

# **CFF FLUID CONTROL PRIVATE LIMITED**

**(CIN: U28990MH2012PTC227023)**

## **ANNUAL REPORT 2018-19**

### **BOARD OF DIRECTORS:**

Mr. Gautam Makkar  
Mr. Sunil Menon

Director  
Director

### **REGISTERED OFFICE:**

Plot No. 01, Survey No. 96, Kumbhivli Madap,  
Khopoli, Khalapur,  
Raigarh - 410 203,  
Maharashtra - INDIA

### **AUDITORS:**

CHANDIRAMANI & CO.,  
Chartered Accountants,  
402, Agarwal B2B centre,  
D'Mont Lane, Malad (West),  
Mumbai - 400 064  
Maharashtra - INDIA

# CHANDIRAMANI & CO.

CHARTERED ACCOUNTANTS

80 OM HEERA PANNA MALL, 1ST FLR., OSHIWARA, ANDHERI WEST, MUMBAI - 400 053.

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## **INDEPENDENT AUDITOR'S REPORT**

To

The Members,

CFF FLUID CONTROL PVT. LTD.

Plot No 1, Survey No-96, Kumbhivli, Madap Khopoli IN, Khalapur, Raigad, Maharashtra

### **Report on Financial Statements**

We have audited the accompanying financial statements of CFF FLUID CONTROL Pvt. Ltd. ("the Company"), which comprise the Balance Sheet as at 31st March, 2018 Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for matters stated in section 134(5) of Companies Act, 2013 ("the Act") with respect to the preparation of financial statements that give a true and fair view of the financial position, financial performance and cash flow of the Company in accordance with the Accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of financial statements that give a true and fair view and free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statement.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at **March 31, 2018**; and
- (b) in the case of the Statement of Profit and Loss, of the **Profit** for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

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

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

- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- (c) The Balance Sheet, Statement of Profit and Loss, Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements in comply with the accounting standards specified under section 133 of the Act, read with the Rule 7 of Companies(Accounts) Rules, 2014.
- (e) On the basis of written representations received from the directors, as on March 31, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies(Audit & Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanation given to us :
  - i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which required to be transferred to the Investors Education and Protection Fund by the Company.



**FOR CHANDIRAMANI & CO.**  
CHARTERED ACCOUNTANTS  
FIRM NO - 101667W

*Mohan Chandiramani*

**MOHAN CHANDIRAMANI**

PROPRIETOR

(M.NO. 040127)

PLACE : MUMBAI

DATED : 31st August, 2018.

**ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE  
FINANCIAL STATEMENTS OF CFF FLUID CONTROL PVT LTD**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143  
of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of (CFF Fluid Control Pvt Ltd) as of 31-Mar-2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls. 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 Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 over financial reporting was 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence I/we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes 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 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 financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31-Mar-2016.

PLACE : MUMBAI  
DATED : 31st August, 2018.



**FOR CHANDIRAMANI & CO.**  
CHARTERED ACCOUNTANTS  
FIRM NO - 101667W

**MOHAN CHANDIRAMANI**  
PROPRIETOR  
(M.NO. 040127)

## Annexure to the Auditors' Report

The Annexure referred to in our report to the members of CFF FLUID CONTROL PVT. LTD. for the year ended 31st March, 2018. We report that:

- (1)
  - (a) The Company is in the process of setting up its production unit. Hence, records showing quantitative details are under preparation.
  - (b) The Company is in the process of setting up a program of physical verification of fixed assets, which will be operational once the installation of capital assets is complete.
  - (c) The title deeds of immovable properties are held in the name of the company.
- (2)
  - (a) As explained to us, inventories were physically verified during the year by the management at reasonable intervals.
  - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
  - (c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- (3) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered by clause (76) of Section 2 of the Companies Act, 2013.
- (4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- (5) The Company has not accepted any deposits according to the the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013
- (6) As informed to us, the Central Government has not prescribed maintenance of cost record under sub-section (1) of Section 148 of the Act
- (7)
  - (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including income-tax, sales-tax, Value added Tax, Cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities, As explained to us, the company does not have registration on account of provident fund, employees' state insurance, service tax and excise duty.
  - (b) There were no arrears of disputed statutory dues as at the last day of financial year.
- (8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- (9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- (10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration payment or provision in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act is not applicable.
- (12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

- (13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment of shares or fully or partly convertible debentures but has made private placement during the year under review and the requirement of Section 42 of the Companies Act, 2013 have been complied and the amount raised have been used for the purposes for which the funds were raised.
- (15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- (16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.



PLACE : MUMBAI  
DATED : 31st August, 2018.

