary and associate are carried at cost less accumulated impairment losses. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiary / associate, the difference between net disposal proceeds and the carrying amounts are recognised in the consolidated Statement of Profit and Loss. Upon first-time adoption of Ind AS, the Group has elected to measure its investments in subsidiary and associate at the Previous GAAP carrying amount as its deemed cost on the date of transition to Ind AS i.e., April 1, 2015.

(r) Dividends

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

(s) Measurement of fair value

Group measures certain financial instruments, such as derivatives, at fair value at each balance sheet date.

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

A. In the principal market for the asset or liability, or

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

The principal or the most advantageous market must be accessible by Group. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

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

A. Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

B. Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

C. Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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

(t) Rounding of amounts

All amounts disclosed in the consolidated financial statements and Notes have been rounded off to the nearest Rupees in lakhs as per the requirement of Schedule III, unless otherwise stated.

4 Property, plant and equipment

Description	Gross Block				Accumulated Depreciation				Net Block
	As at April 1, 2022	Additions	Deductions	As at March 31, 2023	As at April 1, 2022	For the year	Deductions/ Adjustments	As at March 31, 2023	As at March 31, 2023
Freehold land	250	-	-	250	-	-	-	-	250
Buildings	5,137	206	31	5,312	2,460	280	17	2,723	2,589
Leasehold improvements	591	4	2	593	453	57	2	508	85
Plant and equipments	4,783	450	3	5,230	3,046	346	-	3,392	1,838
Furniture and fixtures	202	3	-	205	145	12	-	157	48
Electrical installations	293	-	-	293	252	9	-	261	32
Computers	911	35	-	946	629	197	-	826	120
Vehicles	5	-	5	-	4	-	5	(1)	1
Office equipments	341	25	-	366	301	17	-	318	48
Total	**12,513**	**723**	**41**	**13,195**	**7,290**	**918**	**24**	**8,184**	**5,011**
Capital Work-in-progress	**260**	**1,123**	**723**	**660**	**-**	**-**	**-**	**-**	**660**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Description	Gross Block				Accumulated Depreciation				Net Block
	As at April 1, 2021	Additions	Deductions	As at March 31, 2022	As at April 1, 2021	For the year	Deductions/ Adjustments	As at March 31, 2022	As at March 31, 2022
Freehold land	250	-	-	250	-	-	-	-	250
Buildings	5,120	21	4	5,137	2,171	282	(7)	2,460	2,677
Leasehold improvements	716	21	146	591	532	56	135	453	138
Plant and equipments	4,703	254	174	4,783	2,771	399	124	3,046	1,737
Furniture and fixtures	167	35	-	202	129	16	-	145	57
Electrical installations	293	-	-	293	240	12	-	252	41
Computers	625	299	13	911	169	472	12	629	282
Vehicles	5	-	-	5	4	-	-	4	1
Office equipments	351	3	13	341	294	19	12	301	40
Total	**12,230**	**633**	**350**	**12,513**	**6,310**	**1,256**	**276**	**7,290**	**5,223**
Capital Work-in-progress	**91**	**778**	**609**	**260**	**-**	**-**	**-**	**-**	**260**

Ageing of Capital work-in-progress as on March 31, 2023

Particulars	Amounts in Capital work-in-progress for a period of				
	Less than one year	1-2 years	2-3 years	More than 3 years	Total
(i) Projects in progress	660	-	-	-	660
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**660**	**-**	**-**	**-**	**660**

Ageing of Capital work-in-progress as on March 31, 2022

Particulars	Amounts in Capital work-in-progress for a period of				
	Less than one year	1-2 years	2-3 years	More than 3 years	Total
(i) Projects in progress	260	-	-	-	260
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**260**	**-**	**-**	**-**	**260**

5. Intangible assets

Description	Gross Block				Accumulated Amortisation				Net Block
	As at April 1, 2022	Additions	Deductions	As at March 31, 2023	As at April 1, 2022	For the year	Deductions	As at March 31, 2023	As at March 31, 2023
Software	1,629	606	-	2,235	1,183	368	-	1,551	684
Total	**1,629**	**606**	**-**	**2,235**	**1,183**	**368**	**-**	**1,551**	**684**
Intangible assets under development	**87**	**519**	**606**	**-**	**-**	**-**	**-**	**-**	**-**

Description	Gross Block				Accumulated Amortisation				Net Block
	As at April 1, 2022	Additions	Deductions	As at March 31, 2023	As at April 1, 2022	For the year	Deductions	As at March 31, 2023	As at March 31, 2023
Software	1,629	-	-	1,629	856	327	-	1,183	446
Total	**1,629**	**-**	**-**	**1,629**	**856**	**327**	**-**	**1,183**	**446**
Intangible assets under development	**-**	**87**	**-**	**87**	**-**	**-**	**-**	**-**	**87**

Ageing of Intangible assets under development as on March 31, 2023

Particulars	Amounts in intangible assets under development for a period of				
	Less than one year	1-2 years	2-3 years	More than 3 years	Total
(i) Projects in progress	-	-	-	-	-
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**-**	**-**	**-**	**-**	**-**

Ageing of Intangible assets under development as on March 31, 2022

Particulars	Amounts in intangible assets under development for a period of				
	Less than one year	1-2 years	2-3 years	More than 3 years	Total
(i) Projects in progress	87	-	-	-	87
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**87**	-	-	-	**87**

There is no projects under Capital Work-in-progress and Intangible assets under development whose completion is overdue or have exceeded its budgeted costs.

6. Assets held for sale

	As at March 31, 2023	As at March 31, 2022
Building (Net block)	-	-
	-	-

The directors of the Company had decided to sell the Godown No. 12 & 13, garage no. 1 located at Seeta Mahal Co-op Housing Society Limited, Mumbai 400026 in the Board meeting held on August 8, 2018. These assets were not sold during the current year hence, the Company has transferred back these to Property, Plant and Equipment.

7. Right of use assets
Movements during the year

Description	Gross Block				Accumulated Depreciation				Net block as at March 31, 2023
	Balance as at April 1, 2022	Additions	Deductions	Balance as at March 31, 2023	Balance as at April 1, 2022	For the year	Deductions	Balance as at March 31, 2023	
Leasehold buildings	5,262	2,200	-	7,462	3,512	1,274	-	4,786	2,676
Leasehold Vehicles	798	172	7	963	446	172	4	614	349
Leasehold Office equipments	180	3	6	177	96	33	2	127	50
Total	**6,240**	**2,375**	**13**	**8,602**	**4,054**	**1,479**	**6**	**5,527**	**3,075**

Movements during the year

Description	Gross Block				Accumulated Depreciation				Net block as at March 31, 2022
	Balance as at April 1, 2021	Additions	Deductions	Balance as at March 31, 2022	Balance as at April 1, 2021	For the year	Deductions	Balance as at March 31, 2022	
Leasehold buildings	4,397	1,321	456	5,262	2,613	1,186	287	3,512	1,750
Leasehold Vehicles	582	274	58	798	328	147	29	446	352
Leasehold Office equipments	142	45	7	180	64	38	6	96	84
Total	**5,121**	**1,640**	**521**	**6,240**	**3,005**	**1,371**	**322**	**4,054**	**2,186**

Notes:

(i) The Group incurred Rs. 102 lakhs (Previous year Rs. 198 lakhs) towards expenses relating to short-term leases and leases of low-value assets. Interest on lease liabilities is Rs. 409 lakhs (previous year 338 lakhs) for the year.

(ii) The title deeds of all the immovable properties (other than properties where the Group is the lessee and the lease agreements are duly executed in favour of the lessee), as disclosed in notes to the financial statements, are held in the name of the Group.

(iii) Valuation of Property, plant and equipment, intangible asset and investment property:
The Group has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

8 (a) Loans - Non-current

	As at March 31, 2023	As at March 31, 2022
Unsecured, considered good:		
Loans to employees	39	52
Unsecured, considered good:		
Loans to related parties		
Otis Global Services Centre Private Limited (refer note 44)	2,200	2,450
	2,239	**2,502**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Details of Loans to Related Parties and disclosure pursuant to Section 186 of the Companies Act, 2013 (refer note below) :

Particulars	As at March 31, 2023	Purpose	Rate of interest %	Repayable on or before
Otis Global Services Centre Private Limited (Maximum amount of loan outstanding during the year INR 2,450 Lakhs)	2,200	Project financing and working capital	7.25	31-Dec-26
	2,200			

Particulars	As at March 31, 2022	Purpose	Rate of interest %	Repayable on or before
"Otis Global Services Centre Private Limited (Maximum amount of loan outstanding during the year INR 2,450 Lakhs)"	2,450	Project financing and working capital	7.25	31-Dec-26
	2,450			

The Company has given unsecured loans to other group entity of Otis Worldwide Corporation. During the current year, Rs. 250 lakhs have been paid out of the loans outstanding as at March 31, 2022 (previous year nil). Subsequent to the current year, loan of Rs. 200 lakhs has been repaid out of loans outstanding as at March 31, 2023. No additional loans were given to related parties during the year (previous year nil).

8 (b) Loans - Current

	As at March 31, 2023	As at March 31, 2022
Unsecured, considered good:		
Loans to employees	57	55
	57	55

In line with the Circular no.04/2015, issued by MCA dated March 10, 2015, loans given to employees are not considered for the purpose of disclosure under Section 186(4) of the Companies Act, 2013.

9 Other financial assets (non current)

	As at March 31, 2023	As at March 31, 2022
Unsecured, considered good		
Security deposits	704	758
Long-term Deposits with bank with maturity period more than 12 months	11	18
Interest accrued on deposits, Loans and advances	1	1
Unsecured, considered doubtful		
Security deposits	70	70
Less: Provision for expected credit loss	(70)	(70)
	--	--
	716	**777**

10 Deferred tax assets (Net)

[Refer note 43D]

	As at March 31, 2023	As at March 31, 2022
Deferred tax assets		
Provision for expected credit loss	1,955	2,260
Provision for compensated absences and gratuity	1,323	1,341
Voluntary separation plan	214	-
Disallowances under Section 40(a) of the Income tax Act, 1961	98	98
Depreciation and amortisation	286	293
Provision for contingency	1,767	2,008
Provision for foreseeable losses on contracts	883	1,320
Mark to market adjustment on derivative contracts	39	33
Others	66	27
Deferred tax assets	**6,631**	**7,380**

11 Income tax assets - non-current (net)

	As at March 31, 2023	As at March 31, 2022
Advance income tax	13	15
Provision for tax	--	--
	13	**15**

12 Income tax assets (net)
[Refer Note 3 (l)]

	As at March 31, 2023	As at March 31, 2022
Advance income tax	48,224	47,886
Provision for tax	(43,387)	(44,018)
	4,837	**3,868**

13 Other non-current assets

	As at March 31, 2023	As at March 31, 2022
Unsecured, considered good		
Capital advances	576	9
Prepaid expenses	82	83
Balances with government authorities	5,799	6,333
Unsecured, considered doubtful		
Balances with Government Authorities	950	1,450
Less: Impairment loss allowance	(950)	(1,450)
	-	-
	6,457	**6,425**

14 Inventories (at lower of cost or net realisable value)

	As at March 31, 2023	As at March 31, 2022
Raw materials:		
Components and spares [including Components In-transit Rs. 7,899 lakhs (March 31, 2022: Rs. 6,294 lakhs)]	26,485	24,774
	26,485	24,774

During the year, the Group has written down inventories by Rs. 128 lakhs (Previous Year Rs. 21 lakhs) in respect of provision for slow moving and obsolete items. These are recognised as an expense during the year.

Details of Inventory

Following the industry pattern, the group considers an Elevator as produced when total components comprising complete elevators are dispatched from the shipping department. Accordingly, there is no closing stock of goods produced as of March 31, 2023 and March 31, 2022.

