

CHANDIRAMANI & CO.

CHARTERED ACCOUNTANTS

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

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, 2020 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

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, 2020; 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, 2020, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, 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

Handwritten signature of Mohan Chandiramani

MOHAN CHANDIRAMANI

PROPRIETOR
(M.NO. 040127)

UDIN : 21040127AAAAABD6674

PLACE : MUMBAI
DATED : 7th December, 2020

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-2020 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 : 7th December, 2020

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

A handwritten signature in blue ink, appearing to read 'Mohan Chandiramani'.

MOHAN CHANDIRAMANI
PROPRIETOR
(M.NO. 040127)
UDIN : 21040127AAAABD6674

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, 2020. 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 : 7th December, 2020

FOR CHANDIRAMANI & CO.

CHARTERED ACCOUNTANTS
FIRM NO - 101667W

MOHAN CHANDIRAMANI

PROPRIETOR
(M.NO. 040127)
UDIN : 21040127AAAABD6674

CFF FLUID CONTROL PVT. LTD.
BALANCE SHEET AS AT 31st March 2020

PARTICULARS	SH No.	AS ON 31.03.2020		AS ON 31.03.2019	
EQUITY AND LIABILITIES					
(1) SHAREHOLDERS' FUNDS					
(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	6,15,83,648	8,85,84,704	4,74,74,571	7,44,75,627
(2) NON-CURRENT LIABILITIES					
(a) Long-Term Borrowings	4	10,01,12,181		11,13,09,395	
(d) Advance From Customers	5	31,33,242		2,09,07,094	
(b) Deferred tax liabilities (Net)	10	4,19,476	10,36,64,899	9,80,910	13,31,97,399
(3) CURRENT LIABILITIES					
(a) Short-Term Bank Borrowings	6	12,00,90,993		20,12,45,518	
(b) Trade Payables	7	8,67,53,500		5,94,81,759	
(c) Other Current Liabilities	8	3,99,32,805		-	
(d) Short-Term Provisions	9	70,15,678	25,37,92,976	63,44,158	26,70,71,434
TOTAL			44,60,42,579		47,47,44,460
ASSETS					
(1) NON-CURRENT ASSETS					
(a) Fixed Assets					
Tangible Assets	10	10,11,48,183		11,39,16,874	
(b) Deferred Tax Assets (Net)	11	-		-	
(c) Long Term Advance to Suppliers	12	-	10,11,48,183	-	11,39,16,874
(2) CURRENT ASSETS					
(a) Inventories		18,29,80,256		20,49,78,020	
(b) Trade Receivables	13	5,06,00,450		3,00,33,129	
(c) Cash and Cash Equivalents	14	2,89,37,014		2,01,53,319	
(d) Short Terms Loans & Advances	15	8,23,76,676	34,48,94,396	10,56,63,116	36,08,27,585
TOTAL			44,60,42,579		47,47,44,460

IN TERMS OF OUR REPORT ATTACHED.
FOR CHANDIRAMANI & CO.

CHARTERED ACCOUNTANTS
FIRM NO. 101067W

Handwritten signature of Mohan Chandiramani

MOHAN CHNDIRAMANI
PROPRIETOR
(M. NO. 040127)
UDIN : 21040127AAAABD6674



PLACE : MUMBAI
DATED : 7th December, 2020



ON THE BEHALF OF BOARD

Handwritten signature of Director
DIRECTOR

Handwritten signature of Director
DIRECTOR

PLACE : MUMBAI
DATED : 7th December, 2020

CFF FLUID CONTROL PVT. LTD.