**FOR CHANDIRAMANI & CO.**

CHARTERED ACCOUNTANTS

FIRM NO - 101667W

**MOHAN CHANDIRAMANI**

PROPRIETOR


(M.NO. 040127)

**CFF FLUID CONTROL PVT. LTD.**  
**BALANCE SHEET AS AT 31ST MARCH, 2018**

PARTICULARS	SH No.	AS ON 31.03.2018		AS ON 31.03.2017	
<b>EQUITY AND LIABILITIES</b>					
<b>(1) SHAREHOLDERS' FUNDS</b>					
(a) Share Capital	2	71,37,050		71,37,050	
(b) Share Application Pending Allotment		1,98,64,006		1,98,64,006	
(c) Reserves & Surplus	3	3,59,42,442	6,29,43,498	2,84,00,996	5,54,02,052
<b>(2) NON-CURRENT LIABILITIES</b>					
(a) Long-Term Borrowings	4	6,13,09,395		5,99,26,152	
(d) Advance From Customers	5	13,04,55,845		18,59,10,980	
(b) Deferred tax liabilities (Net)	10	11,32,628	19,28,97,867	-	24,58,37,132
<b>(3) CURRENT LIABILITIES</b>					
(a) Short-Term Bank Borrowings	6	4,94,35,090		99,95,097	
(b) Trade Payables	7	89,29,478		1,05,64,092	
(c) Other Current Liabilities	8	-		3,50,52,212	
(d) Short-Term Provisions	9	60,17,302	6,43,81,871	17,00,546	5,73,11,946
<b>TOTAL</b>			<b>32,02,23,236</b>		<b>35,85,51,130</b>
<b>ASSETS</b>					
<b>(1) NON-CURRENT ASSETS</b>					
(a) Fixed Assets					
Tangible Assets	10	12,97,91,431		10,78,92,760	
(b) Deferred Tax Assets (Net)	11	-		53,086	
(c) Long Term Advance to Suppliers	12	10,36,22,020	23,34,13,451	16,73,16,003	27,52,61,849
<b>(2) CURRENT ASSETS</b>					
(a) Inventories		4,46,49,990		3,20,45,283	
(b) Trade Receivables	13	1,44,81,843		37,87,202	
(c) Cash and Cash Equivalents	14	1,31,81,668		1,70,42,509	
(d) Short Terms Loans & Advances	15	1,44,96,285	8,68,09,786	3,04,14,287	8,32,89,281
<b>TOTAL</b>			<b>32,02,23,236</b>		<b>35,85,51,130</b>

IN TERMS OF OUR REPORT ATTACHED.

**CHANDIRAMANI & CO**  
CHARTERED ACCOUNTANTS  
101667W

  
**MOHAN CHANDIRAMANI**  
PROPRIETOR  
(M. NO. 040127)



**ON THE BEHALF OF BOARD**

*For CFF Fluid Control Private Limited*

  
**DIRECTOR**

  
**Director**

PLACE : MUMBAI  
DATED : 31st August, 2018.

PLACE : MUMBAI  
DATED : 31st August, 2018.



**CFF FLUID CONTROL PVT. LTD.**

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2018**

PARTICULARS	SH No.	FOR THE YEAR ENDED 31.03.2018	FOR THE YEAR ENDED 31.03.2017
<b>CONTINUING OPERATIONS</b>			
(1) Revenue from Operations (gross)		23,55,31,891	2,22,16,913
Less: Sales Tax		45,62,206	-
Less: GST		3,00,77,629	-
Revenue from operations (net)		<u>20,08,92,055</u>	<u>2,22,16,913</u>
Other Income	16	9,88,478	1,54,725
<b>TOTAL REVENUE</b>		<u><b>20,18,80,533</b></u>	<u><b>2,23,71,638</b></u>
<b>EXPENSES</b>			
(1) Cost of Material Consumed	17	12,48,71,892	1,47,99,695
(2) Manufacturing Expenses	18	1,76,94,708	25,95,280
(3) Employee Benefits Expenses	19	95,82,767	7,58,042
(4) Finance Cost	20	2,21,94,143	1,59,510
(5) Administration Expenses	21	81,87,228	15,56,130
(6) Depreciation & Amortisation Expenses		82,94,865	18,72,373
<b>TOTAL EXPENSES</b>		<u><b>19,08,25,604</b></u>	<u><b>2,17,41,030</b></u>
<b>NET PROFIT / (LOSS) BEFORE TAX</b>		1,10,54,930	6,30,608
<b>Less : Tax Expenses</b>			
(a) Current tax for current year		23,50,000	2,96,740
(b) Deferred tax		11,85,714	(49,162)
(c) Short/(Excess)Tax Provision for Earlier Year		(22,230)	35,13,484
<b>PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS</b>		<u><b>75,41,446</b></u>	<u><b>3,83,030</b></u>
<b>EARNINGS PER EQUITY SHARE</b>			
Basic	22	10.57	0.54
Diluted		10.57	0.54

IN TERMS OF OUR REPORT ATTACHED.

**CHANDIRAMANI & CO**  
CHARTERED ACCOUNTANTS  
101667W

*Mohan Chandiramani*  
**MOHAN CHANDIRAMANI**  
PROPRIETOR  
(M. NO. 040127)



**ON THE BEHALF OF BOARD**  
*For CFF Fluid Control Private Limited*

*[Signature]*

DIRECTOR

*[Signature]*

DIRECTOR

**Director**

PLACE : MUMBAI  
DATED : 31st August, 2018.