15(a) Trade receivables - non current

	As at March 31, 2023	As at March 31, 2022
Considered good - Unsecured	477	226
	477	226

15(b) Trade receivables - current

	As at March 31, 2023	As at March 31, 2022
Considered good - Unsecured *	45,544	41,855
Trade Receivables - credit impaired	6,151	6,919
	51,695	48,774
Less: Allowance for doubtful debts	(6,151)	(6,919)
	45,544	**41,855**

* This includes amount receivable from related parties Rs. 395 lakhs (March 31, 2022 : Rs. 516 lakhs) Refer note 44.

The Group's exposure to credit and currency risks, and loss allowances related to trade receivables are disclosed in Note 42.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

Aging of trade receivables: As at March 31, 2023

Particulars	Unbilled	Current but not due	Outstanding for following periods from due date of payment					Total
			Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables – considered good	1,649	2,112	36,067	3,867	2,045	268	-	46,008
Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
Undisputed Trade receivable – credit impaired	-	115	802	490	803	779	3,030	6,019
Disputed Trade receivables - considered good	-	-	-	4	9	-	-	13
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	4	1	3	12	112	132
Total	**1,649**	**2,227**	**36,873**	**4,362**	**2,860**	**1,059**	**3,142**	**52,172**

Aging of trade receivables: As at March 31, 2022

Particulars	Unbilled	Current but not due	Outstanding for following periods from due date of payment					Total
			Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables – considered good	3,286	2,883	30,346	2,577	2,364	594	-	42,050
Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
Undisputed Trade receivable – credit impaired	-	-	793	572	1,138	1,540	2,752	6,795
Disputed Trade receivables - considered good	-	-	4	5	11	11	-	31
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	-	1	6	58	59	124
Total	**3,286**	**2,883**	**31,143**	**3,155**	**3,519**	**2,203**	**2,811**	**49,000**

16 Cash and Cash equivalents

	As at March 31, 2023	As at March 31, 2022
Balances with banks		
-In Current accounts	8,032	10,646
-Deposits with original maturity of less than three months	45,664	42,867
Cheques on hand	251	25
	53,947	**53,538**

17 Bank balances other than above

	As at March 31, 2023	As at March 31, 2022
Earmarked balances:		
Unpaid dividend accounts *	401	416
Deposits with original maturity more than three months and less than twelve months	300	--
Deposit with banks [towards security deposit against sales tax and other matters]	365	358
	1,066	**774**

* The Holding Company can utilise this balance only towards settlement of unclaimed dividend.

18 Other financial assets - Current

	As at March 31, 2023	As at March 31, 2022
Other receivables *	1,600	919
Other receivables - Unsecured considered good		
Deposits	652	388
Interest accrued on fixed deposits	238	128
Advance to Employees	176	188
Derivative not designated as hedges- Foreign exchange forward contracts	14	71
Unsecured, considered doubtful		
Security deposits	550	568
Less: Impairment loss allowance	(550)	(568)
	2,680	**1,694**

* This includes amount receivable from related parties Rs. 1,219 lakhs (Previous Year Rs.763 lakhs). (Refer note 44).

(All amounts are in Rupees in Lakhs, unless otherwise stated)

19 Other current assets

	As at March 31, 2023	As at March 31, 2022
Prepaid expenses	585	546
Advance to employees	2	3
Advance to suppliers	588	327
Balances with Government Authorities	2,370	1,876
Less: Impairment loss allowance	(5)	(4)
	2,365	1,872
Contract Work-In-Progress (Refer Note 53)	66,007	1,07,016
Less: Aggregate amount of progress billings	(54,487)	(96,090)
	11,520	10,926
	15,060	**13,674**

20 Equity share capital

	As at March 31, 2023	As at March 31, 2022
Authorised		
15,000,000 (Previous Year 15,000,000) equity shares of Rs. 10 each	1,500	1,500
Issued, subscribed and paid-up		
11,808,222 (previous year : 11,808,222) equity shares of Rs. 10 each fully paid-up	1,181	1,181
	1,181	**1,181**

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

	As at March 31, 2023		As at March 31, 2022	
	Number of shares	Amount	Number of shares	Amount
Balance as at the beginning of the year	11,808,222	1,181	11,808,222	1,181
Additions/ deletions during the year	-	-	-	-
Balance as at the end of the year	**11,808,222**	**1,181**	**11,808,222**	**1,181**

(b) Rights, preferences and restrictions attached to shares

The Holding Company has one class of equity shares having a par value of Rs. 10 per equity share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the share holders in the ensuing Annual General Meeting, except in case of interim Dividend. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the Holding Company after distribution of all preferential amounts, in pro portion to their shareholding.

(c) Shares held by the holding company

	Relationship	As at March 31, 2023	As at March 31, 2022
11,599,819 equity shares (Previous Year: 11,599,819 equity shares) are held by Otis International Asia Pacific Pte. Ltd.	Holding Company	1,160	1,160
		1,160	1,160

(d) List of shareholders holding more than 5% shares as at the Balance Sheet date:

	As at March 31, 2023		As at March 31, 2022	
Name of the Shareholders	**Number of shares**	**% holding**	**Number of shares**	**% holding**
Otis International Asia Pacific Pte. Ltd.	11,599,819	98.24%	11,599,819	98.24%

(e) List of shares held by promoters as at the Balance Sheet date:

	As at March 31, 2023		
Name of the Shareholders	**Number of shares**	**% of total shares**	**% change during the year**
Otis International Asia Pacific Pte. Ltd.	11,599,819	98.24%	-

	As at March 31, 2022		
Name of the Shareholders	**Number of shares**	**% of total shares**	**% change during the year**
Otis International Asia Pacific Pte. Ltd.	11,599,819	98.24%	-

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

21 Other Equity

	As at March 31, 2023	As at March 31, 2022
Capital redemption reserve	73	73
General reserve	1,759	1,759
Retained earnings	15,674	18,063
ESOP reserve	3,213	2,694
	20,719	**22,589**
a. Capital redemption reserve		
Balance as at the beginning of the year	73	73
Balance as at the end of the year	**73**	**73**
b. General reserve		
Balance as at the beginning of the year	1,759	1,759
Balance as at the end of the year	**1,759**	**1,759**
c. Retained earnings		
Balance as at the beginning of the year	18,063	19,376
Add/(less): Profit for the year	15,471	14,642
Items of other comprehensive income recognised directly in retained earnings		
- Re-measurements of post employment benefit obligation (net of tax)	(180)	(17)
- Exchange differences of foreign operations (net of tax)	32	3
- Dividend (Refer note 47)	(17,712)	15,941
Balance as at the end of the year	**15,674**	**18,063**
d. Employees Share Option Plan (ESOP) reserve		
Balance as at the beginning of the year	2,694	2,388
Add: Additions during the year (Refer Note 52)	519	306
Balance as at the end of the year	3,213	2,694
	20,719	**22,589**

22 Lease Liabilities- Non-current

	As at March 31, 2023	As at March 31, 2022
Lease Liabilities	655	1,332
	655	**1,332**

23 Other non-current liabilities

	As at March 31, 2023	As at March 31, 2022
Advance service and maintenance billing	2,486	1,795
Deferred Revenue for Elevator Contracts towards Service and Maintenance	540	415
	3,026	**2,210**

24 Provisions - Non-Current

	As at March 31, 2023	As at March 31, 2022
Employee benefits (Refer note 33)		
Provision for gratuity	70	59
Other provisions		
Provision for contingency	7,020	7,979
	7,090	8,038

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Provision for contingency (Refer note 41 and 46) :

Provisions for contingencies represents estimates made for probable liabilities arising from pending matters pending with various tax authorities. These are reviewed on an yearly basis including obtaining legal opinions where necessary. Outflow with regards to the said matters depends on exhaustion of remedies available to the Company under the law, and hence the Company is not able to reasonably assess the timing of the outflow.

Provision for product upgradation (Refer note 29) :

Provision for product upgradation includes free product upgrade to be provided to the customers to enhance safety, quality and maintenance of elevators. The amount is determined based on the estimated cost of material and labour to be incurred on the affected units.

Provision for foreseeable losses on contracts (Refer note 29) :

Provision for foreseeable losses represents estimates made for foreseeable losses on contracts. Outflow with regard to the said matters depends on the stage of the Contract and lapse of time and hence, the Group is not able to reasonably ascertain the time of outflow.

(i) Movement in provisions

Particulars	Year ended March 31, 2023			Year ended March 31, 2022		
	Provision for product upgradation	Provision for contingency	Provision for foreseeable losses on contracts	Provision for product upgradation	Provision for contingency	Provision for foreseeable losses on contracts
Opening Balance	-	7,979	5,245	52	9,282	4,560
Provision recognised during the year	-	547	1,657	-	670	3,105
Provision utilised during the year	-	(481)	-	(8)	(662)	-
Provision reversals/written back during the year	-	(1,025)	(3,394)	(44)	(1,311)	(2,420)
Closing Balance	**-**	**7,020**	**3,508**	**-**	**7,979**	**5,245**

25 Lease Liabilities- Current

	As at March 31, 2023	As at March 31, 2022
Lease Liabilities (Refer note 38)	2,703	1,101
	2,703	1,101

26 Trade payables

	As at March 31, 2023	As at March 31, 2022
Trade payables to related parties (Refer note 44)	21,391	22,529
Trade Payables - Others		
- Total outstanding dues of micro enterprises and small enterprises (Refer Note 45)	3,307	2,550
- Total outstanding dues of other than micro enterprises and small enterprises	27,900	23,994
	52,598	49,073

The Group's exposure to currency and liquidity risks related to trade payables is disclosed in note 42.

Aging of trade payables: As at March 31, 2023

Particulars	Unbilled Provision	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	351	2,231	725	-	-	-	3,307
Total outstanding dues of creditors other than micro enterprises and small enterprises	12,568	8,529	23,609	3,105	995	485	49,291
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
	12,919	**10,760**	**24,334**	**3,105**	**995**	**485**	**52,598**

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Aging of trade payables: As at March 31, 2022

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	2,430	60	55	5	2,550
Total outstanding dues of creditors other than micro enterprises and small enterprises	7,369	15,202	22,240	1,092	63	557	46,523
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
	7,369	**15,202**	**24,670**	**1,152**	**118**	**562**	**49,073**

27 Other financial liabilities

	As at March 31, 2023	As at March 31, 2022
Capital creditors	150	162
Unpaid dividends *	401	416
Temporary overdraft with banks	2	3
Salaries, wages and bonus payable	3,110	3,047
Derivative not designated as hedges - foreign exchange forward contracts	167	203
	3,830	**3,831**

* During the previous year, the Holding Company had paid unpaid dividend for financial year 2013-14 to Investor Education and Protection Fund ("IEPF") within thirty days of such amounts becoming due to be credited to the IEPF as prescribed under Rule 5(1) of the Companies (Declaration and Payment of Dividend) Rules, 2014 as amended along with form No. IEPF-1 and was required to upload the shareholders details of the unclaimed dividend amount within seven days of the filing of the said IEPF-1. Due to technical glitches on the IEPF portal, the Holding Company was not able to upload the shareholders details within the stipulated period. As a result, the deposited amount was returned to the Holding Company on the seventh day of filing the IEPF-1. Therefore, the Holding Company had to re-file the form and could complete all the requisite formalities after the due date.

