

**Nykaa E-Retail Limited**

(Amounts in ₹ crore, except per share data and unless stated otherwise)

**Provisional Balance Sheet as at June 30, 2024**

Particulars	Notes	As at June 30, 2024
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment		87.63
Capital work-in-progress		0.27
Intangible assets		27.17
Right of use assets		61.41
Intangible assets under development		22.96
Financial assets		
Investments	1	0.00*
Other financial assets	2	11.20
Deferred tax assets (net)		37.72
Other non current assets	3	8.07
<b>Total non-current assets (A)</b>		<b>256.43</b>
<b>Current assets</b>		
Inventories	4	784.40
Financial assets		
Trade receivables	5	194.96
Cash and cash equivalents	6	1.02
Bank balance other than cash and cash equivalents	7	39.44
Loans	8	201.00
Other financial assets	9	119.66
Other current assets	10	229.49
<b>Total current assets (B)</b>		<b>1,569.97</b>
<b>Total assets (A+B)</b>		<b>1,826.40</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Equity share capital	11	9.51
Other equity	12	699.38
<b>Total equity (A)</b>		<b>708.89</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Lease Liabilities	13	42.96
Long-term provisions	14	5.67
<b>Total non-current liabilities (B)</b>		<b>48.63</b>
<b>Current liabilities</b>		
Financial liabilities		
Borrowings	15	410.84
Lease liabilities	16	37.58
Trade payables	17	
-Total outstanding dues of Micro enterprise and small enterprises		70.96
-Total outstanding dues of creditors other than Micro enterprises and small enterprises		311.16
Other financial liabilities	18	179.74
Short-term provisions	19	4.74
Contract liabilities	20	24.79
Current tax liabilities		18.95
Other current liabilities	21	10.12
<b>Total current liabilities (C)</b>		<b>1,068.88</b>
<b>Total liabilities (B+C)</b>		<b>1,117.51</b>
<b>Total equity and liabilities (A+B+C)</b>		<b>1,826.40</b>

\*Numbers are below crore under the rounding off convention adopted by the Company and accordingly not reported.

**The accompanying notes are an integral part of the Provisional Financial Statements**

**Nykaa E-Retail Limited**

(Amounts in ₹ crore, except per share data and unless stated otherwise)

**Provisional Statement of Profit and Loss for the quarter ended June 30, 2024**

<b>Particulars</b>	<b>Notes</b>	<b>For the quarter ended June 30, 2024</b>
<b>Income</b>		
Revenue from operations	22	1,277.33
Other income	23	5.58
<b>Total Income</b>		<b>1,282.91</b>
<b>Expenses</b>		
Purchase of traded goods	24	896.59
Changes in inventories of stock-in-trade	25	(84.19)
Employee benefits expense	26	71.82
Finance costs	27	10.76
Depreciation and amortisation expense	28	21.62
Other expenses	29	282.64
<b>Total Expenses</b>		<b>1,199.24</b>
<b>Profit before tax</b>		<b>83.67</b>
<b>Tax expense:</b>		
Current tax		22.40
Deferred tax		(1.07)
<b>Total tax expense</b>		<b>21.33</b>
<b>Profit after tax</b>		<b>62.34</b>
<b>Other Comprehensive Income</b>		
Items that will not be reclassified to profit or loss		-
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>
<b>Total Comprehensive Income for the year</b>		<b>62.34</b>
<b>Earnings per share of face value Rs. 10/- each</b>		
Basic		<b>65.55</b>
Diluted		<b>65.55</b>

**The accompanying notes are an integral part of the Provisional Financial Statements**

**Nykaa E-Retail Limited**

(Amounts in ₹ crore, except per share data and unless stated otherwise)