PLACE : MUMBAI  
DATED : 31st August, 2018.

## **CFF FLUID CONTROL PVT. LTD.**

### **NOTE:01**

#### **NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

##### **CORPORATE INFORMATION**

M/s. Cff Fluid Control Pvt. Ltd. company incorporated on 19-10-2012, having its registered office at Plot No 1, Survey No-96, Kumbhivli, Madap Khopoli In, Khalapur, Raigad, Maharashtra. Directors of the company are Mr. Gautam Makkar & Mr. Sunil Menon. The nature of the operations and principal activities of the company are fluid control.

##### **SIGNIFICANT ACCOUNTING POLICIES**

###### **(a) Basis of accounting and preparation of financial statements**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

###### **(b) Use of estimates :**

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

###### **(d) Depreciation and Amortisation :**

Depreciation on all assets of the Company is charged on written down value method over the useful life of assets at the rates and in the manner provided in Schedule II of the Companies Act, 2013.

###### **(e) Revenue Recognition :**

(i) The company follows the Mercantile System of Accounting and recognises revenue / income, cost / expenditure on accrual basis except in the case of significant uncertainties. Sales are recognised, net of returns and discounts.

(ii) Interest income is recognised on time proportion method basis taking into account the amounts outstanding and the rate applicable.

###### **(f) Fixed Assets :**

(i) Fixed assets are recorded at cost less depreciation.

(ii) Costs comprise the purchase price and attributable costs of bringing the asset to its working condition for its intended use.

###### **(g) Capital work-in-progress:**

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

###### **(h) Foreign Exchange Transactions :**

Foreign Currency transactions are accounted at the exchange rates ruling on the date of the transaction. Foreign currency monetary items, as at the Balance Sheet date restated at the closing exchange rates. Exchange differences arising on actual payments / realisations and year end restatements of foreign currency monetary items are dealt with in the Profit & Loss Accounts.

###### **(i) Employee benefits**

The Company has not evolved any short term or long term retirement benefit and any liability towards the same shall be effected on payment basis.

###### **(j) Borrowing costs**

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost

###### **(k) Earnings per share :**

(i) Basic earnings per share are calculated by dividing the net profit for the year/period attributed to equity shareholders by the weighted average number of equity shares outstanding during the year/period.

(ii) 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 are adjusted for the effects of all dilutive potential equity shares.



**(l) Taxes on income**

(i) Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961

(ii) Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

**(m) Impairment of assets :**

(i) On an annual basis the company makes an assessment of any indicator that may lead to impairment of assets. An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. The recoverable amount is higher of an asset's net selling price and value in use. Value is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

(ii) An impairment loss is charged to profit and loss account in the year in which an asset is identified as impaired.

(iii) The impairment loss recognized in the prior accounting is reversed if there has been a change in the estimate of recoverable amount.

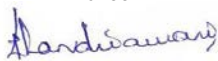
**(n) Provisions, Contingent Liabilities and Contingent Assets :**

(i) A provision is recognised when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

(ii) Contingent Liabilities are not recognized but disclosed in notes to accounts. Contingent assets are neither recognized nor disclosed in financial statements.

IN TERMS OF OUR REPORT ATTACHED.


**CHANDIRAMANI & CO**  
CHARTERED ACCOUNTANTS  
101667W

  
**MOHAN CHANDIRAMANI**  
PROPRIETOR  
(M. NO. 040127)

PLACE : MUMBAI  
DATED : 31st August, 2018.



**ON THE BEHALF OF BOARD**  
*For CFF Fluid Control Private Limited*

   
DIRECTOR DIRECTOR

PLACE : MUMBAI  
DATED : 31st August, 2018.

Statement of Significant Accounting policies and Other Explanatory Notes (contd..)

**OTHER EXPLANATORY NOTES**

**NOTE : 02**

**SHARE CAPITAL :**

PARTICULARS	AS ON 31.03.2018		AS ON 31.03.2017	
	Number	Amount (Rs)	Number	Amount (Rs)
<u>AUTHORISED</u> Equity Shares of Rs. 10/- each	10,00,000	1,00,00,000	10,00,000	1,00,00,000
<u>ISSUED, SUBSCRIBED &amp; PAID UP</u> Equity Shares of Rs. 10/- each	7,13,705	71,37,050	7,13,705	71,37,050
<b>Total</b>	7,13,705	71,37,050	7,13,705	71,37,050

**DETAILS OF SHAREHOLDING IN EXCESS OF 5%**

PARTICULARS	AS ON 31.03.2018		AS ON 31.03.2017	
	Number	Percent (%)	Number	Percent (%)
Financiere MB Sas	1,39,015	19.48%	1,39,015	19.48%
Flash Forge Pvt. Ltd.	5,74,689	80.52%	5,74,689	80.52%
Others Less than 5%	1	0.00%	1	0.00%
<b>TOTAL</b>	7,13,705	100.00%	7,13,705	100.00%