28 Other current liabilities

	As at March 31, 2023	As at March 31, 2022
Advances from customers	9,196	9,867
Advance service and maintenance billing	9,314	10,214
Statutory liabilities *	2,571	1,802
Employee benefits payable	47	-
Invoices raised in respect of incomplete contracts	227,080	157,791
Less: Adjusted against aggregated amount of cost incurred and recognised profits (less recognised losses)	175,256	115,644
	51,824	42,147
Deferred Revenue for elevator contracts for service and maintenance	2,088	1,772
	75,040	65,802
*Statutory liabilities includes below break up:		
Goods and Services Tax, Sales Tax and Service Tax	476	163
Tax deducted and tax collected at source	1679	1,238
Provident fund and family pension scheme	393	368
Employees state insurance	4	4
Others (Labour welfare fund and Profession tax)	19	29
	2,571	**1,802**

29 Provisions - Current

	As at March 31, 2023	As at March 31, 2022
Provision for foreseeable losses on contracts [Refer Note 24]	3,508	5,245
Employee benefits (Refer note 33):		
Provision for gratuity	363	681
Provision for compensated absences	4,896	4,676
Provision for provident fund	30	-
	8,797	**10,602**

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Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

30 Revenue from operations

	Year ended March 31, 2023	Year ended March 31, 2022
Contract revenue (Refer note 53) :		
Contracts for supply and installation of elevators, escalators and travolators	152,614	114,755
Income from modernization and repairs	21,944	16,281
Income from maintenance services	68,369	63,311
Other operating revenues :		
Sale of raw materials and components	39	37
Sale of scrap	534	344
	243,500	**194,728**

31 Other income

	Year ended March 31, 2023	Year ended March 31, 2022
Interest income:		
- Deposits with banks	1,903	1,405
- Income tax refund	79	1
- Loans to related parties (Refer note 44)	169	251
- Others	1	37
Provision for Contingency no longer required written back (net) (Refer note 24)	478	641
Provisions written back	218	449
Liabilities no longer required written back	48	189
Recoveries of expenses from related parties	1,162	1,160
Unwinding of interest on deposits / retention money / employee loans	144	64
Provision for product upgradation no longer required written back (net) (Refer note 24 and 29)	-	44
Bad debts recovery	-	23
Others	431	252
	4,633	**4,516**

32 Cost of materials consumed

Raw material: Components and spares

	Year ended March 31, 2023	Year ended March 31, 2022
Opening stock	24,774	15,867
Add : Purchases during the year	131,941	108,776
Less: Closing stock	26,485	24,774
	130,230	**99,869**

33 Employee benefit expenses

	Year ended March 31, 2023	Year ended March 31, 2022
Salaries, wages, allowances, bonus and benefits*	39,833	35,120
Contribution to Provident and other funds	1,887	1,712
Contribution to Superannuation Scheme	200	195
Contribution to Gratuity Fund (refer note below)	809	837
Contribution to Employees' State Insurance and Employees' Deposit Linked Insurance Scheme	27	36
Share-based payment to employees (Refer Note 52)	519	306
Workmen and staff welfare expenses	1,269	972
	44,544	39,178

*Include Voluntary separation plan cost for Rs. 1,065 Lakh (Previous year NIL) (Refer Note 2(j) (iv))

I Defined Contribution Plans

i) Superannuation Fund

	Year ended March 31, 2023	Year ended March 31, 2022
Amount recognised in the Consolidated Statement of Profit and Loss		
Employers' Contribution to Superannuation	200	195
	200	195

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ii) Provident Fund

The Group has an obligation to fund any shortfall on the yield of the trust's investments over the administered interest rates on an annual basis. These administered rates are determined annually predominantly considering the social rather than economic factors and in most cases the actual return earned by The group has been higher in the past years. The actuary has provided a valuation for provident fund liabilities on the basis of guidance issued by Actuarial Society of India and based on the following assumptions there is below shortfall as at March 31, 2023.

The details of fund and plan asset position are given below:

Particulars	Funded Plan	
	As at March 31, 2023	As at March 31, 2022
Plan assets at period end, at fair value	46,543	44,342
Present value of benefit obligation at year end	(46,573)	(44,342)
Asset recognized in balance sheet	(30)	--

The plan assets have been primarily invested in government securities.

Assumptions used in determining the present value obligation of the interest rate guarantee under the Deterministic Approach:

Particulars	Funded Plan	
	As at March 31, 2023	As at March 31, 2022
Government of India (GOI) bond yield	7.47%	6.98%
Remaining term to maturity of portfolio	7 years	6 years
Expected guaranteed interest rate - Current year :	8.15%	8.10%
- Thereafter :	8.10%	8.10%

The Group contributed Rs. 1,887 lakhs and Rs. 1,712 lakhs to the provident fund during the years ended March 31, 2023 and March 31, 2022, respectively and the same has been recognised in the Consolidated Statement of Profit and Loss under the head Employees Benefit Expenses.

II Defined Benefit Plans

Gratuity

A) The amounts recognised in the balance sheet and the movements in the net defined benefit obligation over the year are as follows:

Particulars	Funded Plan			Unfunded Plan
	Present Value of Obligation	Fair Value of Plan Assets	Net defined benefit (asset) liability	Present Value of Obligation
Balance as on March 31, 2022	12,410	11,735	675	65
Interest cost	866	819	47	5
Current service cost	750	-	750	7
Total amount recognised in profit or loss	1,616	819	797	12
Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	-	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	-	-	-	2
Actuarial (Gains)/Losses on Obligations - Due to Experience	85	-	85	-
Actuarial Gain / (Loss) on plan assets	-	(153)	153	2
Total amount recognised in other comprehensive income	85	(153)	238	-
Contributions by employer	(770)	585	(1,355)	(1)
Benefit Paid	(629)	(629)	-	
Balance as on March 31, 2023	**12,712**	**12,357**	**355**	**78**

Particulars	Funded Plan			Unfunded Plan
	Present Value of Obligation	Fair Value of Plan Assets	Net defined benefit (asset) liability	Present Value of Obligation
Balance as on March 31, 2021	11,994	10,953	1,041	57
Interest cost	771	702	69	4
Current service cost	757	-	757	7
Total amount recognised in profit or loss	1,528	702	826	11
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	7	-	7	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	(416)	-	(416)	(2)
Actuarial (Gains)/Losses on Obligations - Due to Experience	105	-	105	-
Actuarial Gain / (Loss) on plan assets	-	(330)	330	
Total amount recognised in other comprehensive income	(304)	(330)	26	(2)
Contributions by employer	-	1,218	(1,218)	-
Benefit Paid	(808)	(808)	-	(1)
Balance as on March 31, 2022	**12,410**	**11,735**	**675**	**65**

(All amounts are in Rupees in Lakhs, unless otherwise stated)

B) The net liability disclosed above relates to funded and unfunded plans as below:

Particulars	Funded Plan		Unfunded Plan	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
Present Value of funded obligation as at the year end	(12,712)	(12,410)	(78)	(65)
Fair Value of Plan Assets as at the year end	12,357	11,735	-	-
Funded Status	(355)	(675)	(78)	(65)
Present Value of unfunded Obligation as at the year end	-	-		
Net Liability recognised in Balance Sheet	**(355)**	**(675)**	**(78)**	**(65)**

C) Amount recognised in the Balance Sheet

Particulars	Funded Plan		Unfunded Plan	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
Present Value of Obligation at the end of the year	(12,712)	(12,410)	(78)	(65)
Fair value of plan assets at the end of the year	12,357	11,735	-	-
Net (Liability) recognised in the Balance Sheet	**(355)**	**(675)**	**(78)**	**(65)**

D) Actuarial assumptions

Valuation in respect of Gratuity has been carried out by an independent actuary, as at the Balance Sheet date, based on the following assumptions:

	Funded Plan		Unfunded Plan	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
Discount rate (per annum)	7.47%	6.98%	7.18%	7.14%
Rate of increase in Salary	7.47%	9.00%	8.00%	8.00%
Rate of Return on Plan Assets	9.50%	6.98%	-	-
Rate of Employee Turnover	5.50%	5.50%	10%	10%
Expected Future Service (in year's)	11	10	7.3	7.3
Mortality Rate During Employment	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2012-14 (Ultimate)	Indian Assured Lives Mortality 2012-14 (Ultimate)

- The discount rates reflects the prevailing market yields of Indian Government securities as at the Balance Sheet date for the estimated term of the obligation.

- The estimates of future salary increases considered in actuarial valuation take into account inflation, seniority, promotion and other relevant factors such as supply and demand and the employment market.

E) Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

Funded Plan

Impact on defined benefit obligation of Gratuity (Amounts)

	As at March 31, 2023		As at March 31, 2022	
	Increase in rate	Decrease in rate	Increase in rate	Decrease in rate
Discount Rate (0.5 % movement)	(372)	399	(360)	385
Compensation levels (0.5 % movement)	389	(367)	376	(355)
Employee turnover (0.5 % movement)	(55)	58	(52)	55

Unfunded Plan

Impact on defined benefit obligation of Gratuity (Amounts)

	As at March 31, 2023		As at March 31, 2022	
	Increase in rate	Decrease in rate	Increase in rate	Decrease in rate
Discount rate (1% movement)	(73)	82	(61)	70
Compensation levels (1% movement)	(73)	82	61	(70)
Employee turnover (-/+50%)	(76)	80	(64)	68

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(All amounts are in Rupees in Lakhs, unless otherwise stated)

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligations as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the consolidated balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change as compared to the previous year.

F) The major categories of plan assets for gratuity are as follows:

Particulars	Funded Plan			
	As at March 31, 2023		As at March 31, 2022	
	Amount	%	Amount	%
Investment Funds:				
Insurance managed funds	12,357	100	11,735	100
Total	**12,357**	**100**	**11,735**	**100**

G) Recognised under:

	As at March 31, 2023	As at March 31, 2022
Provisions - Non-Current [Refer Note 24]	70	59
Provisions - Current [Refer Note 29]	363	681

H) Particulars

	As at March 31, 2023	As at March 31, 2022
Expected gratuity contribution for the next year	1,142	1,226

I) Defined benefit liability and employer contributions

The weighted average duration of the defined benefit obligation is 8 years (March 31, 2022 – 7 years). The expected maturity analysis of undiscounted gratuity is as follows:

Particulars	Funded Plan			
	Less than a year	Between 2 - 5 years	Over 5 years	Total
March 31, 2023 Defined benefit obligation (gratuity)	2,283	5,242	16,054	23,579
March 31, 2022 Defined benefit obligation (gratuity)	1,865	5,505	14,278	21,648

Particulars	Unfunded Plan			
	Less than a year	Between 2 - 5 years	Over 5 years	Total
March 31, 2023 Defined benefit obligation (gratuity)	8	40	32	80
March 31, 2022 Defined benefit obligation (gratuity)	6	30	32	68

J) Risk exposure

Through its defined benefit plans, The group is exposed to a number of risks, the most significant of which are detailed below:

Asset Volatility

The plan liabilities are calculated using a discount rate set with reference to market yield of Government securities as at the Balance Sheet date; if plan asset underperform this yield, this will create a deficit. Most of the plan asset investments is in fixed income securities with high grade and in Government of India securities, Group Gratuity Scheme of Life Insurance Corporation of India, Public Sector Undertaking Bonds, Special Deposit Scheme and Other Securities. These are subject to interest rate risk and the funds manages interest rate risk. The group has a risk management strategy where the aggregate amount of risk exposure on a portfolio level is maintained at a fixed range. Any deviations from the range are corrected by rebalancing the portfolio. The management intends to maintain the above investment mix in the continuing years.

Changes in yields

A decrease in yields of plan assets will increase plan liabilities, although this will be partially offset by an increase in the value of the plans' holdings.

III) The liability for compensated absences as at year end is Rs. 4,896 lakhs (March 31, 2022 - Rs. 4,676 lakhs). (Refer note 29).