**Provisional Statement of Cash Flows for the quarter ended June 30, 2024**

Particulars	For the quarter ended June 30, 2024
<b>Cash flows from operating activities</b>	
<b>Net profit before tax as per Statement of profit &amp; loss</b>	<b>83.67</b>
<b>Adjustments to reconcile profit / (loss) before tax to net cash flows:</b>	
Depreciation of property, plant & equipment and right of use assets	18.09
Amortisation of intangible assets	3.53
Interest expense and other finance costs	10.76
Share based expense	2.49
Provision for gratuity expense	0.58
Provision for compensated expense	0.11
Allowance for expected credit loss	(2.61)
Unrealised gain on foreign exchange fluctuation	(0.25)
Gain on cancellation/ termination of lease	(1.05)
Liabilities no longer required written back	0.00*
Interest income	(3.02)
<b>Operating profit before working capital changes</b>	<b>112.30</b>
Working capital adjustments:	
(Increase) in trade receivables	(60.51)
(Increase) in inventories	(84.08)
Decrease/(Increase) in other financial assets	9.96
(Increase) in other current assets	(20.99)
Decrease in other non current assets	0.00*
Increase in trade payables	185.81
(Decrease) in provisions	(0.16)
(Decrease)/Increase in other current and financial liabilities	(20.55)
<b>Cash flow from operations</b>	<b>121.78</b>
Payment of taxes (net of refund)	(1.80)
<b>Net cash flow from operating activities (A)</b>	<b>119.98</b>
<b>Cash flows from Investing activities</b>	
Purchase of property, plant and equipment and other intangible assets	(4.11)
(Investment) / Proceeds from bank deposits (net)	0.03
(Investment) in Loan given to fellow subsidiaries	(201.00)
Interest received	0.35
<b>Net cash flows (used in) investing activities (B)</b>	<b>(204.73)</b>
<b>Cash flows from Financing activities</b>	
Proceeds from / (Repayment) of current borrowings (net)	70.78
Interest paid on borrowings	(7.03)
Rental income on sub lease	2.59
Commission on financial guarantee	(1.28)
Principal payment of lease liabilities	(11.37)
Interest expense on lease liabilities	(2.25)
<b>Net cash flows used in financing activities (C)</b>	<b>51.44</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(33.30)</b>
Cash and cash equivalents at the beginning of the year	34.32
<b>Cash and cash equivalents at the year end (Refer note 6)</b>	<b>1.02</b>

\*Numbers are below crore under the rounding off convention adopted by the Company and accordingly not reported.

**Note:**

1. The provisional statement of cash flow has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS) 7 Statement of Cash flows.

**Nykaa E-Retail Limited****Notes to the Provisional Financial Statements**

(Amounts in ₹ crore, except per share data and unless stated otherwise)

**Note 1****Investment**

<b>Particulars</b>	<b>As at June 30, 2024</b>
<b>Investments in fellow subsidiary (Unquoted, fully paid up)</b>	
Investments in Equity Instruments of fellow subsidiary (at cost)	
Nykaa Foundation	0.00*
<b>Total</b>	<b>0.00*</b>

<b>Particulars</b>	<b>As at June 30, 2024</b>
Aggregate amount of unquoted Investments	0.00*

\*Numbers are below crore under the rounding off convention adopted by the Company and accordingly not reported.

**Note 2****Other financial assets (non-current) (measured at amortised cost)**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Security deposits (Unsecured, considered good)	8.06
Net investment in sub-lease	3.14
<b>Total</b>	<b>11.20</b>

**Note 3****Other non current assets**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Advance for capital goods	1.83
Balance with statutory / government authorities	6.24
<b>Total</b>	<b>8.07</b>

**Note 4****Inventories (valued at lower of cost or net realisable value)**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Stock-in-trade	775.37
Packing material	9.03
<b>Total</b>	<b>784.40</b>

**Note 5****Trade receivables**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Trade receivables - Unsecured, considered good	194.96
Trade receivables - Credit Impaired	8.25
Less: Allowances for expected credit loss	(8.25)
<b>Total</b>	<b>194.96</b>

**Note 6****Cash and cash equivalents**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Balances with banks in current accounts	1.02
<b>Total</b>	<b>1.02</b>

**Nykaa E-Retail Limited****Notes to the Provisional Financial Statements**

(Amounts in ₹ crore, except per share data and unless stated otherwise)

**Note 7****Bank balance other than cash and cash equivalents**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Deposits with bank	39.27
Margin money deposits with bank	0.17
<b>Total</b>	<b>39.44</b>

**Note 8****Loans (Current)**

<b>Particulars</b>	<b>As at June 30, 2024</b>
<b>(Unsecured, considered good)</b>	
Loan to subsidiaries	201.00
<b>Total</b>	<b>201.00</b>

**Note 9****Other financial assets (current) (measured at amortised cost)**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Net investment in sub-lease	9.42
Security deposits (Unsecured, considered good)	7.71
Unbilled receivable	51.09
Receivable from payment gateway / cash collection vendors	46.95
Mark-to-market asset	0.01
Deposits with banks with original maturity period more than 12 months	2.21
Margin money deposits with bank with original maturity period more than 12 months	0.34
Interest accrued but not due on deposits	1.93
<b>Total</b>	<b>119.66</b>

**Note 10****Other current assets**

<b>Particulars</b>	<b>As at June 30, 2024</b>
<b>Advances other than capital advances</b>	
Advance to suppliers (Unsecured, considered good)	3.24
Prepaid expenses	6.60
Balance with statutory / government authorities	219.65
<b>Total</b>	<b>229.49</b>

**Nykaa E-Retail Limited****Notes to the Provisional Financial Statements**

(Amounts in ₹ crore, except per share data and unless stated otherwise)

**Note 11****Equity Share Capital**

Particulars	Equity Shares	
	Numbers	Amount
<b>i) Authorised Share Capital</b>		
<b>As at March 31, 2024</b>	<b>1,20,00,000</b>	<b>12.00</b>
Increase / (decrease) during the year	-	-
<b>As at June 30, 2024</b>	<b>1,20,00,000</b>	<b>12.00</b>

**i) Terms/ rights attached to equity shares**

The Company has only one class of equity shares having a par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. Each equity shareholder is entitled to dividends as and when the Company declares and pays dividend after obtaining shareholders' approval.