RECONCILIATION OF THE NUMBER OF SHARES AND AMOUNT OUTSTANDING AT THE BEGINNING AND AT THE END OF THE REPORTING PERIOD:

PARTICULARS	AS ON 31.03.2018		AS ON 31.03.2017	
	Number	Amount (Rs)	Number	Amount (Rs)
Shares outstanding at the beginning of the period	7,13,705	71,37,050	7,13,705	71,37,050
Fresh issue	-	-	-	-
Bonus	-	-	-	-
ESOP	-	-	-	-
Conversion	-	-	-	-
Buy back	-	-	-	-
Other changes (give details)	-	-	-	-
Shares outstanding at the end of the period	7,13,705	71,37,050	7,13,705	71,37,050

PARTICULARS	AS ON 31.03.2018		AS ON 31.03.2017	
	Number	Amount (Rs)	Number	Amount (Rs)
<b>NOTE : 03</b> <b>RESERVED &amp; SURPLUS :</b>				
(a) Share Premium Account				
Opening Balance	2,78,71,765		2,78,71,765	
Add : Premium on shares issued during the year	-		-	
Less : Utilised during the year	-	2,78,71,765		2,78,71,765
(c) Surplus in Statement of Profit and Loss				
Opening Balance	5,29,231		1,46,201.57	
Add: Transfer for the year	75,41,446	80,70,677	3,83,029.54	5,29,231
<b>Total Rs.</b>		<b>3,59,42,442</b>		<b>2,84,00,996</b>



Statement of Significant Accounting policies and Other Explanatory Notes (contd..)

PARTICULARS	AS ON 31.03.2018		AS ON 31.03.2017	
	SECURED	UNSECURED	SECURED	UNSECURED
<b>NOTE : 04</b>				
<b>LONG-TERM BORROWINGS</b>				
<b>(a) Loan From Bank</b>				
<b>Term Loan from Bank</b>				
Term Loan from Axis Bank Limited secured against Exclusive First charge by way of hypothecation on the entire assets of the company(Present and Future) and Equitable Mortgage of Factory Land and Building, owned by the company and personal guarantee of Directors Gautam Makkar and Sunil Menon.	4,66,86,162		5,96,86,162	
<b>(b) Loan From Director</b>				
Sunil Menon	39,990	-	2,39,990	-
<b>(C) Loan From Subsidiary Company</b>				
Flash Forge Pvt. Ltd.	1,45,83,243			
<b>Total Rs.</b>	<b>6,13,09,395</b>	<b>-</b>	<b>5,99,26,152</b>	<b>-</b>
<b>NOTE : 05</b>				
<b>ADVANCES FROM CUSTOMERS</b>				
DCNS India Private Limited		13,04,55,845		18,59,10,980
<b>Total Rs.</b>		<b>13,04,55,845</b>		<b>18,59,10,980</b>
<b>NOTE : 06</b>				
<b>SHORT-TERM BANK BORROWINGS</b>				
Current Maturities of Long Term Borrowing		95,00,000		
Bank Cash Credit		3,99,35,090		99,95,097
		<b>4,94,35,090</b>		<b>99,95,097</b>
Bank Cash Credit from Axis Bank Limited is secured against Exclusive First charge by way of hypothecation on the entire Current Assets of the company(Present and Future).Extension of Exclusive charge by way of Equitable Mortgage on Land and Building,owned by the company,and personal guarantee of Directors Gautam Makkar and Sunil Menon.				
<b>NOTE : 07</b>				
<b>TRADE PAYABLES</b>				
(a) Acceptances		-		-
(b) Other than Acceptances		89,29,478		1,05,64,092
<b>Total Rs.</b>		<b>89,29,478</b>		<b>1,05,64,092</b>
<b>NOTE : 08</b>				
<b>OTHER CURRENT LIABILITIES</b>				
(a) Other Current Liabilities		-		3,50,52,212
<b>Total Rs.</b>		<b>-</b>		<b>3,50,52,212</b>
<b>NOTE : 09</b>				
<b>SHORT TERM PROVISIONS</b>				
Audit Fees Payable		78,750		53,750
Provision for Income Tax		23,50,000		3,00,000
Other Payable		35,88,552		13,46,796
<b>Total Rs.</b>		<b>60,17,302</b>		<b>17,00,546</b>

Statement of Significant Accounting policies and Other Explanatory Notes (contd..)



