

Registered Office: Plot No. 3, Sector – III, Parwanoo, Distt. Solan, Himachal Pradesh 173 220
Corporate Office: Kamla Centre, S.C.O. 88-89, Sector 8-C, Madhya Marg, Chandigarh 160 009
Tel.: +91 172 2548223/24/27, 2544378/79, Fax : +91 172 2548302
website: www.ethoswatches.com, email id: investor.complaints@ethoswatches.com
Tel.: +91 172 2548223/24, Fax : +91 172 2548302,

APPLICATION FORM FOR UNSECURED SHORT TERM /CUMULATIVE/FIXED DEPOSIT

(Tick wherever applicable)

Dear Sirs,

I/We declare that I am a/we are resident(s) of India and I am/we are not depositing this amount as nominee(s) of any person residing outside India and the amount is not being deposited, by me/us out of funds acquired by me/us by borrowing or acquiring loan/deposits from any other person as per Rule 10 of the Companies (Acceptance of Deposits) Rules, 2014.

I/We hereby declare that I/We will remain the shareholder of the Company till the date of holding the Fixed Deposit(s) of the Company.

I/we hereby declare that the first named Depositor is the beneficial owner and is to be treated as the Payee for the purpose of deduction of tax under section 194A of the Income Tax Act, 1961.

I/We have gone through the financials and others statements/particulars/representations furnished/made and after careful consideration, I/We am/are making the deposits with Company at my/our own risks and volition.

I/We request you to keep the sum indicated below in Short Term Deposit/Fixed/Cumulative Deposit for the period indicated, in accordance with the terms and conditions stipulated by the Company which I/We have read and understood and accept that they are binding on me/us/our successors and assigns.

NAME OF FIRST APPLICANT
Mr./Mrs./Miss _____
Father's/Husband's Name _____
Second Applicant's Name _____
Address of First Applicant _____

City _____ PIN _____
Phone No. _____ DOB _____
Previous FD, if any. No _____
Shareholder Folio No./Client I.D. No _____
Email ID _____

Deposit amount (In figures) Rs. _____
Rupees (in words) _____
<input type="checkbox"/> Draft <input type="checkbox"/> Local Cheque <input type="checkbox"/> Pay Order
No. _____ Dated _____
Drawn On _____
If Renewal, FDR/CDR No. _____ Dated _____
Amount _____
Additional Amount Rs./_____ CH/DD/PO No _____
Date _____ Drawn On _____

SCHEME <input type="checkbox"/> Scheme A <input type="checkbox"/> Scheme B <input type="checkbox"/> Scheme C

PERIOD OF DEPOSIT _____ months

TAX TO BE DEDUCTED
<input type="checkbox"/> Yes, Income Tax Permanent A/C No. _____
<input type="checkbox"/> No (Form 15H/15G enclosed/to be given subsequently)

In case of Minor, Guardian's Name :
Mr./Mrs./Miss _____
Relationship _____
Date of Birth of Minor _____

REPAYMENT OF DEPOSIT TO BE MADE PAYABLE TO
<input type="checkbox"/> First Depositor <input type="checkbox"/> Former Or Survivor <input type="checkbox"/> Anyone or Survivor

NOMINEE'S NAME AND ADDRESS
I /We wish to make a Nomination and hereby nominate the following person to receive the amount payable on my/our death
Mr./Mrs./Miss _____ Relation _____
Address _____
_____ Specimen Signature of Sole/First Applicant

SIGNATURE OF APPLICANTS
Sole/First Applicant _____ Second Applicant _____

FOR OFFICE USE ONLY
Certified that the Depositor is a shareholder of the Company

Application No.	STD/CDR/FDR No.	Date of realisation
Received on	Date	Repaid on
Date of commencement	Date of Maturity	Name of Company
Signatures		

Tear From here

ACKNOWLEDGEMENT SLIP (to be filled by the Depositor)

Received from Mr/Mrs/Ms _____ an application for Short Term/Cumulative/Fixed Deposit for
Address _____ _____ months alongwith Cheque/Draft*/OLD STD/FDR/CDR
_____ No. _____ Dated. _____ for Rs. _____ drawn on
_____ (Bank name)

* Cheque / DD subject to realisation

for **ETHOS LIMITED**

Note : THE DEPOSIT RECEIPT IS NORMALLY ISSUED WITHIN 21 DAYS FROM THE DATE OF REALIZATION OF THE CHEQUE/DD OR DATE OF RENEWAL.