**ii) Issued share capital****Equity shares of Rs. 10 each issued, subscribed and fully paid**

Particulars	Equity shares	
	Numbers	Amount
<b>As at March 31, 2024</b>	<b>95,10,000</b>	<b>9.51</b>
Increase / (decrease) during the year	-	-
<b>As at June 30, 2024</b>	<b>95,10,000</b>	<b>9.51</b>

**iii) Shares held by holding/ ultimate holding company and/ or their subsidiaries/ associates along with nominee shareholder:**

Out of equity shares issued by the company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below:

Particulars	As at June 30, 2024
FSN E-Commerce Ventures Limited (Holding Company) 9,510,000 (March 31, 2024: 9,510,000) equity shares of Rs. 10/- each	9.51

**iv) Details of shareholders holding more than 5% shares in the company**

Name of the shareholder	As at June 30, 2024	
	No. of shares	% holding
FSN E-Commerce Ventures Limited	95,10,000	100.00%

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

v) Neither bonus shares issued nor shares issued for consideration other than cash during the period of five years immediately preceding the reporting date.

**Nykaa E-Retail Limited****Notes to the Provisional Financial Statements**

(Amounts in ₹ crore, except per share data and unless stated otherwise)

**Note 12****Other equity**

Particulars	As at June 30, 2024
<b>(i) Retained earnings</b>	
Opening balance	579.89
Add : Profit during the year	62.34
<b>Closing balance (A)</b>	<b>642.23</b>
<b>(ii) Other comprehensive income</b>	
Opening balance	1.42
Add: Other comprehensive income for the year	-
<b>Closing balance (B)</b>	<b>1.42</b>
<b>(iii) Capital reserve</b>	
Opening balance	1.74
Add: Addition during the year	-
<b>Closing balance (C)</b>	<b>1.74</b>
<b>(iv) Capital Contribution from Parent</b>	
Opening balance	51.50
Add: Addition during the year	2.49
<b>Closing balance (D)</b>	<b>53.99</b>
<b>Total (A+B+C+D)</b>	<b>699.38</b>

**Nature and purpose of reserves**

(i) **Retained earnings:** Retained Earnings are the profits / (losses) that the Company has earned/ (incurred) till date, less any dividends or other distributions paid to shareholders.

(ii) **Other Comprehensive Income:** This represents the cumulative gains and losses arising on remeasurement of defined employee benefit plan.

(iii) **Capital Reserve:** On March 31, 2017, the company had entered into a business transfer agreement (BTA) with its Holding Company "FSN E-Commerce Ventures Limited" to acquire the E-Commerce business on slump sale basis. The difference between the value of net assets transferred and the aggregate purchase consideration was accounted as capital reserve.

**(iv) Contribution from parent company consists of:**

**Share Based Payment:** FSN E-Commerce Ventures Limited, the Holding company has extended its stock options program to selected employees of subsidiaries including the Company. The fair-value of equity-settled transactions; calculated at the date when the grant is made using an appropriate valuation model and recognized over the period in which the performance and/or service conditions are fulfilled.

**Guarantee from Holding Company:** Fair value of guarantee given by Holding Company for loans taken from bank.

**Nykaa E-Retail Limited****Notes to the Provisional Financial Statements**

(Amounts in ₹ crore, except per share data and unless stated otherwise)

**Note 13****Lease liabilities (Non Current)**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Payable for lease liabilities	42.96
<b>Total</b>	<b>42.96</b>

**Note 14****Long-term provisions**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Provision for gratuity	5.67
<b>Total</b>	<b>5.67</b>

**Note 15****Borrowings (Current)**

<b>Particulars</b>	<b>As at June 30, 2024</b>
<b>Secured - Carried at amortised cost</b>	
Working capital loan from banks	410.27
<b>Unsecured</b>	
Loan from holding Company	0.57
<b>Total</b>	<b>410.84</b>

**Note 16****Lease liabilities (Current)**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Payable for lease liabilities	37.58
<b>Total</b>	<b>37.58</b>

**Note 17****Trade payables**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Total outstanding dues of micro enterprises and small enterprises	70.96
Total outstanding dues of trade payables other than micro enterprises and small enterprises	311.16
<b>Total</b>	<b>382.12</b>

**Note 18****Other financial liabilities (Current)**

<b>Particulars</b>	<b>As at June 30, 2024</b>
<b>Financial Liabilities at amortised cost</b>	
Employee related liabilities	7.41
Accrued expenses	167.43
Creditors for capital goods	3.93
Interest accrued but not due on borrowings	0.97
<b>Total</b>	<b>179.74</b>