PARTICULARS	AS ON 31.03.2018		AS ON 31.03.2017	
<b>NOTE : 10</b>				
<b>TANGIBLE ASSETS</b>				
<b>Gross Block</b>				
(a) Land	2,19,74,000	-	2,19,74,000	-
(b) Factory Building (Construction Work)	5,69,79,364		-	
(c) Plant & Machinery	5,50,79,770		1,86,13,859	
(d) Computers	7,40,986		2,76,729	
(e) Office equipment	30,82,885	-	5,55,210	-
(f) Furniture and Fixtures	23,28,991	-	1,10,159	-
(g) Capital Work in Progress	-	-	6,84,62,503	-
	14,01,85,995	-	10,99,92,459	-
<b>Total Gross Block</b>		<b>14,01,85,995</b>		<b>10,99,92,459</b>
<b>Accumulated Depreciation</b>				
(a) Land	-	-	-	-
(b) Factory Building (Construction Work)	27,94,956	-	2,29,516	-
(c) Plant & Machinery	61,58,324	-	58,218	-
(d) Computers	4,93,095	-	1,05,063	-
(e) Furniture and Fixtures	2,36,753		17,06,902	
(f) Office equipment	7,11,437			
	1,03,94,565	-	20,99,699	-
<b>Total Accumulated Depreciation</b>		<b>1,03,94,565</b>		<b>20,99,699</b>
<b>Net Block (A) - (B)</b>		<b>12,97,91,431</b>		<b>10,78,92,760</b>
<b>NOTE :11</b>				
<b>DEFERRED TAX (ASSET)</b>				
<b>Tax effect of items constituting deferred tax assets :</b>				
Depreciation		11,85,714		53,086
Deferred tax Assets and Deferred Tax Liabilities have been offset as they relate to the same government taxation laws.				
Opening Net Liability		(53,086)		3,924
Closing Net Asset/(Liability)		11,85,714		53,086
<b>Current Year Deferred Tax Asset/(Liability)</b>		<b>11,85,714</b>		<b>49,162</b>
<b>Total Rs.</b>		<b>11,32,628</b>		<b>53,086</b>
<b>NOTE : 12</b>				
<b>LONG-TERM LOANS &amp; ADVANCES</b>				
<b>(Unsecured, considred good)</b>				
Advances to Supplier for Goods to be received		10,36,22,020		16,73,16,003
<b>Total Rs.</b>		<b>10,36,22,020</b>		<b>16,73,16,003</b>
<b>NOTE : 13</b>				
<b>Trade Receivable</b>				
(Unsecured, considered good)				
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		8,87,090		-
Other Trade receivables		1,35,94,753		37,87,202
<b>Total Rs.</b>		<b>1,44,81,843</b>		<b>37,87,202</b>
<b>NOTE : 14</b>				
<b>CASH AND CASH EQUIVALENTS</b>				
(a) Cash on hand		-		-
(b) Balances with banks				
(i) in Current Account		1,01,837		1,29,96,563
(ii) in Deposit Account		1,30,79,831		40,45,946
<b>Total Rs.</b>		<b>1,31,81,668</b>		<b>1,70,42,509</b>
<b>NOTE : 15</b>				
<b>SHORT-TERM LOANS &amp; ADVANCES</b>				
<b>(Unsecured, considred good)</b>				
(a) Loans and advances to employees & Others		54,15,607		2,62,96,762
(b) Balances with government authorities :		-		-
Excise Refund		-		12,57,599
Service Tax Refund		1,96,567		3,42,167
GST		88,84,111		-
VAT Refund		-		25,17,759
<b>Total Rs.</b>		<b>1,44,96,285</b>		<b>3,04,14,287</b>



PARTICULARS	FOR THE YEAR ENDED 31.03.2018	FOR THE YEAR ENDED 31.03.2017
<b>NOTE : 16</b>		
<b>OTHER INCOME</b>		
Duty Drawback	4,02,861	-
Interest on FD	5,00,985	1,54,725
Sundry Balanec Write Off	84,632	
	<b>9,88,478</b>	<b>1,54,725</b>
<b>NOTE : 17</b>		
<b>COST OF MATERIAL CONSUMED</b>		
Opening Stock	3,20,45,283	7,57,399
Add : Purchases	13,74,76,599	4,60,87,579
Less : Closing Stock	4,46,49,990	3,20,45,283
<b>Cost of Material Consumed</b>	<b>12,48,71,892</b>	<b>1,47,99,695</b>
<b>NOTE : 18</b>		
<b>MANUFACTURING EXPENSES</b>		
Labour Charges Paid	1,10,60,506	18,78,320
Clearing & Forwarding Charges	13,22,334	
Electricity Expenses	15,46,917	10,178.00
Loading & Unloading	78,776	34,050.00
Packing Expenses	7,252	39,450.38
Testing Charges	4,10,186	70,218.50
Water Charges	1,24,400	61,600.00
Repairs & Maintenance	4,37,373	83,261
Transportation	27,06,964	4,18,202
	<b>1,76,94,708</b>	<b>25,95,280</b>
<b>NOTE : 19</b>		
<b>EMPLOYEE BENEFIT EXPENSES</b>		
<i>(No contribution to PF or any other funds)</i>		
Salary & Bonus	90,93,203	7,10,033
Staff Welfare Expenses	4,89,564	48,009
	<b>95,82,767</b>	<b>7,58,042</b>
<b>NOTE : 20</b>		
<b>FINANCE COST</b>		
Bank Charges	2,88,379	47,133
Bank Interest	81,10,329	72,089
Loan processing charges	7,99,248	
BG Commission	20,94,301	-
Stamp Duty	5,20,000	-
Foreign Exchange Profit/Loss	1,03,81,886	40,288
<b>Total Rs.</b>	<b>2,21,94,143</b>	<b>1,59,510</b>
<b>NOTE : 21</b>		
<b>ADMINISTRATION EXPENSES</b>		
Audit Fees	25,000	25,000.00
Books & Periodicals	2,90,547	
Commission & Brokerage	6,27,518	6,49,139.14
Computer Maintainance	44,503	15,294.96
Consultancy/ Professional Fess/ Legal Fess	29,75,901	-
Exhibition Expenses	21,16,600	10,000.00
Fees and taxes	1,45,930	3,82,792.74
Insurance Expenses	89,505	34,061.00
Miscellaneous Expenses	27,603	27,889
Postage & Courier	12,612	8,880.00
Printing & Stationery	2,25,807	55,071.00
Profession Tax	2,500	2,500.00
Rent	71,705	79,150
Security Charges	2,30,000	-
Telephone & Internet Expenses	90,311	-
Travelling Expenses	11,59,621	2,51,159.00
Web Charges	51,565	15,193.00
<b>Total Rs.</b>	<b>81,87,228</b>	<b>15,56,130</b>