(All amounts are in Rupees in Lakhs, unless otherwise stated)

34 Finance costs

	Year ended March 31, 2023	Year ended March 31, 2022
Interest on Micro and Small Enterprises (Refer note 45)	107	71
Interest on Lease Liability	409	338
Unwinding of interest on deposits / retention money / employee loans	142	-
	658	409

35 Depreciation and amortisation expense

	Year ended March 31, 2023	Year ended March 31, 2022
Depreciation of Property, Plant and Equipment (Owned Assets)	918	1,256
Depreciation of Right of use assets	1,479	1,371
Amortisation of Intangible assets	368	327
	2,765	2,954

36 Operating and other expenses

	Year ended March 31, 2023	Year ended March 31, 2022
Consumption of stores and consumables	1,885	1,229
Packing and forwarding charges	7,842	5,251
Repairs and maintenance:		
- Buildings	385	296
- Plant and machinery	189	172
- Vehicles	20	20
- Others	1,101	831
Rent	102	198
Rates and taxes	226	350
Insurance	1,174	1,070
Power and fuel	470	370
Expenses on contracts for installation/ service	9,186	7,322
Advertising, publicity and sales promotion	393	167
Commission	1,535	1,403
Commission to Non-Executive Directors	20	20
Royalties (Refer note 44)	8,697	6,535
Communication costs	1,191	803
Travelling and conveyance	2,062	1,509
Security Charges	-	-
Printing and stationery	195	148
Legal and professional charges [Refer note (i) below]	2,901	2,558
Donations	-	-
Housekeeping expenses	4	3
Provision for Loss on contracts	-	-
System and software maintenance expenses (Refer note 44)	2,916	2,499
Management fees (Refer note 44)	3,604	2,178
Bad trade receivables and other financial assets written off	1,010	1,154
Less: Withdrawn from provision for expected credit loss	(651)	(839)
	359	315
Bad non-financial assets written off	834	-
Less: Withdrawn from provision for expected credit loss	(644)	-
	190	-
Provision for expected credit loss and other financial assets	230	-
Provision for other current assets	79	-
Directors' fees	10	6
" Expenditure towards Corporate Social Responsibility activities [Refer Note (ii) below] "	421	476
Loss on sale / disposal of property, plant and equipment (net)	17	9
Loss on fluctuation in foreign exchange (net)	1,008	874
Miscellaneous expenses	248	362
	48,660	36,974

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Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
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(i) Legal and professional charges includes auditors' remuneration (net of taxes, where applicable):

For statutory audit	57	57
For tax audit	7	7
For other services	2	1
Reimbursement of expenses	5	1
	71	66

(ii) Corporate Social Responsibility Expenses :

(a) Gross amount required to be spent by the group during the year was Rs. 421 lakhs (Previous Year Rs. 476 Lakhs).

(b) Amount spent during the year on:

Particulars	Paid during the year	Yet to be paid	Total
(i) Construction/acquisition of any asset	-	-	-
(ii) On purposes other than (i) above*	Rs. 207 lakhs (Previous Year Rs. 476 lakhs)	Rs. 214 (Previous Year Nil)	Rs. 421 lakhs (Previous Year Rs. 476 lakhs)

* The areas for CSR activities are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, destitute care and rehabilitation, environment sustainability, disaster relief and rural development projects.

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
(i) The amount of shortfall at the end of the year out of the amount required to be spent by the Company during the year;	214 lakhs	NIL
(ii) The total of previous years' shortfall amounts;	NIL	NIL
(iii) Unspent amount pertaining to ongoing projects have been transferred to separate CSR Unspent Bank A/c on April 15, 2023 (Previous year not applicable).		

37 Earnings per share

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Profit attributable to the owners of the Company	15,471	14,642
"Weighted Average number of Equity Shares of Rs. 10 each during the year "	1,18,08,222	1,18,08,222
Earnings Per Share (Basic and Diluted)	131.02	124.00
Nominal Value of an Equity Share	10	10

The Holding Company does not have any outstanding potential equity shares. Consequently, the basic and the diluted earnings per share remain the same.

38 Leases: Maturity Profile

Particulars	Less than 1 year	Between 1 and 5 years	Over 5 years
March 31, 2023			
Repayment of lease liabilities	2,703	2,378	19
Interest on lease liabilities	257	277	2
Total cash outflow on leases	2,960	2,655	21

Particulars	Less than 1 year	Between 1 and 5 years	Over 5 years
March 31, 2022			
Repayment of lease liabilities	1,101	1,787	45
Interest on lease liabilities	212	282	5
Total cash outflow on leases	1,313	2,069	50

Weighted Average effective interest rate is 8% to 9.4% p.a.

39 Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Group. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director of the Holding Company. The Group has identified the following segments i.e. (i) Contract for supply and installation of elevators, escalators and travolators and (ii) services for maintenance, repairs and modernisation of elevators and escalators as reporting segments based on the information reviewed by CODM.

The above business segments have been identified considering:

a) the nature of products and services

b) the differing risks and returns

c) the internal organisation and management structure, and

d) the internal financial reporting systems.

The segment information presented is in accordance with the accounting policies adopted for preparing the consolidated financial statements of the Group.

Particulars	2022-23			2021-22		
	New Equipment Installation	Service	Total	New Equipment Installation	Service	Total
Revenue						
Segment revenue	152,537	90,963	243,500	115,044	79,684	194,728
Inter-segment revenue	-	-	-	-	-	-
External revenue	152,537	90,963	243,500	115,044	79,684	194,728
Other income	348	205	553	1,979	176	2,155
Expenses						
Identifiable operating expenses	109,292	20,938	130,230	83,990	15,696	99,686
Allocated expenses	51,135	44,192	95,327	40,193	39,252	79,445
Segment result	(7,542)	26,038	18,496	(7,160)	24,912	17,752
Unallocable Income /(Expenses)						
Other income	-	-	4,080	-	-	2,361
Other expenses	-	-	(1,300)	-	-	(253)
Profit before taxation			21,276			19,860
Depreciation						
Segment depreciation	1,944	821	2,765	1,952	1,002	2,954
Total Depreciation			2,765			2,954
Non Cash Expenses /(income) other than Depreciation						
Segment Non Cash Expenditure	(163)	378	215	(540)	307	(233)
Unallocable Non Cash Expenditure	-	-	420	-	-	159
Total Non Cash Expenditure other than Depreciation			635			(74)

Information about major customers

There is no single customer which contributes more than 10% of the Group's total revenues.

Geographical Information

The Group is domiciled in India. The amount of its revenue from external customers broken down by location of the customers is disclosed in Note 53 (a)

Non-current assets other than financial instruments and deferred tax assets (broken down by location of the assets) are situated entirely in India amounting to Rs. 15,900 lakhs as at 31 March 2023 and Rs. 14,642 lakhs as at 31 March 2022.

40 Research and development expenses

The Cost of Material Consumed, Employee Benefits Expense, Depreciation and Other Expenses shown in the Statement of Profit and Loss include Rs. 2,687 lakhs (Previous Year Rs. 2,530 lakhs) in respect of the research activities undertaken during the year.

41 In the current year, Maharastra Government has announced a "Amnesty Scheme, 2022" in order to complete the pre-GST legacy matters, the Company had utilized provision of Rs. 400 lakhs in principal liability and Rs 81 lakhs in interest as part of provision for contingency , against various disputed liabilities since the Company had settled these liabilities.

42 Financial instruments – Fair values and risk management

A. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

– Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

– Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

– Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

March 31, 2023	**Carrying amount / Fair value**				
	Note No.	**FVTPL**	**FVTOCI**	**Amortised Cost**	**Total**
Financial assets					
(i) Trade receivables	15(a) & 15(b)	-	-	46,021	46,021
(ii) Cash and cash equivalents	16	-	-	53,947	53,947
(iii) Bank balances other than (ii) above	17	-	-	1,066	1,066
(iv) Loans	8(a) & 8(b)	-	-	2,296	2,296
(v) Other financial assets	9 & 18	-	-	3,382	3,382
(vi) Derivatives not designated as hedges-Foreign exchange forward contracts	18	14	-	-	14
		14	**-**	**106,712**	**106,726**
Financial liabilities					
(i) Lease liabilities	22 & 25	-	-	3,358	3,358
(ii) Trade payables	26	-	-	52,598	52,598
(iii) Other financial liabilities	27	-	-	3,663	3,663
(iv) Derivatives not designated as hedges - foreign exchange forward contracts	27	167	-	-	167
		167	**-**	**59,619**	**59,786**

March 31, 2022	**Carrying amount / Fair value**				
	Note No.	**FVTPL**	**FVTOCI**	**Amortised Cost**	**Total**
Financial assets					
(i) Trade receivables	15(a) & 15(b)	-	-	42,081	42,081
(ii) Cash and cash equivalents	16	-	-	53,538	53,538
(iii) Bank balances other than (ii) above	17	-	-	774	774
(iv) Loans	8(a) & 8(b)	-	-	2,557	2,557
(v) Other financial assets	9 & 18	-	-	2,400	2,400
(vi) Derivatives not designated as hedges-Foreign exchange forward contracts	18	71	-	-	71
		71	**-**	**101,350**	**101,421**
Financial liabilities					
(i) Lease liabilities	22 & 25	-	-	2,433	2,433
(ii) Trade payables	26	-	-	49,073	49,073
(iii) Other financial liabilities	27	-	-	3,628	3,628
(iv) Derivatives not designated as hedges - foreign exchange forward contracts	27	203	-	-	203
		203	**-**	**55,134**	**55,337**

(All amounts are in Rupees in Lakhs, unless otherwise stated)

B. Measurement of fair values

i) Valuation processes

The finance department of the Group includes a team that carries out the valuations of financial assets and liabilities required for financial reporting purposes.

ii) Fair value hierarchy

No financial instruments are recognised and measured at fair value, except derivative contracts which are measured at fair value through profit and loss. These derivative contracts are over-the-counter short term foreign exchange forwards that are not traded in an active market. Their fair valuation is determined using valuation techniques that maximise the use of observable market data and rely as little as possible on entity-specific estimates and quotes received from the banks. Since all significant inputs required to fair value these derivative contracts are observable, the instruments are classified as level 2.

For all the financial assets and liabilities referred above that are measured at amortised cost, their carrying amounts are reasonable approximations of their fair values. The carrying amounts of loans, contract work in progress, trade receivables, trade payables, cash and cash equivalents, other bank balances, short term borrowings, other financial assets and other financial liabilities are considered to be the same as their fair values due to their short term nature.

C Financial risk management

Risk management framework

The Group's business activities expose it to a variety of financial risks, namely credit risk, liquidity risk and market risks. The Group's senior management and key management personnel have the ultimate responsibility for managing these risks. The Group has mechanism to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

I) Management of the credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit-worthiness of customers to which the Group grants credit terms in the normal course of business.

Trade and other receivables

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. Concentrations of credit risk with respect to trade receivables are limited, due to the Group's customer base being large. All trade receivables are reviewed and assessed for default on a regular basis. The historical experience of collecting receivables, supported by the level of default, is that credit risk is low.

Exposures to customers outstanding at the end of each reporting period are reviewed by the Group to determine incurred and expected credit losses. The Group assesses and manages credit risk based on the Group's credit policy. Under the Group credit policy each new customer is analysed individually for credit worthiness before the Group's standard payment and delivery terms and conditions are offered. The Group assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. For trade receivables, the Group applies the simplified approach permitted by Ind AS 109 Financial Instrument, which requires expected lifetime losses to be recognised from initial recognition of the receivables. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit losses, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Group's historical experience and informed credit assessment and including forward looking information.

The Group's accounts receivable are geographically dispersed. The Management do not believe there are any particular customer or Group of customers that would subject the Group to any significant credit risks in the collection of accounts receivable.

Following is the movement in Provision for Expected Credit Loss on Trade Receivables:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Loss allowance at the beginning of the year	6,919	8,302
Changes in allowance written back during the year	(768)	(1,383)
Loss allowance as at the end of the year	**6,151**	**6,919**

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Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
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Set out below is the information about the credit risk exposure on the Group's trade receivables and contract assets using a provision matrix.