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31st March 2020

PARTICULARS	SH No.	AS ON 31.03.2020		AS ON 31.03.2019
CONTINUING OPERATIONS				
(1) Revenue from Operations (gross)			37,49,80,686	44,71,51,918
Less: Sales Tax				
Less: GST			5,72,01,170	6,81,27,595
Revenue from operations (net)			31,77,79,516	37,90,24,323
Other Income			18,68,708	30,03,132
TOTAL REVENUE	16		31,96,48,224	38,20,27,455
EXPENSES				
(1) Cost of Material Consumed	17		23,68,78,045	27,50,75,082
(2) Manufacturing Expenses	18		91,78,545	1,58,08,507
(3) Employee Benefits Expenses	19		1,26,27,373	1,47,86,436
(4) Finance Cost	20		2,46,66,095	3,61,80,088
(5) Administration Expenses	21		47,85,075	52,16,691
(6) Depreciation & Amortisation Expenses			1,28,50,099	1,74,80,241
TOTAL EXPENSES			30,09,85,232	36,45,47,044
NET PROFIT / (LOSS) BEFORE TAX				
Less : Tax Expenses			1,86,62,991	1,74,80,411
(a) Current tax for current year		53,00,000		61,00,000
(b) Deferred tax		(5,61,434)		(1,51,718)
(c) Short/(Excess)Tax Provision for Earlier Year		(1,84,652)	45,53,914	59,48,282
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS				
			1,41,09,077	1,15,52,129
EARNINGS PER EQUITY SHARE				
Basic	22			
Diluted				

IN TERMS OF OUR REPORT ATTACHED.

FOR CHANDIRAMANI & CO.

CHARTERED ACCOUNTANTS

FIRM NO - 101667W

Handwritten Signature

MOHAN CHNDIRAMANI

PROPRIETOR

(M. NO. 040127)

UDIN : 21040127AAAABD6674

PLACE : MUMBAI

DATED : 7th December, 2020



ON THE BEHALF OF BOARD

Handwritten Signature
DIRECTOR

Handwritten Signature
DIRECTOR

PLACE : MUMBAI

DATED : 7th December, 2020

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.



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

(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.

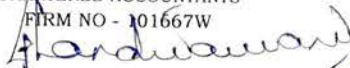
(ii) Contingent Liabilities are not recognized but disclosed in notes to accounts. Contingent assets are neither recognized nor disclosed in financial statements.

IN TERMS OF OUR REPORT ATTACHED.

FOR CHANDIRAMANI & CO.

CHARTERED ACCOUNTANTS

FIRM NO - 101667W



MOHAN CHNDIRAMANI

PROPRIETOR

(M. NO. 040127)

UDIN : 21040127AAAABD6674



ON THE BEHALF OF BOARD



DIRECTOR



DIRECTOR

PLACE : MUMBAI

DATED : 7th December, 2020

PLACE : MUMBAI

DATED : 7th December, 2020

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

OTHER EXPLANATORY NOTES

NOTE : 02

SHARE CAPITAL :

PARTICULARS	AS ON 31.03.2020		AS ON 31.03.2019	
	Number	Amount (Rs)	Number	Amount (Rs)
AUTHORISED				
Equity Shares of Rs. 10/- each	10,00,000	1,00,00,000	10,00,000	1,00,00,000
ISSUED, SUBSCRIBED & PAID UP				
Equity Shares of Rs. 10/- each	7,13,705	71,37,050	7,13,705	71,37,050
Total	7,13,705	71,37,050	7,13,705	71,37,050

DETAILS OF SHAREHOLDING IN EXCESS OF 5%

PARTICULARS	AS ON 31.03.2020		AS ON 31.03.2019	
	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%
TOTAL	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 31.03.2020		AS ON 31.03.2019	
	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 31.03.2020		AS ON 31.03.2019	
	Number	Amount (Rs)	Number	Amount (Rs)
NOTE : 03				
RESERVED & SURPLUS :				
(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	1,96,02,806		80,70,677	
Add: Transfer for the year	1,41,09,077	3,37,11,883	1,15,32,129	1,96,02,806
Total Rs.		6,15,83,648		4,74,74,571