**NOTE : 22****RELATED PARTY DISCLOSURES:**

(i) List of related parties where control exists and related parties with whom transactions have taken place and relationships:

<b>List of the Related Party</b>	
a. Key Management Personnel	Mr. Sunil Menon
b. Associates and Joint Ventures	Flash Forge Pvt. Ltd.
b. Enterprises where Key Management Personnel or their relatives are able to exercise significant influence	Financier M.B Sas
	Coyard
	ICARUS

**Transactions during the year with related parties:**

Nature of transactions	As on 31.03.2018	As on 31.03.2017
<b>a. Key Management Personnel</b>		
Loan Taken From		
Mr. Sunil Menon	10,00,000	7,05,000
Loan Repaid to		
Mr. Sunil Menon	12,00,000	5,05,000
Outstanding Loan		
Mr. Sunil Menon	39,990	2,39,990
<b>b. Associates and Joint ventures</b>		
Purchase of Goods		
Flash Forge Pvt. Ltd.	3,22,52,376	
Loan Taken		
Flash Forge Pvt. Ltd.	3,97,45,586	1,71,94,732
Loan Repaid		
Flash Forge Pvt. Ltd.	6,55,49,593	6,88,82,696
Outstanding Loan		
Flash Forge Pvt. Ltd.	(4,52,39,595)	(5,16,87,964)
<b>c. Enterprises where Key Management Personnel or their relatives are able to exercise significant</b>		
Purchase of Goods		
Coyard	10,84,77,934	3,28,58,953
Bank Guarantee Charges		
ICARUS	5,97,720	24,89,690

**NOTE : 23****EXPENDITURE IN FOREIGN CURRENCY (ACCRUAL BASIS)**

	<b>FY 2017-18</b>	<b>FY 2016-17</b>
Books & Periodicals	1,69,102.64	
Raw Material Purchased	10,88,14,397.35	-
Commission & Brokerage	6,27,517.76	-
Consultancy/ Professional Fess/ Legal Fess	3,64,191.54	
Foreign Travelling Charges	1,09,500.00	
Bank Guarantee Charges	5,97,719.77	-

**NOTE : 24****EPS**

	<b>FY 2017-18</b>	<b>FY 2016-17</b>
<b>Basic/Diluted</b>		
<b>Profit after Taxation</b>	<b>75,41,446</b>	<b>3,83,030</b>
<b>Weighted Average number of shares</b>	<b>7,13,705</b>	<b>7,13,705</b>
<b>Basic EPS (Rs. Per Equity Shared of Rs.10 each)</b>	<b>10.57</b>	<b>0.54</b>



**NOTE : 25**

Counter guarantee issued by the company to the Bank for their issuing bank guarantees.  
Outstanding as on 31.03.18 is 3.53 cr

**NOTE : 26**

**Employee Benefit**

Provision for Gratuity has not been made since this is the 1st year of operation, no provision for Gratuity or leave Encashment is made since the amount involved are not material.


**NOTE : 27**

**PREVIOUS YEAR'S FIGURES**

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

IN TERMS OF OUR REPORT ATTACHED.

**CHANDIRAMANI & CO**  
CHARTERED ACCOUNTANTS  
101667W

  
MOHAN CHANDIRAMANI  
PROPRIETOR  
(M. NO. 040127)



PLACE : MUMBAI  
DATED : 31st August, 2018.

**ON THE BEHALF OF BOARD**  
*For CFF Fluid Control Private Limited*



DIRECTOR

PLACE : MUMBAI

DATED : 31st August, 2018.