Ageing	As at March 31, 2023	
	Expected credit loss	Average %
Not due	115	5.16%
0-180 days	806	2.19%
180-360 days	491	11.26%
360-540 days	522	26.45%
540-720 days	284	45.65%
720-900 days	492	69.12%
900-1080 days	299	100.00%
More than 1080 days	3,142	100.00%
Total	**6,151**	

Ageing	As at March 31, 2022	
	Expected credit loss	Average %
Not due	-	0.00%
0-180 days	793	2.52%
180-360 days	573	18.16%
360-540 days	623	22.62%
540-720 days	521	42.93%
720-900 days	672	64.10%
900-1080 days	926	100.00%
More than 1080 days	2,811	100.00%
Total	**6,919**	

Cash and cash equivalents

The Group is also exposed to credit risks arising on cash and cash equivalents and term deposits with banks. The Group believes that its credit risk in respect to cash and cash equivalents and term deposits is insignificant as funds are invested in term deposits at pre -determined interest rates for specified period of time. For cash and cash equivalents only high rated banks are accepted.

Derivatives

The Group may be exposed to losses in the future if the counterparties to derivative contracts fail to perform. The Group is satisfied that the risk of such non-performance is remote due to its monitoring of credit exposures. Additionally, the Group enters into master netting agreements with contractual provisions that allow for netting of counterparty positions in case of default.

Other financial assets:

The Group periodically monitors the recoverability and credit risks of its other financials assets including employee loans, deposits and other receivables. The Group evaluates 12 month expected credit losses for all the financial assets for which credit risk has not increased. In case credit risk has increased significantly, the Group considers life time expected credit losses for the purpose of impairment provisioning.

Following is the movement in Provision for expected credit loss on other financial assets:

Security deposits	Year ended March 31, 2023	Year ended March 31, 2022
Loss allowance at the beginning of the year	638	676
"Changes in allowance during the year (Refer Notes - 9 and 18)"	(18)	(38)
Loss allowance as at the end of the year	**620**	**638**

ii. Liquidity risk

Liquidity risk is the risk that the Group will face in meeting its obligations associated with its financial liabilities. The Group's approach to managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses.

The Group maintained a cautious funding strategy, with a positive cash balance throughout the years. This was the result of cash generated from the business. Cash flow from operating activities provides the funds to service the working capital requirement. Accordingly, low liquidity risk is perceived."

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

Particulars	Contractual undiscounted cash flows				
	Carrying amount	Total	Less than 1 year	1- 5 years	More than 5 years
As at March 31, 2023					
Non-derivative financial liabilities					
Lease liabilities (Non-current and current)	3,358	5,100	2,703	2,378	19
Trade payables	52,598	52,598	52,598	-	-
Other financial liabilities	3,663	3,663	3,663	-	-
Derivative Financial Liabilities					
Foreign exchange forward contracts	167	167	167	-	-
As at March 31, 2022					
Non-derivative financial liabilities					
Lease liabilities (Non-current and current)	2,433	2,933	1,101	1,787	45
Trade payables	49,073	49,073	49,073	-	-
Other financial liabilities	3,628	3,628	3,628	-	-
Derivative Financial Liabilities					
Foreign exchange forward contracts	203	203	203	-	-

iii. Market risk

The Group's size and operations result in it being exposed to foreign currency risk. The foreign currency risk may affect the Group's income and expenses, or its financial position and cash flows. The objective of the Group's management of foreign currency risk is to maintain this risk within acceptable parameters, while optimising returns. The Group manages currency exposures within prescribed limits, through use of forward exchange contracts. Foreign exchange transactions are fully covered with strict limits placed on the amount of uncovered exposure, if any, at any point in time. The Group's exposure to, and management of this risks is explained below:

The details of forward contracts outstanding as at the balance sheet date are as follows:

Particulars	March 31, 2023		March 31, 2022	
	Foreign currency	Amount	Foreign currency	Amount
Import contracts				
EURO	44	3,928	32	2,786
JPY	83	54	172	114
USD	5	452	30	2,296
CHF	1	50	1	43
CNH	637	7,895	1,043	12,576
SGD	1	1	-	-
		12,380		**17,815**
Export contracts				
USD	6	529	10	748
		529		**748**

The Group's exposure to foreign currency risk at the end of the reporting period expressed Rupees in lakhs, are as follows:

Particulars	March 31, 2023		March 31, 2022	
	Foreign currency	**Amount**	**Foreign currency**	**Amount**
Receivables				
USD	27	2,241	32	2,401
EUR	5	462	-	-
BDT	244	186	-	-
Payables				
USD	54	4,461	51	3,847
EURO	4	301	-	-
HKD	14	162	23	220
CNH	410	4,636	229	2,597

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Sensitivity analysis

A 10% strengthening / weakening of the respective foreign currencies with respect to functional currency of Group would result in increase or decrease in profit or loss and equity as shown in table below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases. The following analysis has been worked out based on the exposures as of the date of statements of financial position.

	Profit or loss	
	March 31, 2023	**March 31, 2022**
Currencies		
USD	(222)	(145)
EURO	16	-
HKD	(16)	(22)
JPY	-	-
CNH	(464)	(260)
BDT	19	-
	(667)	**(427)**

43 INCOME TAX EXPENSE

A Amounts recognised in Statement of Profit and Loss

	Year ended March 31, 2023	Year ended March 31, 2022
Income tax expense		
Current tax		
Current tax on profits for the year	4,900	4,926
Adjustments for current tax of prior periods	107	(74)
Total current tax expense	**5,007**	**4,852**
Deferred tax		
Decrease in deferred tax assets	798	366
Total deferred tax expense/(benefit)	798	366
Income tax expense	**5,805**	**5,218**

B Amounts recognised in other comprehensive income

	For the Year ended March 31, 2023		
	Before tax	Tax expense / (benefit)	Net of tax
Remeasurements of defined benefit liability / (asset)	(240)	60	(180)
Exchange differences in translating foreign operations	43	(11)	32
	(197)	49	(148)

	For the Year ended March 31, 2022		
	Before tax	Tax expense / (benefit)	Net of tax
Remeasurements of defined benefit liability / (asset)	(24)	7	(17)
Exchange differences in translating foreign operations	4	(1)	3
	(20)	**6**	**(14)**

C Reconciliation of effective tax rate

	Year ended March 31, 2023	Year ended March 31, 2022
Profit before tax	**21,276**	**19,860**
Tax using the domestic tax rate (Current year 25.168% and Previous Year 25.168%)	5,355	4,998
Add Tax Effect on amounts which are not deductible (taxable) in calculating taxable income:		
Adjustments for current tax of prior periods	107	(74)
Effect of non-deductible expenses	262	197
Tax losses for which no deferred income tax was recognised	49	46
Foreseeable losses on contracts	9	22
Others	23	29
	5,805	**5,218**

(All amounts are in Rupees in Lakhs, unless otherwise stated)

D Movement in deferred tax balances

Deferred Tax Assets/ (Liabilities)	Net balance April 1, 2022	Year ended March 31, 2023		March 31, 2023		
		Recognised in profit or loss	Recognised in OCI / Retained earnings	Net	Deferred tax asset	Deferred tax liability
Provision for expected credit loss	2,260	(305)	-	1,955	1,955	-
Provision for Compensated Absences and Gratuity	1,341	(18)	-	1,323	1,323	-
Provision for Product Upgradation	-	214	-	214	214	-
Disallowances under Section 40(a) of the Income Tax Act, 1961	98	-	-	98	98	-
Depreciation and amortisation	293	(7)	-	286	286	-
Provision for Contingency	2,008	(241)	-	1,767	1,767	-
Remeasurments of define benefit obligation	-	(60)	60	-	-	-
Exchange differences in translating foreign operations	-	11	(11)	-	-	-
Provision for foreseeable losses on contracts	1,320	(437)	-	883	883	-
Mark to Market adjustment on derivative contracts gains	33	6	-	39	39	-
Others	27	39	-	66	66	-
Deferred Tax Assets	**7,380**	**(798)**	**49**	**6,631**	**6,631**	**-**

D Movement in deferred tax balances

Deferred Tax Assets/ (Liabilities)	Net balance April 1, 2021	Year ended March 31, 2022		March 31, 2022		
		Recognised in profit or loss	Recognised in OCI / Retained earnings	Net	Deferred tax asset	Deferred tax liability
Provision for expected credit loss	2,586	(326)	-	2,260	2,260	-
Provision for Compensated Absences and Gratuity	1,358	(17)	-	1,341	1,341	-
Provision for Product Upgradation	13	(13)	-	-	-	-
Disallowances under Section 40(a) of the Income Tax Act, 1961	99	(1)	-	98	98	-
Depreciation and amortisation	181	112	-	293	293	-
Provision for Contingency	2,336	(328)	-	2,008	2,008	-
Remeasurments of define benefit obligation	-	(7)	7	-	-	-
Exchange differences in translating foreign operations	-	1	(1)	-	-	
Provision for foreseeable losses on contracts	1,134	186	-	1,320	1,320	-
Mark to Market adjustment on derivative contracts gains	33	-	-	33	33	-
Others	-	27	-	27	27	-
Deferred Tax Assets	**7,740**	**(366)**	**6**	**7,380**	**7,380**	**-**
Depreciation	-	-	-	-	-	-

Deferred tax assets and deferred tax liabilities have been offset because they related to the same governing taxation laws.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

E. Unused tax losses for which no deferred tax asset has been recognised.

	As at March 31, 2023			As at March 31, 2022		
Financial Year	**Unused tax Losses**	**Potential tax benefit**	**Year of Expiry**	**Unused tax Losses**	**Potential tax benefit**	**Year of Expiry**
2013-14	-	-	2023	35	10	2023
2014-15	14	4	2024	14	4	2024
2015-16	59	16	2025	59	16	2025
2016-17	185	52	2026	185	52	2026
2017-18	38	10	2027	38	11	2027
2018-19	146	41	2028	146	41	2028
2019-20	113	31	2029	113	31	2029
2020-21	122	34	2030	104	34	2030
2021-22	165	46	2031	165	46	2031
2022-23	157	43	2032	-	-	

F. Unrecognised deferred tax asset of Subsidiary

	As at March 31, 2023	As at March 31, 2022
Deferred tax assets		
Depreciation/ amortisation (Including Ind AS 116)	29	11
Provision for compensated absences	7	6
Provision for gratuity	21	18
Provision for doubtful debts	8	6
Provision for doubtful advances	2	2
Carried Forward Losses	277	244
Deferred Tax Assets (Net)	**344**	**287**

44 Related Party Disclosures

A Relationships:

(I) Where Control Exists on the Company

Otis Worldwide Corporation, U.S.A.	Ultimate Holding Company
Otis International Asia Pacific Pte. Ltd., Singapore	Parent Company

(II) Parties Under Common Control with whom transactions have taken place during the year.