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

PARTICULARS	AS ON 31.03.2020	AS ON 31.03.2019
NOTE : 04		
LONG-TERM BORROWINGS		
(a) Loan From Bank		
Term Loan from Bank	2,24,88,948	3,36,86,162
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, Corporate guarantee of Flash Forge Pvt Ltd and personal guarantee of Directors Gautam Makkar and Sunil Menon.		
(b) Loan From Director		
Sunil Menon	39,990	39,990
(c) Loan From Subsidiary Company		
Flash Forge Pvt. Ltd.	7,75,83,243	7,75,83,243
Total Rs.	10,01,12,181	11,13,09,395
NOTE : 05		
ADVANCES FROM CUSTOMERS		
DCNS India Private Limited	28,43,173	2,09,07,094
Merchem Ltd	2,90,069	-
Total Rs.	31,33,242	2,09,07,094
NOTE : 06		
SHORT-TERM BANK BORROWINGS		
Current Maturities of Long Term Borrowing	1,20,00,000	1,20,00,000
Bank Cash Credit (Existing Limits)	4,04,10,220	3,84,01,525
Bank Cash Credit (New Limits)	6,76,80,773	15,08,43,993
	12,00,90,993	20,12,45,518
Bank Cash Credit (Existing Limits & New Limits)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).Extention of Exclusive charge by way of Equitable Mortgage on Land and Building,owned by the company,Corporate Guarantee of Flash Forge Pvt. Ltd. and personal guarantee of Directors Gautam Makkar and Sunil Menon.		
NOTE : 07		
TRADE PAYABLES		
(a) Acceptances		
(b) Trade Payables	8,67,53,500	5,94,81,759
Total Rs.	8,67,53,500	5,94,81,759
NOTE : 08		
OTHER CURRENT LIABILITIES		
(a) Other Current Liabilities	3,99,32,805	-
Total Rs.	3,99,32,805	-
NOTE : 09		
SHORT TERM PROVISIONS		
Audit Fees Payable	30,000	30,000
Provision for Income Tax	53,00,000	34,75,000
Other Payable	16,85,678	28,39,158
Total Rs.	70,15,678	63,44,158



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

PARTICULARS	AS ON 31.03.2020		AS ON 31.03.2019	
NOTE : 10				
TANGIBLE ASSETS				
Gross Block				
(a) Land	2,19,74,000		2,19,74,000	
(b) Factory Building (Construction Work)	5,69,79,364		5,69,79,364	
(c) Plant & Machinery	5,66,45,472		5,66,17,955	
(d) Computers	7,40,986		7,40,986	
(e) Office equipment	32,04,275		31,50,385	
(f) Furniture and Fixtures	23,28,991		23,28,991	
	14,18,73,087		14,17,91,680	
Total Gross Block		14,18,73,087		14,17,91,680
Accumulated Depreciation				
(a) Land	-		-	
(b) Factory Building (Construction Work)	1,27,54,418		81,12,020	
(c) Plant & Machinery	2,34,49,770		1,61,15,950	
(d) Computers	7,14,591		7,12,346	
(e) Furniture and Fixtures	12,25,604		8,40,142	
(f) Office equipment	25,80,521		20,94,348	
	4,07,24,904		2,78,74,805	
Total Accumulated Depreciation		4,07,24,904		2,78,74,805
Net Block (A) - (B)		10,11,48,183		11,39,16,874
NOTE : 11				
DEFERRED TAX (ASSET)				
Tax effect of items constituting deferred tax assets :				
Depreciation				
Deferred tax Assets and Deferred Tax Liabilities have been offset as they relate to the same government taxation laws.				
Opening Net Liability		4,19,476		9,80,910
Closing Net Asset/(Liability)		-		-
Current Year Deferred Tax Asset/(Liability)				
Total Rs.		4,19,476		9,80,910
NOTE : 12				
LONG-TERM LOANS & ADVANCES				
(Unsecured, considred good)				
Advances to Supplier for Goods to be received				
Total Rs.				
NOTE : 13				
Trade Receivable				
(Unsecured, considered good)				
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		1,57,72,048		14,24,771
Other Trade receivables		3,48,28,402		2,86,08,359
Total Rs.		5,06,00,450		3,00,33,129
NOTE : 14				
CASH AND CASH EQUIVALENTS				
(a) Cash on hand				
(b) Balances with banks				
(i) in Current Account		5,17,786		6,05,494
(ii) in Deposit Account		2,84,19,228		1,95,47,825
Total Rs.		2,89,37,014		2,01,53,319
NOTE : 15				
SHORT-TERM LOANS & ADVANCES				
(Unsecured, considred good)				
(a) Loans and advances to employees & Others		5,99,87,915		7,95,01,049
(b) Balances with government authorities :				
Service Tax Refund		-		1,96,567
GST		2,23,88,761		2,59,65,501
VAT Refund				
Total Rs.		8,23,76,676		10,56,63,116