DIRECTOR

*Director*

**CFF FLUID CONTROL PRIVATE LIMITED**

**CIN: U28990MH2012PTC227023**

Plot No. 01, Survey No. 96, Kumbhivli Madap, Khopoli, Khalapur,  
Raigarh - 410203, Maharashtra, INDIA

**NOTICE**

**NOTICE** is hereby given that the **7<sup>TH</sup> ANNUAL GENERAL MEETING** of the Members of **CFF FLUID CONTROL PRIVATE LIMITED** will be held on **MONDAY, the 30<sup>TH</sup> SEPTEMBER, 2019** at **11.00 A.M.** at the Registered Office of the Company situated at **Plot No. 01, Survey No. 96, Kumbhivli Madap, Khopoli, Khalapur, Raigarh - 410203, Maharashtra, INDIA** to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March, 2019 and the Profit & Loss Account for the period ended on that date and the Reports of the Directors and Auditors thereon.
2. Appointment of M/s. Chandiramani & Co., Chartered Accountants (FRN: 101667W), as Auditors of the Company and fix their remuneration.

**"RESOLVED THAT** pursuant to provisions of Section 139, 142 and other applicable provisions of the Companies Act, 2013, if any, read with the Companies (Audit & Auditors) Rules, 2014, including any statutory enactment or modification thereof, M/s. Chandiramani & Co., Chartered Accountants, (Firm Registration No. 101667W), having registered office at 402, Agarwal B2B centre, D'Mont Lane, Malad (West), Mumbai - 400 064, Maharashtra - INDIA, be and is hereby appointed as the Statutory Auditors of the Company and to hold the office from the conclusion of 7<sup>TH</sup> Annual General Meeting held on 30/09/2019 till the conclusion of 12<sup>TH</sup> Annual General Meeting of the Company to be held in the year 2024, subject to ratification as to the said appointment at every Annual General Meeting, at a remuneration to be decided by the Board of Directors in consultation with the Auditors plus applicable tax and reimbursement of travelling and out of pocket expenses incurred by them for the purpose of audit."

**Place : Mumbai**

**Date : 25.09.2019**



**BY ORDER OF THE BOARD OF  
CFF FLUID CONTROL PRIVATE LIMITED**

A handwritten signature in black ink, appearing to read "Sunil Menon".

**DIRECTOR  
SUNIL MENON  
DIN: 00409485**

**NOTES:**

- (A) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER.
- (B) THE INSTRUMENT APPOINTING PROXY SHOULD HOWEVER BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

## DIRECTORS' REPORT

To,  
The Members  
**CFF FLUID CONTROL PRIVATE LIMITED**  
Mumbai

Your Directors have pleasure in presenting the 7<sup>th</sup> Annual Report together with Audited Financial Statements and Auditors' Report thereon for the year ended 31<sup>st</sup> March, 2019.

### FINANCIAL RESULTS:

(Amount in `)

Particulars	For the financial year ended 31 <sup>st</sup> March, 2019	For the financial year ended 31 <sup>st</sup> March, 2018
Income from Operations	379,024,323	20,08,92,055
Other Income	3,003,132	9,88,478
Total Income	382,027,455	20,18,80,533
Total Expenses	364,547,044	19,08,25,604
Profit/(Loss) before Tax	17,480,411	1,10,54,930
Tax Expenses	59,48,282	35,13,484
Profit / (Loss) for the year	11,532,129	75,41,446

### PRESENT OPERATIONS AND FUTURE PROSPECTS:

During the current Financial Year Company earned Net Profit of ` 11,532,129 after Tax as Compare with previous Financial Year Net Profit of ` 75,41,446.

### CHANGE IN NATURE OF BUSINESS

There was no change in nature of the business of the Company, during the year under review.

### DIVIDEND:

With a view to conserve resources, the Board of Directors does not recommend any dividend for the financial year ended 31<sup>st</sup> March, 2019.

### TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) OF THE COMPANIES ACT, 2013

The board does not propose any amount to carry to any specific reserves.

**CFF FLUID CONTROL PRIVATE LIMITED**

**CIN: U28990MH2012PTC227023**

Plot No. 01, Survey No. 96, Kumbhivli Madap, Khopoli, Khalapur,  
Raigarh - 410203, Maharashtra, INDIA

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**MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

No such material changes and commitments, affecting the financial position of the company have occurred and hence no comments required.

**PUBLIC DEPOSIT:**

During the year under review your Company has not accepted deposit from public as envisaged by Chapter V of the Companies Act, 2013.

**STATUTORY AUDITORS:**

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. Chandiramani & Co., Chartered Accountants (FRN: 101667W), were appointed as Statutory Auditors of the company in 2019 for a term of 5 (five) years upto conclusion of the Annual General Meeting to be held in 2024. However, their appointment as Statutory Auditors of the Company is required to be ratified by the members at every Annual General Meeting. The Company has received a confirmation from the said statutory auditors that they are not disqualified to act as the Statutory Auditors and are eligible to hold the office as the Statutory Auditors of the Company.