**Nykaa E-Retail Limited****Notes to the Provisional Financial Statements**

(Amounts in ₹ crore, except per share data and unless stated otherwise)

**Note 19****Short-term provisions**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Provision for gratuity	2.33
Provision for compensated absences	2.41
<b>Total</b>	<b>4.74</b>

**Note 20****Contract liabilities**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Deferred revenue (Provision for reward points)	13.51
Advance from customers	11.28
<b>Total</b>	<b>24.79</b>

**Note 21****Other current liabilities**

<b>Particulars</b>	<b>As at June 30, 2024</b>
Statutory dues	10.12
<b>Total</b>	<b>10.12</b>

**Nykaa E-Retail Limited (formerly known as Nykaa E-Retail Private Limited)**  
**Notes to the Provisional Financial Statements**  
(Amounts in ₹ crore)

**Note 22**

**Revenue from operations**

Particulars	For the quarter ended June 30, 2024
<b>A. Sale of products</b>	1,127.79
<b>B. Sale of services</b>	
Marketing support revenue	141.97
Income from marketplace services	7.57
<b>Total</b>	<b>1,277.33</b>

**Note 23**

**Other income**

Particulars	For the quarter ended June 30, 2024
<b>(a) Interest income on:</b>	
Loan given to subsidiaries	1.34
Net investment (sublease)	0.37
Security Deposit	0.52
Fixed deposit	0.79
<b>(b) Other non-operating income:</b>	
Interest on Income Tax Refund	0.48
Foreign exchange gain (net)	0.25
Gain on cancellation/ termination of lease	1.07
Miscellaneous income	0.76
<b>Total</b>	<b>5.58</b>

**Note 24**

**Purchase of traded goods**

Particulars	For the quarter ended June 30, 2024
Purchases of traded goods	896.59
<b>Total</b>	<b>896.59</b>

**Note 25**

**Changes in inventories of stock-in-trade**

Particulars	For the quarter ended June 30, 2024
<b>Stock-in-trade</b>	
Opening balance	691.18
Closing balance	775.37
<b>Total</b>	<b>(84.19)</b>

**Nykaa E-Retail Limited (formerly known as Nykaa E-Retail Private Limited)****Notes to the Provisional Financial Statements**

(Amounts in ₹ crore)

**Note 26****Employee benefits expense**

<b>Particulars</b>	<b>For the quarter ended June 30, 2024</b>
Salaries, wages and bonus	65.99
Contribution to provident & other funds	1.59
Gratuity expenses	0.58
Compensated expenses	0.11
Share based expenses	2.49
Staff welfare expenses	1.06
<b>Total</b>	<b>71.82</b>

**Note 27****Finance costs**

<b>Particulars</b>	<b>For the quarter ended June 30, 2024</b>
Interest expenses on borrowings	6.78
Interest expenses on lease liabilities	2.25
Interest expenses on inter company loan	0.01
Other interest cost	0.05
Commission on financial guarantee	1.28
Other finance charge	0.39
<b>Total</b>	<b>10.76</b>

**Note 28****Depreciation and amortisation expense**

<b>Particulars</b>	<b>For the quarter ended June 30, 2024</b>
Depreciation of property, plant and equipment	8.70
Depreciation of Right-of-use assets	9.39
Amortisation of Intangible assets	3.53
<b>Total</b>	<b>21.62</b>

**Nykaa E-Retail Limited (formerly known as Nykaa E-Retail Private Limited)****Notes to the Provisional Financial Statements**

(Amounts in ₹ crore)

**Note 29****Other expenses**

<b>Particulars</b>	<b>For the quarter ended June 30, 2024</b>
Marketing & advertisement expense	122.95
Consumption of packing materials	14.48
Legal and professional fees	2.35
Web & technology expenses	23.07
Brand usage fees	12.61
Outsource warehouse manpower expenses	19.44
Payment gateway charges	4.09
Freight expenses	68.98
Selling expenses	4.93
Recruitment expenses	1.62
Travelling & conveyance expenses	1.48
Expected credit loss/credit impaired	(2.61)
Printing & stationery	0.42
Communication expenses	1.08
Rates & taxes	0.41
Insurance expenses	0.52
Rent and maintenance expenses	0.29
Director sitting fees	0.11
Repairs & maintenance - others	0.96
Security expenses	2.33
Electricity charges	1.27
Warehouse operation management expenses	0.48
Bank charges	0.04
Auditors remuneration :	
- Audit fees	0.15
- Out of pocket expenses	0.05
Expenditure towards corporate social responsibility (CSR) activities	0.81
Miscellaneous expenses	0.33
<b>Total</b>	<b>282.64</b>