Aitken Spence Elevators (Pvt) Ltd., Sri Lanka
Buga Otis Asansor Sanayi ve Ticaret A.S., Turkey
Elevadores Otis Ltda, Brazil
Express Elevator Co. Ltd., China
Guangzhou Otis Elevator Company Ltd, China
Jsc Mos Otis ,Russia
Nippon Otis Elevator Company, Japan
Otis A.S., Czech Republic
Otis Electric Elevator Co., Ltd., China
Otis Elevator (China) Co., China
Otis Elevator Co Pty Ltd, Australia
Otis Elevator Company (M) SDN BHD, Malasiya
Otis Elevator Company (S) Pte. Ltd., Singapore
Otis Elevator Company Colombia S.A..S, Colombia

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Otis Elevator Company Ltd, Thailand
Otis Elevator Company Saudi Arabia Ltd, Saudi Arabia
Otis Elevator Company, New Jersey, United States
Otis Elevator Company, South Carolina
Otis Elevator Manufacturing Co Ltd, China
Otis Elevator Traction Machine (China) Co. Ltd., China
Otis Elevator Vietnam Company Limited, Vietnam
Otis Elevator, Korea
Otis Elevators International Inc., Hong Kong
Otis Global Services Centre Private Limited, India
Otis GMBH & Co. OHG, Germany
Otis Limited, United Kingdom
Otis LLC, U.A.E
Otis Mauritius, Mauritius
Otis Mobility S.A., Spain
(Previously Known as Zardoya Otis S.A., Spain)
Otis Science and Technology Development Shanghai, China
OTIS SCS, France
P.T.Citas Otis Elevator, Indonesia
Seral Otis Industria Metalurgica Ltda, Chile
U.T. Building & Industrial Systems W.L.L., Qatar
Zayani Otis Elevator Co W.L.L., Bahrain

(III) Key Managerial Personnel

Sebi Joseph	Managing Director
Puthan Naduvakkat Suma	Director
Bharat Nayak	Director
Manisha Asopa (w.e.f. November 23, 2022)	Non-executive Director
Priya Shankar Dasgupta	Independent Director
Anil Vaish	Independent Director

(IV) Transaction with Post Employment benefit entities

Otis Elevator Company (India) Limited Employees' Gratuity Fund
Otis Elevator Company (India) Limited Staff Provident Fund

B Transactions:

(i) Transactions with parties referred to in (III) above

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Short term employee benefits:		
- Salaries and other employee benefits	1,164	1,011
Post employment benefits - gratuity	44	46
Current employee benefits- Compensated absences	35	34
Employee share-based payment #	180	489
Commission and sitting fee to independent directors	30	26
Total	**1,453**	**1,606**

In addition to the above, 2,631 units stock options (Previous Year 9,054 Units stock options) of Otis Worldwide Corporation, the Ultimate Holding Company, were exercised during the year.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

(ii) The following are the details of transactions and balances with related parties:

Particulars	Category	For the year ended March 31, 2023	For the year ended March 31, 2022
Purchase of goods and materials			
Otis Elevator (China) Co., China	II	857	2,666
Express Elevator Co. Ltd., China	II	1,483	12,857
Otis Electric Elevator Co., Ltd., China	II	1,595	440
Otis Mobility S.A., Spain	II	3,221	2,825
Otis GMBH & Co. OHG, Germany	II	3,681	2,926
Otis Elevator Company, New Jersey, United States	II	1,743	598
Otis Elevator Traction Machine (China) Co. Ltd., China	II	6,097	4,745
Nippon Otis Elevator Company, Japan	II	206	307
OTIS SCS, France	II	2,094	1,252
Guangzhou Otis Elevator Company Ltd, China	II	-	5
Otis Science and Technology Development Shanghai, China	II	8,097	7,738
Otis A.S., Czech Republic	II	64	-
Otis Elevator Company (S) Pte. Ltd., Singapore	I	1	-
Buga Otis Asansor Sanayi ve Ticaret A.S., Turkey	II	184	256
Otis Elevator Company Colombia S.A..S, Colombia	II	7	-
Otis Elevator, Korea	II	21	15
Otis Elevator Manufacturing Co Ltd, China	II	2,167	841
Otis International Asia Pacific Pte. Ltd, Singapore	II	6,342	4
Jsc Mos Otis ,Russia	II	2	2
Total		**37,862**	**37,477**
Purchase of property, plant and equipment			
Otis Mobility S.A., Spain	III	3	-
Total		**3**	**-**
Purchase of Intangible assets			
Otis Elevator Company, New Jersey, United States	II	231	-
Total		**231**	**-**
System and software maintenance expenses			
Otis Elevator Company, New Jersey, United States	II	1,455	1,397
Otis Elevators International Inc., Hong Kong	II	185	253
Otis International Asia Pacific Pte. Ltd, Singapore	II	400	425
Total		**2,040**	**2,075**
Legal and professional expenses			
Otis Elevator Company, New Jersey, United States	II	-	1
Total		**-**	**1**
Royalties expenses			
Otis Elevator Company, New Jersey, United States	II	8,697	6,535
Total		**8,697**	**6,535**
Management fee			
Otis Elevator Company, New Jersey, United States	II	2,417	1,436
Otis International Asia Pacific Pte. Ltd, Singapore	I	1,187	742
Total		**3,604**	**2,178**
Support & Service Expenses			
Otis Elevator Company (S) Pte. Ltd., Singapore	II	-	(6)
Otis Elevator Company, New Jersey, United States	II	460	297
Total		**460**	**291**
Repairs and maintenance charges of elevators			
Aitken Spence Elevators (Pvt) Ltd., Sri Lanka	II	132	110
Total		**132**	**110**
Reimbursement of expenses to related parties			
Otis Elevator Company, New Jersey, United States	II	-	69
Nippon Otis Elevator Company, Japan	I	42	-
Otis International Asia Pacific Pte. Ltd, Singapore	II	-	4
Express Elevator Co. Ltd., China	II	-	100
Otis Elevator Traction Machine (China) Co. Ltd., China	II	-	5
Otis Global Services Centre Private Limited, India	I	319	-
Total		**361**	**178**

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
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Particulars	Category	For the year ended March 31, 2023	For the year ended March 31, 2022
Revenue from Sale of Goods/Services			
Otis Elevator Company (S) Pte. Ltd., Singapore	II	13	-
Seral Otis Industria Metalurgica Ltda, Chile	II	155	108
P.T.Citas Otis Elevator, Indonesia	II	120	-
Aitken Spence Elevators (Pvt) Ltd., Sri Lanka	II	1,240	1,890
Otis International Asia Pacific Pte. Ltd, Singapore	I	-	14
Otis Elevator Co Pty Ltd, Australia	II	(2)	-
Otis Elevator Vietnam Company Limited, Vietnam	II	40	-
Zayani Otis Elevator Co W.L.L., Bahrain	II	81	-
Otis LLC, U.A.E	III	1,473	63
U.T. Building & Industrial Systems W.L.L., Qatar	II	186	174
Otis GMBH & Co. OHG, Germany	I	88	-
Otis Limited, United Kingdom	II	-	2
Elevadores Otis Ltda, Brazil	II	8	4
Otis Elevator Company Ltd, Thailand	II	435	311
Otis Elevator Company Saudi Arabia Ltd, Saudi Arabia	II	-	10
OTIS SCS, France	II	1	-
Total		**3,838**	**2,576**
Service income from related parties			
Otis Elevator Company, New Jersey, United States	II	520	638
Express Elevator Co. Ltd., China	III	-	6
Otis Elevator (China) Co., China	III	-	6
Otis Elevator Manufacturing Co Ltd, China	III	-	19
Otis Elevator Company, South Carolina	III	112	118
OTIS SCS, France	II	91	40
Otis Mobility S.A., Spain	II	35	16
Otis Elevator Traction Machine (China) Co. Ltd., China	II	-	8
Otis Global Services Centre Private Limited, India	II	7	-
Nippon Otis Elevator Company, Japan	II	6	-
Otis International Asia Pacific Pte. Ltd, Singapore	I	391	309
Total		**1,162**	**1,160**
Recovery of expenses from related parties			
Otis Elevator Company (M) SDN BHD, Malasiya	II	98	176
Otis Elevator Company, New Jersey, United States	II	199	183
Otis International Asia Pacific Pte. Ltd, Singapore	I	313	225
Otis Electric Elevator Co., Ltd., China	II	-	5
Nippon Otis Elevator Company, Japan	II	1	-
Otis Elevators International Inc., Hong Kong	II	-	43
P.T.Citas Otis Elevator, Indonesia	II	125	-
OTIS SCS, France	II	2	-
Otis Mauritius, Mauritius	II	-	1
Total		**738**	**633**
Inter Corporate Loan Given / (Repaid) (Net)			
Otis Global Services Centre Private Limited, India	II	(250)	-
Total		**(250)**	**-**
Interest on Inter Corporate Loan Given			
Otis Global Services Centre Private Limited, India	II	169	251
Total		**169**	**251**
Dividend paid during the year			
Otis International Asia Pacific Pte. Ltd., Singapore	I	17,400	15,660
Total		**17,400**	**15,660**

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Outstanding Balances		Balance as at March 31, 2023	Balance as at March 31, 2022
Loan given			
Otis Global Services Centre Private Limited, India	II	2,200	2,450
Total		**2,200**	**2,450**
Trade Payables			
Otis Elevator Company, New Jersey, United States	II	3,304	3,729
Buga Otis Asansor Sanayi ve Ticaret A.S., Turkey	II	179	1
Otis Elevators International Inc., Hong Kong	II	162	220
Otis Elevator Company (S) Pte. Ltd., Singapore	II	1	-
OTIS SCS, France	II	1,152	394
Otis Mobility S.A., Spain	II	2,014	1,239
Otis GMBH & Co. OHG, Germany	II	1,244	768
Nippon Otis Elevator Company, Japan	II	49	107
Otis Science and Technology Development Shanghai, China	II	4,414	5,457
Otis Elevator (China) Co., China	II	509	1,446
Otis Elevator Traction Machine (China) Co. Ltd., China	II	2,878	1,277
Otis Electric Elevator Co., Ltd., China	II	2,095	-
Otis International Asia Pacific Pte. Ltd, Singapore	I	1,359	400
Aitken Spence Elevators (Pvt) Ltd., Sri Lanka	II	25	-
Express Elevator Co. Ltd., China	II	307	7,134
Otis Elevator, Korea	II	-	13
Otis Elevator Manufacturing Co Ltd, China	II	1,635	344
Otis A.S., Czech Republic	II	64	-
Total		**21,391**	**22,529**
Receivables			
Trade Recievables:			
Aitken Spence Elevators (Pvt) Ltd., Sri Lanka	II	395	516
Other Current Financial Assets:			
Otis International Asia Pacific Pte. Ltd., Singapore	I	113	76
P.T.Citas Otis Elevator, Indonesia	II	-	-
Otis Elevator Company (M) SDN BHD, Malasiya	II	98	-
Seral Otis Industria Metalurgica Ltda, Chile	II	(16)	39
Nippon Otis Elevator Company, Japan	II	39	-
Otis GMBH & Co. OHG, Germany	II	6	-
Otis Elevator Company, New Jersey, United States	II	-	-
Express Elevator Co. Ltd., China	II	123	174
Otis Elevator (China) Co., China	II	-	5
Otis Elevator Co Pty Ltd, Australia	II	-	1
Otis Elevator Traction Machine (China) Co. Ltd., China	II	-	2
Otis LLC, U.A.E	II	-	1
Otis Elevator Manufacturing Co Ltd, China	II	402	64
Otis Elevator Company Ltd, Thailand	II	-	1
Otis Elevator Company Saudi Arabia Ltd, Saudi Arabia	II	65	40
Otis Elevator Company, South Carolina	II	-	10
U.T. Building & Industrial Systems W.L.L., Qatar	II	54	118
Otis Mobility S.A., Spain	II	45	176
OTIS SCS, France	II	50	16
Elevadores Otis Ltda, Brazil	II	132	40
Otis Elevator Company (S) Pte. Ltd., Singapore	II	5	-
Otis Elevator Vietnam Company Limited, Vietnam	II	37	-
Otis Global Services Centre Private Limited, India	II	14	-
Zayani Otis Elevator Co W.L.L., Bahrain	II	3	-
	II	50	-
Total		**1,615**	**1,279**

Note:
For information on transactions with post employment benefit plans mentioned in A (iv) above, refer the note 33.

45 Dues to Micro and Small Enterprises

The Group has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act"). The disclosures pursuant to the said MSMED Act are as follows:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
The principal amount remaining unpaid to any supplier as at the end of each accounting year;	2,956	2,305
The interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	352	245
The amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	107	71
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of dis allowance as a deductible expenditure under section 23 of the MSMED Act	-	-

The above information regarding total outstanding dues to Micro Enterprises and Small Enterprises and that is given in Note 26 has been determined to the extent such parties have been identified on the basis of information available with the Group. The auditor have relied upon the management for identification of such parties.