Necessary resolution for appointment of the said Auditors is included in the Notice of AGM for seeking approval of members.

**AUDITORS' REPORT:**

The Auditors' Report does not contain any adverse remark(s) and hence no comments required. The notes of accounts referred to in the auditors' report are self explanatory and therefore do not require any further comments.

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**CFF FLUID CONTROL PRIVATE LIMITED**

**CIN: U28990MH2012PTC227023**

Plot No. 01, Survey No. 96, Kumbhivli Madap, Khopoli, Khalapur,  
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**PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The Companies (Accounts) Rules, 2014 require the disclosure of particulars regarding Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo. The Company has not taken any steps towards Conservation of Energy and Technology Absorption. Foreign Currency transactions are accounted at the exchange rates ruling on the date of the transaction.

**RESEARCH AND DEVELOPMENT:**

During the year company has not carried out any research and development activity and no expenditure has been incurred on research and development during the year under review.

**DIRECTORS:**

During the year under report, there has not been any change in the constitution of the Board of Directors of the Company.

**DECLARATION GIVEN BY INDEPENDENT DIRECTORS:**

The Company being a private company is not mandatorily required to appoint an Independent Directors. Hence, this is not applicable to the Company

**NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS:**

The Board of Directors duly met at regular intervals during the mentioned financial year and in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. The Board Meetings were held five times on, 02/04/2018, 29/06/2018, 31/08/2018, 26/12/2018 and 27/03/2019 respectively during the financial year.

**CORPORATE SOCIAL RESPONSIBILITY:**

The provisions of Section 135 of the Companies Act, 2013 is not applicable to the Company for the year under review.

**DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM:**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

**CFF FLUID CONTROL PRIVATE LIMITED**

**CIN: U28990MH2012PTC227023**

Plot No. 01, Survey No. 96, Kumbhivli Madap, Khopoli, Khalapur,  
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**COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT,  
PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, its remuneration, qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

**INTERNAL CONTROL SYSTEMS AND ITS ADEQUACY:**

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Audit function is well defined.

**DIRECTORS RESPONSIBILITY STATEMENT:**

Pursuant to Section 134 of Companies Act, 2013 the Directors confirm that:

- a) in the preparation of the Annual Accounts, the applicable accounting standards have been followed and that no material departures have been made for the same;
- b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit or Loss of the Company for that year;
- c) the Directors have 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;
- d) the Annual Accounts for the year ended as on 31<sup>st</sup> March, 2019 have been prepared on the going concern basis.
- e) the Directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating efficiently.

**CFF FLUID CONTROL PRIVATE LIMITED**

**CIN: U28990MH2012PTC227023**

Plot No. 01, Survey No. 96, Kumbhivli Madap, Khopoli, Khalapur,  
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**PARTICULAR OF EMPLOYEES:**

During the period under report the Company has not appointed any Managerial Personnel and therefore no disclosure is required pursuant to the provision of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**DISCLOSURE AS PER SEXUAL HARRASMENT OF WOMAN AT WORKPLACE (PREVENTAION, PROHIBITION AND REDRESSAL) RULES ACT, 2013:**

The Company has zero tolerance for sexual harassment at workplace and has adopted a policy on prevention, prohibitions and redressal of sexual harassment at workplace in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

**PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS UNDER SECTION 186:**

During the period under report the company has done due compliance in respect of Loans, Guarantees and Investments made by the Company u/s 186.

**PARTICULARS OF CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES:**

All transaction entered into with related parties as defined under the Companies Act, 2013, during the financial year were in the ordinary course of business and on an arm's length basis.

Related Party Transactions of the Companies are given in form AOC-2 in "Annexure-I".

**EXTRACT OF ANNUAL RETURN**

Pursuant to Section 134(3)(a) of the Companies Act, 2013 read with rules 12(1) of the Companies (Management and Administration) Rules, 2014, the extract of annual return in form MGT-9 is annexed herewith as "Annexure-II" and forming part of the report.

**CFF FLUID CONTROL PRIVATE LIMITED**

**CIN: U28990MH2012PTC227023**

Plot No. 01, Survey No. 96, Kumbhivli Madap, Khopoli, Khalapur,  
Raigarh - 410203, Maharashtra, INDIA

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**ACKNOWLEDGMENT:**

Your Directors place on record their sincere thanks for continuous support of the Banks, Central and State Governments and other stakeholders for their continuous contribution to the company.

The Directors also express their gratitude to the Shareholders for the confidence reposed in the Management of the Company.

**Place:** Mumbai

**Date :** 25.09.2019

**BY ORDER OF THE BOARD OF  
CFF FLUID CONTROL PRIVATE LIMITED**



Handwritten signature of Sunil Menon.

**DIRECTOR  
SUNIL MENON  
DIN: 00409485**

Handwritten signature of Gautam Makkar.

**DIRECTOR  
GAUTAM MAKKAR  
DIN: 00354956**