AUTHORISED SIGNATORY

TERMS AND CONDITIONS GOVERNING THE FIXED DEPOSIT SCHEMES

APPLICATION FOR DEPOSIT / RENEWAL

1. Application for Fixed Deposits in the prescribed form accompanied by cheque/bank draft in favour of the Company should be submitted.
2. Payments should be made by means of an "Account Payee" cheque/bank draft and made payable to "ETHOS LIMITED" payable at Chandigarh only.
3. Deposits will be accepted from Resident Shareholders Deposits on behalf of minor shareholder will be accepted only through their guardians who must sign the Application Form. Deposits from non-residents and unregistered trust will not be accepted.

AMOUNT OF DEPOSIT

4. The deposits shall be accepted in multiple of Rs. 1000/- over and above the minimum amount specified below :

Scheme	No. of Years	Minimum Amount in (Rs.)
Scheme A	More than 3 months and less than 6 months	2,00,000
Scheme B	12, 24 and 36 months respectively.	50,000; 25,000 and 25,000 respectively.
Scheme C	6, 12, 24, and 36 months	1,00,000; 50,000; 25,000 and 10,000 respectively.

PERIOD OF DEPOSIT

5. The deposits shall be accepted for a period more than 3 months and less than 6 months under Short Term Deposits Scheme A:12/24/36 months under Fixed Deposit Scheme B and 6/12/24/36 months under Cumulative Deposit Scheme C.

INTEREST RATE & PAYMENT

6. a) In Short Term Deposits Scheme, i.e. Scheme 'A', interest on deposits will be paid on maturity at the rate mentioned in the Scheme.
b) In Fixed Deposit Scheme, i.e. Scheme 'B', interest on deposits will be paid quarterly on 31st March, 30th June, 30th September and 31st December and on maturity at the rates mentioned in the scheme.
c) In Cumulative Deposit scheme i.e. Scheme "C", interest will be compounded on quarterly basis and will be paid cumulative on maturity of the Cumulative Deposits
7. In all the above schemes the period of deposits and the calculation of interest thereon will commence from the date of realisation of the cheque/draft by the Company.
8. Interest will cease after the date of maturity.

INCOME TAX DEDUCTION

9. Income Tax will be deducted at source from the interest wherever applicable in accordance with the provisions of Income Tax Act, 1961 unless the depositor furnishes to the Company at least one month before the due date of payment/credit of interest, an appropriate certificate/requisite declaration as required under the Income Tax Act, 1961. Wherever Income Tax is deducted, Certificate for tax deduction shall be issued only when Income Tax Permanent Account number, if allotted, is mentioned in the appropriate column on the Application Form.
With effect from 1.4.2010, it is mandatory to furnish the Permanent Account Number (PAN) in the declaration in Form No. 15G/15H. If the PAN is not furnished in the declaration, such declaration shall be invalid and tax will be deducted at source in accordance with the provisions of the Income Tax Act, 1961.
Depositors placing deposits should furnish their Permanent Account Number (PAN) allotted to them by the Income Tax Department and the Company will not accept any deposit from any member who is not having PAN.
10. In respect of Quarterly Compounding Scheme of Deposit, the Company will issue Certificate to the depositors as at 31st March every year and on the date of maturity for the interest accrued and/or earned, specifying the amount of Income Tax deducted at source, if any.

JOINT DEPOSITORS

11. The deposits in Joint names will be accepted provided maximum in two names with the stipulations that
 - a. In the case of deposits in joint names, all correspondence will be addressed to the person whose name appears first on the application form.
 - b. All cheques for payment of interest and the principal amount will also be drawn in favour of the said first named depositor.
 - c. Subject to specific instruction to the contrary taken on records, any discharge given by the first named person for payment of the principal amount shall be valid and binding on the joint depositors.
12. In the event of death of the first joint holder, the repayment of deposit and payment of interest will be made to the person first in order to survivor (s) on production of Death Certificate without reference to the heirs and/or legal representatives of the deceased.

13. In the event of the sole depositor, the Fixed Deposit amount together with the interest due thereon will be paid to the legal representative(s) of the deceased on production of proper legal representation such as probate of the Will, Succession Certificate or Letter of Administration granted by a Court of Competent Jurisdiction, PROVIDED that the Company may in its absolute discretion dispense with the production of such legal representation upon such terms and conditions as it may consider adequate in case of small amounts of deposits.