46 Contingent Liabilities

	As at March 31, 2023	As at March 31, 2022
a) Claims against the Group not acknowledged as debt		
(i) Sales tax matters and Goods and Service Tax matters		
Sales Tax matters		
- Show Cause Notices	646	646
- Demand Notices	28,998	23,770
Goods and Service Tax matters		
- Show Cause Notices	156	-
- Demand Notices	295	-

Note :
Assessed Sales Tax liabilities of the Group not acknowledged as debts and not provided for, in respect of which the Group is in appeal pertains to litigations/ disputes with various Sales Tax Authorities. Based on opinion received from legal consultants, the Management is of view that the Group does not expect an outflow in this regard.

(ii) Excise and Service Tax matters		
Excise matters		
- Show Cause Notices	225	48,517
- Demand Notices*	106	2,185
Service Tax matters		
- Show Cause Notices	6,108	6,274
- Demand Notices	24,639	24,362
Custom matters		
- Show Cause Notices	103	10

"Excise, Custom and Service tax liabilities of the Group not acknowledged as debts and not provided for, in respect of which the Group is in appeal pertains to litigations/ disputes with various Excise, Custom and Service Tax Authorities. Based on opinion received from legal consultants, the Management is of view that the Group has strong grounds of appeal and does not foresee any outflow in this regard.

Interest with respect to above matters has been considered to the extent quantified by the tax authorities."

* The Board is pleased to inform that Holding Company has got a favourable order from Supreme Court on the excise valuation case relating to valuation of parts and components removed from Bangalore factory. The total demand was INR 50371 lacs pertaining to period 2014 to

(All amounts are in Rupees in Lakhs, unless otherwise stated)

2017. The matter was heard by Supreme Court in November 22 and decided in our favour. Referring to the favourable order from the Supreme Court, we pursued with the tax authorities and were successful in dropping all proceedings which resulted in a significant reduction in our contingent liability.

b)	Litigations / claims against the Group by customers / ex-employees / general public. The Group has strong grounds of appeal and does not foresee any outflow in this regard.	2,720	2,891
c)	**Commitments**		
i.	Estimated amount of contracts [net of capital advances of Rs. NIL (Previous Year Rs. NIL) remaining to be executed on Capital Account not provided for.	264	700
ii.	Guarantees given by banks to various government departments and customers for specific business purpose. The Management is of opinion that there will be no impact on future cash flow of the Group.	30,262	24,435

d) "The Hon'ble Supreme Court of India ("SC") by their order dated 28 February 2019, in the case of Surya Roshani Limited & others v/s EPFO, set out the principles based on which allowances paid to the employees should be identified for inclusion in basic wages for the purposes of computation of Provident Fund contribution.

In view of the management, the liability for the period from date of the SC order to 31st March, 2019 is not significant. Further, pending directions from the EPFO, the impact for the past period, if any, is not ascertainable and consequently no effect has been given in the consolidated financial statements."

47 Capital management

The Group determines the capital requirements based on its financial performance, operating and long term investment plans. The funding requirements are met through operating cash flows generated. For the purpose of Group's Capital Risk Management, ""Capital"" includes issued equity share capital, securities premium and all other equity reserves attributable to it's shareholders.

The Group's objective in managing its capital is to safeguard its ability to continue as a going concern and to maximise shareholder's values.

The capital structure of the Group is based on management's assessment of the appropriate balance of key elements in order to meet its strategic and day-to day needs. The Group considers the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue new shares.

The Group maintains a stable and strong capital structure with a focus on total equity so as to maintain shareholders and creditors confidence and to sustain future development and growth of its business. The Group takes appropriate steps in order to maintain, or if necessary adjust, its capital structure.

The management monitors the return on capital as well as the level of dividends to shareholders. Refer table below for the dividends paid:

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Equity shares		
Interim dividend Rs. 150 per share fully paid (Previous year - Rs.135 per share)	17,712	15,941

48 Recent Accounting Pronouncements

Standards issued but not yet effective:

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:

Ind AS 1 - Presentation of Financial Statements:

The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general purpose financial statements. The Company does not expect this amendment to have any significant impact in its financial statements.

(All amounts are in Rupees in Lakhs, unless otherwise stated)

IND AS 12 - Income Taxes:

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The Company is evaluating the impact, if any, in its financial statements.

Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors:

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The Company does not expect this amendment to have any significant impact in its financial statements.

49 Interests in other entities

Subsidiary

The Company's subsidiary as at March 31, 2023 is set out below. Subsidiary has capital consisting solely of equity shares that are held directly by the Company: -

Name of Entity	Place of business/ country of incorporation	Ownership interest held by the ownership group		Principal activities
		March 31, 2023	March 31, 2022	
Supriya Elevator Company (India) Limited	India	100%	100%	Manufacture, erection, installation and maintenance of elevators, escalators and travolators.

50 Disclosures mandated by schedule III of Companies Act 2013, by way of additional information

Name of the entity	Net Assets, i.e., total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income		Share in Total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated other comprehensive income	Amount
Parent (Indian)								
Otis Elevator Company (India) Limited								
March 31, 2023	103%	22,567	101%	15,590	99%	(146)	101%	15,444
March 31, 2022	102%	24,316	100%	14,696	111%	(16)	100%	14,680
Subsidiaries (Indian)								
Supriya Elevator Company (India) Limited								
March 31, 2023	-7%	(1,633)	-1%	(196)	1%	(2)	-1%	(198)
March 31, 2022	-6%	(1,435)	-1%	(183)	-11%	2	-1%	(181)
Inter-company eliminations and consolidation adjustments								
March 31, 2023	4%	966	0%	77	0%	-	1%	77
March 31, 2022	4%	889	1%	129	0%	-	1%	129
Total								
March 31, 2023	**100%**	**21,900**	**100%**	**15,471**	**100%**	**(148)**	**100%**	**15,323**
March 31, 2022	100%	23,770	100%	14,642	100%	(14)	100%	14,628

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51 Offsetting financial assets and financial liabilities

The following table presents the recognized financial instruments that are subject to enforceable master netting arrangements and other similar agreements but not offset, as at March 31, 2023 and March 31, 2022

Particulars	Gross Amounts	Related amounts not offset	
		Amounts subject to master netting arrangements	Net amount
As at March 31, 2023			
Other financial assets			
Derivative not designated as hedges			
- Foreign exchange forward contracts	14	(14)	-
Other financial liabilities			
Derivative Financial Liabilities			
Foreign exchange forward contracts	167	(14)	153
As at March 31, 2022			
Other financial assets			
Derivative not designated as hedges			
- Foreign exchange forward contracts	71	(71)	-
Other financial liabilities			
Derivative Financial Liabilities			
Foreign exchange forward contracts	203	(71)	132

Master netting arrangements - not currently enforceable

Agreements with derivative counterparties are based on ISDA Master Agreement. Under the terms of these arrangements, only where certain credit events occur (such as default), the net position owing/receivable to a single counterparty in the same currency will be taken as owing and all the relevant arrangements terminated. As the group does not presently have a legally enforceable right of set-off, these amounts have not been offset in the balance sheet, but have been presented separately in the table above.

52 Employee share based payments

Prior to the reorganization of United Corporation Technologies, Inc. (UTC) in April 2020, certain employees of the Group had been granted Long-Term Incentive Plan (LTIP) namely - Stock Appreciation Rights (SAR), Performance Stock Units (PSU), and Restricted Stock Units (RSU) by the former Ultimate Parent Company i.e. UTC.

- SARs are the grant of a "right" to acquire UTC shares based on the appreciation in value of a fixed number of shares.
- PSUs are units (representing one UTC Share) transferred to the employee subject to the satisfaction of certain performance conditions.
- RSUs are units (representing one UTC Share) transferred to the employee at the end of the vesting period.

Generally, stock appreciation rights and stock options have a term of ten years and a minimum three-year vesting period. LTIP awards with performance based vesting generally have a minimum three-year vesting period and vest based on performance against pre-established metrics. The fair value of each option award is estimated on the date of grant using a binomial lattice model.

In conjunction with the reorganization, Otis Worldwide Corporation ("OWC") i.e. the new Ultimate Parent Company adopted the 2020 Long-Term Incentive Plan (the "Plan"). The Plan became effective on April 3, 2020. The Plan provides for the grant of various types of awards including RSUs, SARs, stock options and PSUs. Under the Plan, the exercise price of awards, if any, is set on the grant date and may not be less than the fair market value per share on that date.

The value of the replaced stock-based awards was designed to preserve the aggregate intrinsic value of the award immediately after the separation when compared to the aggregate intrinsic value of the award immediately prior to reorganization. The incremental charge to the Group is not material.

The Holding Company has recognised an employee benefit expense towards share based payment with a corresponding increase in Other Equity as equity contribution from the Ultimate Holding Company as per below table.

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Stock-based compensation expense (Share-based)	519	306

(All amounts are in Rupees in Lakhs, unless otherwise stated)

Summary of transactions under various plans for the year ended March 31, 2023 and March 31, 2022 follows:

Particulars	SAR				RSU				PSU			
	No of options	Range of exercise price (USD)	Average Price* (USD)	Weighted Avg Remaining Contractual life	No of options	Range of exercise price (USD)	Average Price **(USD)	Weighted Avg Remaining Contractual life	No of options	Range of exercise price (USD)	Average Price **(USD)	Weighted Avg Remaining Contractual life
Opening outstanding 31st March, 2022	61,119	58.66-81.85	71.36	7.34	7,960	-	73.80	1.36	4,956	-	75.57	2.19
Add: Granted	4,510	83.63	83.63	9.86	4,096	-	81.01	1.81	2,326	-	89.15	2.75
Less: Exercised / forfeiture	7,402	63.93-80.97	76.83	-	4,386	-	77.55	-	-	-	-	-
Less: Cancelled	-	-	-		-	-	-		-	-	-	
Closing outstanding 31st March, 2023	58,227	58.66-83.63	71.95	6.61	7,670		75.71	1.42	7,282		79.81	1.68

Particulars	SAR				RSU				PSU			
	No of options	Range of exercise price (USD)	Average Price* (USD)	Weighted Avg Remaining Contractual life	No of options	Range of exercise price (USD)	Average Price **(USD)	Weighted Avg Remaining Contractual life	No of options	Range of exercise price (USD)	Average Price **(USD)	Weighted Avg Remaining Contractual life
Opening outstanding 31st March, 2021	65,098	50.66 - 80.97	69.03 - 72.5	8.00	10,782	-	69.41 - 67.68	1.57	2,795	-	63.93	2.75
Add: Granted	5,116	81.85	81.85	9.85	2,369	-	66.94 - 81.85	1.62	2,161	-	81.85	2.85
Less: Exercised / forfeiture	9,095	58.66 - 67.83	62.27 - 66.18	-	5,191	-	63.92		-	-	-	
Less: Cancelled	-	-	-		-	-	-		-	-	-	
Closing outstanding 31st March, 2022	61,119	58.66-81.85	71.36	7.34	7,960	-	73.80	1.36	4,956	-	75.57	2.23

The following table summarizes information about equity awards outstanding that are vested and expected to vest and equity awards outstanding that are exercisable as of March 31, 2023 and March 31, 2022:

Particulars	Year ended March 31, 2023						
	Equity Awards Vested and Expected to Vest				Equity Awards that are exercisable		
	Awards	"Average Price * (USD)"	Aggregate Intrinsic Value	Aggregate Intrinsic Value (USD)	Awards	"Average Price * (USD)"	Aggregate Intrinsic Value
Stock options/SAR	58,227	71.95	-	725,167	47,899	71.36	663,743
PSU stocks	7,282	-	79.81	617,302	-	-	-
Restricted stocks	7,670	-	75.71	644,647	-	-	-

Particulars	Year ended March 31, 2022						
	Equity Awards Vested and Expected to Vest				Equity Awards that are exercisable		
	Awards	"Average Price * (USD)"	Aggregate Intrinsic Value	Aggregate Intrinsic Value (USD)	Awards	"Average Price * (USD)"	Aggregate Intrinsic Value
Stock options/SAR	61,119	71.36	-	341,964	30,089	65.16 - 65.35	358,123
PSU stocks	4,956	-	75.57	383,827	-	-	-
Restricted stocks	7,960	-	73.80	610,060	-	-	-

* Weighted average grant price

The weighted average share price during the years ended March 31, 2023 and 2022 was $84.60 & $76.28 per share respectively.