DEPOSIT RECEIPTS

14. Deposit Receipts will be forwarded by Regd. Post at the address given in the Application Form within 21 days of realisation of the cheque etc. The Company will in no way be responsible for delays or loss in postal transit of the Deposit Receipts and the interest cheques/warrants that may be sent to the deposit holders.
15. Fixed Deposit Receipts are neither transferable nor negotiable.
16. In the event of loss of Deposit Receipts, the Company may at its sole discretion, issue a duplicate receipt upon receiving the indemnity and affidavit from depositor(s) in the form to be prescribed by the Company. The Company reserves the right to direct to the depositors to publish notice of loss of Deposit Receipt in any leading English Language News Paper and in one vernacular News Paper. All expenses in this connection will be borne by the depositor(s).

REPAYMENT & RENEWAL

17. a) The Deposit Receipts duly discharged on revenue stamp, must be surrendered to the Company on maturity for the repayment of the principal amount at least fifteen clear days before the date of maturity to enable the Company to renew or refund the deposit as the case may be. Fixed Deposits may be renewed on the basis of fresh application to the Company, but solely at the discretion of the Company.
b) The payment of interest and principal amount will be made by the Company by crossed 'Account Payee Cheque Only' on the Company's bankers at selected branches. The deposits will not carry interest beyond the due date unless they are renewed.
c) Where the due date of repayment mentioned in the Deposit Receipt falls on a Sunday, public or bank holiday or on any other day on which the Registered Office and Corporate Office of the Company is closed, repayment of amount of Deposit will be made by the Company to the Depositor on the next working day or soon thereafter as may be practicable.
18. The Deposits will be paid only on maturity. However, Company reserves the right to repay the deposit prior to the date of maturity. In accordance with Rule 15, of the Companies (Acceptance of Deposits) Rules 2014, deposits may be repaid by the Company after the expiry of 6 months, of its acceptance but before the expiry of the contracted period, in which case the rate of interest payable shall be deducted by 1% of the rate which the Company would have paid and the deposit been accepted for the period for which such deposit has actually run.

GENERAL

19. The Company will not accept or recognise any lien, assignment, charge or any other encumbrance on the deposits or interest thereon.
20. Any change in the order of Joint Names may be treated as premature repayment of Deposit. Deposits are not inter changeable from one scheme to another.
21. Application for deposits with thumb impression will not be accepted unless attested by a Notary Public or Magistrate.
22. Notification to the Company regarding change in address etc. must be lodged at least 30 days before the date on which interest payment etc. falls due.
23. Fixed Deposits will be subjected to the rules & regulations framed from time to time by the Central Government / Reserve Bank of India or any other competent authority.
24. The jurisdiction of all claims existing in respect of Fixed Deposits under the Scheme shall be Chandigarh.
25. The Company reserves the right :
 - (a) to alter or amend without notice any or all of the conditions stipulated above to the permissible extent.
 - (b) to accept deposits only for such periods as it may decide from time to time.
 - (c) to reject any application for a fresh deposit or for renewal without assigning any reason; and
 - (d) to repay the deposit prematurely before the due date.All communication with regard to Fixed Deposits must be addressed to:

Secretarial Department
ETHOS LIMITED,
SCO 88-89, Sector 8-C, Madhya Marg, Chandigarh
PHONE : 0172 2548223/24

FORM DPT – 1
CIRCULAR INVITING DEPOSITS

[Pursuant to section 73(2)(a) and section 76 and rule 4(1) and 4(2) of the Companies (Acceptance of Deposits) Rules, 2014]

1. GENERAL INFORMATION

a.	Name, address, website and other contact details of the company;	Ethos Limited (CIN – U52300HP2007PLC030800) Registered office: Plot No. 3, Sector III, Parwanoo 173 220 (Himachal Pradesh) Corporate Office: 'Kamla Centre', S.C.O. 88-89, Sector 8-C, Madhya Marg, Chandigarh 160009 Website: www.ethoswatches.com Email id : investor.complaints@ethoswatches.com Phone : +91 172 2548223/24/27, 2544378/79 Fax : +91 172 2548302
b.	Date of incorporation of the company;	5 th November, 2007
c.	Business carried on by the company and its subsidiaries with details of branches or units, if any;	Retail business of selling Luxury Swiss Watches and accessories. The Company has 1 (one) subsidiary, namely Cognition Digital LLP and 1 (one) associate company, namely Pasadena Retail Private Limited. Ethos Limited is a subsidiary of KDDL Limited, a listed company. The Company has 46 (forty six) stores all over the country.
d.	Brief particulars of the management of the company;	The Company is being managed by the Directors of the Company and experienced professionals.
e.	Name, addresses, DIN and occupations of the directors;	as given below:-

Sr. No.	Name, residential address, DIN and occupation of the Directors
1.	MR. YASHOVARDHAN SABOO, Managing Director (DIN – 00012158) House No. 1, Sector 5, Chandigarh 160008 (Industrialist)
2.	MR. MANOJ GUPTA, Executive Director (DIN – 08700786) House no. 6072, Modern Housing Complex, Manimajra, Chandigarh 160101 (Service)
3.	MR. ANIL KHANNA, Independent Director (DIN – 00012232) House No. 515, Sector 36-B, Chandigarh 160036 (Chartered Accountant)
4.	MR. DILPREET SINGH, Independent Director (DIN – 03042448) H. No. 1347, Chakarpur, D.L.F. Phase – 4, Block – B, Gurgaon, Haryana 122002 (Service)
5.	MR. MOHAIMIN ALTAF, Independent Director (DIN – 08080751) 4D, Sagar Apartment, Tilak Marg, New Delhi 110001 (Business)
6.	MR. NAGARAJAN SUBRAMANIAN, Independent Director (DIN – 02406548) 2, 2 nd Floor, Sanskriti 8, Dongersi Rd, Walkeshwar, Mumbai, Maharashtra 400006 (Business)
7.	MRS. NEELIMA TRIPATHI, Woman Director (DIN – 07588695) d/o Late Prof. G.C. Trigunayat 19, Central Lane, Bengali Market, New Delhi 110001 (Advocate)
8.	MR. SUNDEEP KUMAR, Independent Director (DIN – 02750717) s/o Mr. Ashok Kumar A-176A, Sushant Lok Phase-I, Gurgaon, Haryana – 122001 (Professional)

f.	Management's perception of risk factors;	<ul style="list-style-type: none"> The Company's ability to sustain growth is reliant on the continued growth of economy especially in the current COVID-19 situation. Expansion of the chain is also based on adequate development of retail properties commensurate with the requirements of premium and luxury lifestyle.
g.	<p>Details of default, including the amount involved, duration of default and present status, in repayment of –</p> <p>i) Statutory dues ii) Debentures and interest thereon iii) Loan from any bank or financial institution and interest thereon.</p>	<p>Undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, goods and service tax, cess and other statutory dues have generally been regularly deposited with the appropriate authorities though there has been a slight delay in a few cases.</p> <p>No undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, service tax, sales-tax, duty of custom, duty of excise, value added tax, goods and service tax, cess and other statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.</p> <p>The dues of income-tax on account of any dispute, are as follows: The Company has not issued or allotted any kind of debentures. There have been no defaults in the loans taken from any banks or financial institution and interest thereon.</p>

Name of the statute	Nature of the dues	Amount (INR in lakhs)	Amount deposited (INR in lakhs)	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	31.16	31.16	Assessment year 2013-14	Commissioner of Income tax (Appeals)
Income Tax Act, 1961	Income Tax	52.02	52.02	Assessment year 2014-15	Commissioner of Income tax (Appeals)
Income Tax Act, 1961	Income Tax	208.02	41.60	Assessment year 2017-18	Commissioner of Income tax (Appeals)

3. PARTICULARS OF THE DEPOSIT SCHEME

a.	Date of passing of board resolution;	16 th September, 2020
b.	Date of passing of resolution in the general meeting authorizing the invitation of such deposits;	16 th September, 2020
c.	Type of deposits, i.e., whether secured or unsecured;	Unsecured
d.	i. Amount which the company can raise by way of deposits as per the Act and the rules made thereunder,	<p>Rs. 15,06,90,622/-for acceptance or renewal of Short term deposits for repayment earlier than 6 months from the date of deposit or renewal but repayable not earlier than 3 months. From members upto 10% of the aggregate of the paid up share capital and free reserves. {Scheme A}</p> <p>Rs. 52,74,17,176/- for acceptance or renewal of any deposit, if the amount of such deposits together with the amount of other deposits outstanding as on date of acceptance or renewal of such deposits between 6 months and 36 months. From members upto 35% of the paid up share capital and free reserves. {Scheme B and C}</p>