The following table indicates the assumptions used in estimating fair value for the years ended March 31, 2023 and March 31, 2022.

Lattice based option models incorporate range of assumptions for inputs; those ranges are as follows:

Particulars	March 31, 2023	March 31, 2022
Expected volatility	26.71%	26.90%
Weighted average volatility	26.71%	26.90%
Expected term (in years)	6.20	6.30
Expected dividend yield	1.20%	1.30%
Risk-free rate	4.04%	0.70%

The expected term represents an estimate of the period of time equity awards are expected to remain outstanding.

The risk free rate is based on the term structure of interest rates at the time of equity award grant.

The Ultimate Holding Company uses a Monte Carlo simulation approach based on a three-year measurement period to determine fair value of performance share units. This approach includes the use of assumptions regarding the future performance of the Ultimate Holding Company's stock and those of a peer group. Those assumptions include expected volatility, risk-free interest rates, correlations and dividend yield.

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53 Disclosure as per Ind AS 115

(a) Disaggregation of revenue from contracts with customers

In the following table, revenue from contracts with customers is disaggregated by primary geographical area.

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Primary geographical markets		
India	234,437	184,848
Sri Lanka	1,870	6,529
Nepal	1,535	1,360
Bangladesh	1,964	1,358
Bhutan	347	252
UAE	1,482	-
Qatar	316	-
Thailand	519	-
Chile	169	-
Indonesia	104	-
Others	183	-
	242,926	**194,347**

(b) Contract balances

The following table provides information about receivables, contract assets and contract liabilities from contracts with customers:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Receivables which are included in Trade receivables	46,021	42,081
Contract assets		
- Amount due from customers on construction contract	11,520	10,926
- Accrued value of work done net off provision	241,263	222,660
Contract liabilities		
- Amount due to customers under construction contract	51,824	42,147
- Advance from customer	9,196	9,867

The contract assets primarily relate to the group's rights to consideration for work completed but not billed at the reporting date. The amount of contract assets during the period ended 31 March 2023 was impacted by an impairment charge of Rs. NIL. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the group issues an invoice to the customer. The contract liabilities primarily relate to the advance consideration received from customers for construction for which revenue is recognised over time.

Amounts due from contract customers represents the gross unbilled amount expected to be collected from customers for contract work performed till date. It is measured at cost plus profit recognised till date less progress billings and recognised losses when incurred.

Amounts due to contract customers represents the excess of progress billings over the revenue recognised (cost plus attributable profits) for the contract work performed till date.

Cost includes all expenditure related directly to specific projects and an allocation of fixed and variable overheads incurred in the Company's contract activity based on normal operating capacity.

Significant changes in contract asset and contract liabilities balances during the year are as follows:

	Particulars	Year ended March 31, 2023	Year ended March 31, 2022
(A)	**Due from contract customers:**		
	At the beginning of the reporting period (Para 116 (a))	10,926	5,920
	Add: Increase / (decrease) in progress work (net)	(41,009)	24,120
	Less: Increase / (decrease) in aggregate amount of progress billing (net)	(41,603)	19,114
	At the end of the reporting period (Para 116 (a))	11,520	10,926

(All amounts are in Rupees in Lakhs, unless otherwise stated)

(B) Due to contract customers:

At the beginning of the reporting period (Para 116 (a))	42,147	36,440
Less: Increase / (decrease) in aggregated amount of cost incurred and recognised profits (less recognised losses) (net)	59,612	357
Add: Increase / (decrease) in Progress billings made towards contracts-in-progress (net)	69,289	6,064
At the end of the reporting period (Para 116 (a))	51,824	42,147

(c) Performance obligation

The Group evaluates whether each contract consists of a single performance obligation or multiple performance obligations. Contracts where the group provides a significant integration service to the customer by combining all the goods and services are concluded to have a single performance obligations. Contracts with no significant integration service, and where the customer can benefit from each unit on its own, are concluded to have multiple performance obligations. In such cases consideration is allocated to each performance obligation, based on standalone selling prices. Where the group enters into multiple contracts with the same customer, the group evaluates whether the contract is to be combined or not by evaluating factors such as commercial objective of the contract, consideration negotiated with the customer and whether the individual contracts have single performance obligations or not.

The Group recognises contract revenue over time as the performance creates or enhances an asset controlled by the customer. For such arrangements revenue is recognised using cost based input methods. Revenue is recognised with respect to the stage of completion, which is assessed with reference to the proportion of contract costs incurred for the work performed at the balance sheet date relative to the estimated total contract costs.

Any costs incurred that do not contribute to satisfying performance obligations are excluded from the group's input methods of revenue recognition as the amounts are not reflective of our transferring control of the system to the customer. Significant judgment is required to evaluate assumptions related to the amount of net contract revenues, including the impact of any performance incentives, liquidated damages, and other forms of variable consideration.

If estimated incremental costs on any contract, are greater than the net contract revenues, the group recognises the entire estimated loss in the period the loss becomes known.

Variations in contract work, claims, incentive payments are included in contract revenue to the extent that may have been agreed with the customer and are capable of being reliably measured.

The Group recognises revenue from Operations and Maintenance services using the time-elapsed measure of progress i.e. input method on a straight line basis.

The following table includes revenue to be recognised in future related to performance obligations that are unsatisfied (or partially satisfied) as at 31 March 2023:

Particulars	March 2024	March 2025	2026-2030	Total
Contract revenue	145,293	70,065	10,441	225,799
	145,293	70,065	10,441	225,799

The following table includes revenue to be recognised in future related to performance obligations that are unsatisfied (or partially satisfied) as at 31 March 2022:

Particulars	March 2023	March 2024	2025-2029	Total
Contract revenue	139,637	60,063	7,651	207,351
	139,637	60,063	7,651	207,351

The Group applies practical expedient in paragraph 121 of Ind AS 115 and does not disclose information about remaining performance obligations that have original expected duration of one year or less.

(d) Reconciliation of revenue recognised in the Statement of Profit and Loss

The following table discloses the reconciliation of amount of revenue recognised for the year ended 31 March 2022

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Contract price of the revenue recognised	242,927	194,347
Revenue recognised in the Statement of Profit and Loss	**242,927**	**194,347**

Company has applied Ind AS 115 using the cumulative effect method.

OTIS ELEVATOR COMPANY (INDIA) LIMITED

Notes forming part of the Consolidated Financial Statements as of and for the year ended March 31, 2023
(All amounts are in Rupees in Lakhs, unless otherwise stated)

54 Additional regulatory information required by Schedule III

(i) Details of benami property held

No proceedings have been initiated on or are pending against the Group for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(ii) Wilful defaulter

The Group has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(iii) Relationship with struck off companies

Disclosure related to relationship of the Group with a company which is Struck off under Section 248 of the Companies Act, 2013 or Section 530 of Companies Act, 1956:

Name	Nature of transactions	Transaction during the year ended		Balance outstanding as at	
		March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Ace Infracon Private Limited	Receivable	-	-	1	1
Alipore Raghu Estates Maintenance Private Limited	Receivable	(0)	(1)	-	*
Anupam Griha Nirman Pvt. Ltd.	Receivable	*	*	*	*
Basudhara Bhoomi-O-Nirman Pvt Ltd	Receivable	*	-	-	*
Foresight Engineering Private Limited	Receivable	12	(12)	-	(12)
Galaxy Homes Private Limited	Receivable	(5)	6	2	6
Ishwar Tower Private Limited	Receivable	*	*	-	*
Jalalpur City Homes Private Limited	Receivable	2	*	2	-
Lal Kunal Developers Private Limited	Receivable	*	*	*	*
Madras Stock Exchange Ltd	Receivable	-	*	-	-
M/S. Shipra Builders Private Limited	Receivable	-	*	-	-
Mekhal Hospitality Services Private Limited	Receivable	*	*	*	*
Nine Builders Private Limited	Receivable	-	3	-	-
Paramount Apartments Private Limited	Receivable	*	*	*	*
Phoenix Tower Private Limited	Receivable	-	*	*	-
Rajdeep Real Estate Private Limited	Receivable	*	-	-	*
Rajmahal Motels Private Limited	Receivable	2	-	-	(2)
Sudha Associates (P) Limited	Receivable	(8)	-	(8)	-
Tirupati Homes Private Limited	Receivable	-	(1)	-	-
TSG Fashions Limited	Receivable	*	-	-	*
Vivek Estates Pvt Ltd	Receivable	*	*	-	*
West Coast Builders Private Limited	Receivable	*	*	*	*
		3	**(5)**	**(3)**	**(7)**

*amounts are below rounding off norms adopted by the company.
Amounts in brackets are advance from customers balance

(iv) Registration of charges or satisfaction with Registrar of Companies

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

(v) Compliance with number of layers of companies

The Group has complied with the number of layers prescribed under the Companies Act, 2013.

(vi) Utilisation of borrowed funds and share premium

The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or

b. provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries

(vii) Undisclosed income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(viii) Loans or advances to specified persons

No loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person that are repayable on demand or without specifying any terms or period of repayment .

(ix) Details of crypto currency or virtual currency

The Group has not traded or invested in crypto currency or virtual currency during the current or previous year.

55 Events occurring after the balance sheet date :

Subsequent to the year end, Board of directors of the Holding Company has declared an interim dividend of Rs. 100 per share aggregating Rs. 11,808 lakhs vide Board resolution dated June 9, 2023.

56 The Financial Statements for the year ended March 31, 2023 comprises the Balance Sheet, Statement of profit and loss, Statement of Cashflows and Statement of Changes in Equity of the Holding and Subsidiary Company, which are incorporated in India, under Companies Act, 2013. The Holding Company has maintained the books of accounts and other books and papers in electronic mode, daily backup of which has been maintained on servers physically located outside India.

In terms of our report of even date attached.

For B S R & Co. LLP

Chartered Accountants

Firm Registration No. 101248W/W-100022

Maulik Jhaveri
Partner
Membership No. 116008

Place: Mumbai
Date: August 18, 2023

For and on behalf of the Board of Directors of Otis Elevator Company (India) Limited

CIN: U29150MH1953PLC009158

Sebi Joseph
Managing Director
DIN 05221403

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252

Rutika Pawar
Company Secretary
Membership No. A17248

Place: Mumbai
Date: August 17, 2023

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs. Lakhs)

Sl. No.	Particulars	Details
1	Name of the subsidiary	Supriya Elevator Company (India) Limited
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA
3	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4	Share capital	269
5	Reserves & surplus	(1,902)
6	Total assets	486
7	Total Liabilities	2,120
8	Investments	-
9	Turnover	797
10	(Loss) / Profit before taxation	(195)
11	Provision for taxation	2
12	(Loss) / Profit after taxation	(197)
13	Proposed Dividend	-
14	% of shareholding	100

Notes:
1 Names of subsidiaries which are yet to commence operations : None
2 Names of subsidiaries which have been liquidated or sold during the year : None

Part "B": Associates and Joint Venture : Not Applicable

For and on behalf of the Board of Directors

Sebi Joseph
Managing Director
DIN 05221403
Place: Mumbai

Bharat Nayak
Chief Financial Officer and Director
DIN 01919252
Place: Mumbai

Rutika Pawar
Company Secretary
Membership No. A17248
Place: Mumbai
Date: August 17, 2023

CORPORATE SOCIAL RESPONSIBILITY

Students of Bharatmata High School, Bilaspur (Chhatisgarh) represented Otis India at Third Made to Move Communities™ Global Challenge & secured fourth place at Asia Pacific Level.

Otis India's STEM projects are set to cover more than 200 schools and 94,000 under-privileged students all over India.