<p>ii. the aggregate of deposits actually held on the last day of the immediately preceding financial year and on the date of the issue of circular or advertisement and</p> <p>iii. amount of deposit proposed to be raised and</p> <p>iv. amount of deposit repayable within the next twelve months;</p>	<p>Rs. 20,45,08,000/- as at 31st March, 2020 Rs. 20,11,50,000/- as at 16th September, 2020</p> <p>Upto Rs. 32 Crores</p> <p>Rs. 7.80 crores</p>																																																	
<p>e. Terms of raising of deposits : Duration, Rate of interest, mode of payment and repayment;</p>	<p>Scheme A – Short Term Deposit</p> <table border="1" data-bbox="667 426 1289 659"> <thead> <tr> <th>Period</th> <th>Rate of Interest</th> <th>Interest Payable</th> <th>Minimum Amount of Deposit (Rs.)</th> </tr> </thead> <tbody> <tr> <td>More than 3 months and less than 6 months</td> <td>8.00%</td> <td>On maturity</td> <td>2,00,000</td> </tr> </tbody> </table> <p>Scheme B – Fixed Deposit</p> <table border="1" data-bbox="667 716 1463 867"> <thead> <tr> <th>Period</th> <th>Rate of Interest</th> <th>Interest Payable</th> <th>Minimum Amount of Deposit (Rs.)</th> </tr> </thead> <tbody> <tr> <td>12 months</td> <td>9.50%</td> <td>Qtrly.</td> <td>50,000</td> </tr> <tr> <td>24 months</td> <td>10.25%</td> <td>Qtrly.</td> <td>25,000</td> </tr> <tr> <td>36 months</td> <td>10.75%</td> <td>Qtrly.</td> <td>25,000</td> </tr> </tbody> </table> <p>Scheme C – Cumulative Deposit</p> <table border="1" data-bbox="667 924 1511 1304"> <thead> <tr> <th>Period</th> <th>Compounding Basis deposit</th> <th>Minimum amount of deposit (Rs.)</th> <th>Rate of Interest with quarterly compounding</th> <th>Effective Yield per annum (Approx.)</th> </tr> </thead> <tbody> <tr> <td>6 months</td> <td>Quarterly</td> <td>1,00,000</td> <td>8.00%</td> <td>8.08%</td> </tr> <tr> <td>12 months</td> <td>Quarterly</td> <td>50,000</td> <td>9.50%</td> <td>9.84%</td> </tr> <tr> <td>24 months</td> <td>Quarterly</td> <td>25,000</td> <td>10.25%</td> <td>11.22%</td> </tr> <tr> <td>36 months</td> <td>Quarterly</td> <td>10,000</td> <td>10.75%</td> <td>12.49%</td> </tr> </tbody> </table>	Period	Rate of Interest	Interest Payable	Minimum Amount of Deposit (Rs.)	More than 3 months and less than 6 months	8.00%	On maturity	2,00,000	Period	Rate of Interest	Interest Payable	Minimum Amount of Deposit (Rs.)	12 months	9.50%	Qtrly.	50,000	24 months	10.25%	Qtrly.	25,000	36 months	10.75%	Qtrly.	25,000	Period	Compounding Basis deposit	Minimum amount of deposit (Rs.)	Rate of Interest with quarterly compounding	Effective Yield per annum (Approx.)	6 months	Quarterly	1,00,000	8.00%	8.08%	12 months	Quarterly	50,000	9.50%	9.84%	24 months	Quarterly	25,000	10.25%	11.22%	36 months	Quarterly	10,000	10.75%	12.49%
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<p>f. Proposed time schedule mentioning the date of opening of the Scheme and time period for which the circular or advertisement is valid;</p>	<p>The Scheme shall be opened effective from its date of filing with the Registrar of Companies and shall be valid till the forthcoming Annual General Meeting of the Company.</p>																																																	
<p>g. Reasons or objects of raising the deposits;</p>	<p>For meeting working capital requirements of the Company.</p>																																																	
<p>h. Credit rating obtained; Name of the Credit Rating Agencies, Rating obtained, Meaning of rating obtained, Date on which rating was obtained.</p>	<p>ICRA Limited [ICRA]MA- (Stable); Re-affirmed This rating indicates that the degree of safety regarding timely payment of interest and principal is satisfactory. 7th January, 2020</p>																																																	
<p>i. Extent of deposit insurance; Name of the Insurance Company, terms of the insurance coverage, duration of coverage, extent of coverage, procedure for claim in case of default etc.</p>	<p>-- Not applicable --</p>																																																	
<p>j. Short particulars of the charge created or to be created for securing such deposits, if any;</p>	<p>-- Not applicable --</p>																																																	
<p>k. Any financial or other material interest of the directors, promoters or key</p>	<p>Nil</p>																																																	

managerial personnel in such deposits and the effect of such interest in so far as it is different from the interests of other persons.	Deposits from Directors' Relatives or Key Managerial Personnel or their relatives are at par with the deposits accepted from members.
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4. DETAILS OF ANY OUTSTANDING DEPOSITS

a.	Amount Outstanding; (as on 31 st March, 2020)	Rs. 20,45,08,000/- (Rupees Twenty crores forty five lacs and eight thousand only)
b.	Date of acceptance;	Accepted from time to time as per working capital requirements of the Company.
c.	Total amounts accepted;	Rs. 12,87,48,000/- (Rupees Twelve crores eighty seven lacs and forty eight thousand only) *including amount of deposits renewed during the year amounting to Rs. 6,20,32,000/-.
d.	Rate of interest;	As per the approved FD scheme
e.	Total number of depositors;	158 (One hundred and fifty eight only)
f.	Default, if any, in repayment of deposits and payment of interest thereon, if any, including number of depositors, amount and duration of default involved;	Nil
g.	Any waiver by the depositors, of interest accrued on deposits;	Not applicable

5. FINANCIAL POSITION OF THE COMPANY

a.	Profits of the company, before and after making provision for tax, for the three financial years immediately preceding the date of issue of circular;	(Amount in Rs. Lacs)		
		2019-20 (as per Ind AS)	2018-19 (as per Ind AS)	2017-18 (as per Ind AS)
	Profits before making provision for tax	124.87	1845.65	520.95
	Profits after making provision for tax	1.99	1100.14	404.04
b.	Dividends declared by the company in respect of the said three financial years; interest coverage ratio for last three years (Cash profit after tax plus interest paid or interest paid)	The Company has not declared dividend (interim or final) during the last three financial years. Interest Coverage Ratio for the last three years is as under:-		
		For the year ended on	:	Ratio
		31 st March, 2020	:	1.00
		31 st March, 2019	:	3.85
		31 st March, 2018	:	1.79
c.	A summary of the financial position of the company as in the three audited balance sheets immediately preceding the date of issue of circular;	Enclosed as Annexure I		
d.	Audited Cash Flow Statement for the three years immediately preceding the date of issue of circular.	Enclosed as Annexure II		
e.	Any change in accounting policies during the last three years and their effect on the profits and the reserves of the company.	No		

6. A DECLARATION BY THE DIRECTORS THAT –

- the company has not defaulted in the repayment of deposits accepted either before or after the commencement of the Act or payment of interest thereon;
- the board of directors have satisfied themselves fully with respect to the affairs and prospects of the company and that they are of the opinion that having regard to the estimated future financial position of the company, the company will be able to meet its liabilities as and when they become due and that the company will not become insolvent within a period of one year from the date of issue of the circular;
- the company has complied with the provisions of the Act and the rules made thereunder;
- the compliance with the Act and the rules does not imply that repayment of deposits is guaranteed by Central Government;
- the deposits accepted by the company before the commencement of the Act have been repaid along with interest within 365 days as per provisions of section 74(2) or within such extended period as may be allowed by Company Law Board/National Company Law Tribunal and until they are repaid, they shall be treated as unsecured and ranking pari passu with other unsecured liabilities.

- f. in case of any adverse change in credit rating, depositors will be given a chance to withdraw deposits without any penalty.
- g. the deposits shall be used only for the purposes indicated in the Circular;
- h. the deposits accepted by the company (other than the secured deposits, if any, aggregate amount of which to be indicated) are unsecured and rank pari passu with other unsecured liabilities of the company.
7. *Disclaimer* – It is to be distinctively understood that the filing of circular with the Registrar should not in any way be deemed or construed that the same has been cleared or approved by the Registrar or Central Government. The Registrar or Central Government does not take any responsibility either for the financial soundness of any deposit scheme for which the deposit is being accepted or invited or for the correctness of the statements made or opinions expressed in the circular. The depositors should exercise due diligence before investing in the deposit schemes.

By order of the Board
For **Ethos Limited**
Anil Dhiman
Company Secretary
Place: Chandigarh

P.S. :- The text of this Circular has been approved by the Board of Directors of the Company at its meeting held on 16.09.2020 and a copy thereof duly signed by the majority of the Directors of the Company on 16.09.2020 has been filed with the Registrar of Companies, Himachal Pradesh at Chandigarh filed on 16.09.2020 vide SRN R56261134 on the MCA portal.

Annexure I : Summary of the financial position of the company (as per IND-AS) (Amount in Rs. Lacs)

Particulars	Amount in Rs. Lacs		
	as at 31.03.2020	as at 31.03.2019	as at 31.03.2018
ASSETS			
Non-current assets			
Property, plant and equipment	3044.18	2,101.37	1,646.80
Capital work-in-progress	69.88	440.02	36.85
Right-of-use assets	9691.23	-	-
Intangible assets	80.94	57.46	27.44
Intangible assets under development	5.61	38.21	-
Financial assets			
- Investments	377.44	42.94	42.94
- Loans	804.90	1024.27	910.75
- Other financial assets	128.93	99.71	215.03
Income tax assets (net)	144.64	123.25	123.24
Deferred tax assets (net)	721.45	630.46	483.66
Other non-current assets	214.72	460.13	519.75
Total non-current assets	15283.92	5017.79	4,006.46
Current assets			
Inventories	21859.01	20,556.94	17,103.29
Financial assets			
- Trade receivables	938.32	774.91	645.62
- Cash and cash equivalents	978.81	728.55	718.91
- Other bank balances	-	27.27	-
- Loans	721.04	405.54	367.99
- Other financial assets	549.29	259.51	9.51
Other current assets	2379.93	2222.25	2,130.40
Total current assets	27426.40	24974.97	20,975.72
Total Assets	42710.32	29992.76	24,982.18
EQUITY AND LIABILITIES			
Equity			
Equity share capital	1821.28	1,690.17	1,590.86
Other equity	13433.87	11,481.11	7,570.10
Total equity	15255.15	13,171.28	9,160.96
Liabilities			
Non-current liabilities			
Financial liabilities			
- Borrowings	1575.94	1620.46	1,109.29
- Lease Liabilities	7981.82	-	-

- Other non-current financial liabilities	94.52	48.86	-
Provisions	130.04	110.23	142.24
Total non-current liabilities	9782.32	1779.55	1,251.53
Current liabilities			
Financial liabilities			
- Borrowings	5355.15	5,304.30	4,098.84
- Lease Liabilities	1908.61	-	-
Trade payables			
-total outstanding dues of micro enterprises and small enterprises	1.93	-	-
-total outstanding dues of creditors other than micro enterprises and small enterprises	7516.07	6972.47	7723.17
- Other financial liabilities	1612.18	1711.45	1,678.34
Other current liabilities	1052.51	643.36	1,003.18
Provisions	226.40	135.53	2.69
Current tax liabilities (net)	-	274.82	63.47
Total current liabilities	17672.85	15041.93	14,569.69
Total liabilities	27455.17	16821.48	15,821.22
Total Equity and Liabilities	42710.32	29992.76	24,982.18

Annexure II : Audited Cash Flow Statement for the last three years (Amount in Rs. Lacs)

Particulars	For the year ended		
	31 March, 2020 (as per Ind AS)	31 March, 2019 (as per Ind AS)	31 March, 2018 (as per Ind AS)
Cash flow from operating activities	3477.71	-2137.34	-110.85
Cash flow from investing activities	-1265.24	-1283.28	-1182.88
Cash flow from financing activities	-1962.20	3529.18	1106.66
Increase in cash and cash equivalents	250.26	108.56	-187.07
Cash and cash equivalents at the commencement of the year	728.55	718.91	905.98
Cash and cash equivalents at the end of the year	978.81	827.47	718.91