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

PARTICULARS	AS ON 31.03.2020	AS ON 31.03.2019
NOTE : 16		
OTHER INCOME		
Duty Drawback	-	
Interest on FD	15,01,240	11,36,626
Interest recd on MVAT Refund	38,371	
Sundry Balanc Write Off	3,29,097	18,66,506
	18,68,708	30,03,132
NOTE : 17		
COST OF MATERIAL CONSUMED		
Opening Stock	20,49,78,020	4,46,49,990
Add : Purchases	21,42,20,910	41,62,41,452
Custom Duty	4,34,525	1,71,12,105
Clearing & Forwarding Charges	2,24,846	20,49,556
Less : Closing Stock	18,29,80,256	20,49,78,020
Cost of Material Consumed	23,68,78,045	27,50,75,082
NOTE : 18		
MANUFACTURING EXPENSES		
Labour Charges Paid	11,20,519	85,87,975
Electricity Expenses	27,80,716	25,90,578
Loading & Unloading	39,35,113	49,804
Packing Expenses	15,375	16,015
Testing Charges	2,21,045	1,87,509
Water Charges	1,11,315	2,15,800
Excise Duty Reversal/Duties & Taxes	2,24,038	81,250
Repairs & Maintenance	1,75,986	9,79,948
Sample Charges	25,229	-
Transportation	5,69,209	30,99,628
	91,78,545	1,58,08,507
NOTE : 19		
EMPLOYEE BENEFIT EXPENSES		
<i>(No contribution to PF or any other funds)</i>		
Salary & Bonus	1,22,59,561	1,43,22,186
Staff Welfare Expenses	3,67,812	4,64,250
	1,26,27,373	1,47,86,436
NOTE : 20		
FINANCE COST		
Bank Charges	9,962	3,03,855
Bank Interest	1,86,38,831	1,46,58,552
Loan processing charges	-	52,50,000
Interest (Others)	8,62,232	31,34,247
BG Commission	14,29,351	12,70,827
Stamp Duty	-	3,00,000
Foreign Exchange Profit/Loss	37,25,719	1,12,62,607
Total Rs.	2,46,66,095	3,61,80,088
NOTE : 21		
ADMINISTRATION EXPENSES		
Audit Fees	30,000	26,250
Adminstration Charges	-	15,885
Books & Periodicals	-	22,101
Directors Remmuration	-	-
Computer Maintainance	-	8,500
Consultancy/ Professional Fess/ Legal Fess	16,32,886	20,92,991
Exhibition Expenses	-	2,500
Foreign Travelling Expenses	-	1,87,382
Fees and taxes	13,29,574	3,16,625
Insurance Expenses	99,862	49,859
Miscellaneous Expenses	2,54,323	5,93,113
Postage & Courier	73,574	2,300
Printing & Stationery	73,670	2,26,676
Profession Tax	-	2,500
Rent	1,39,628	2,41,652
Security Charges	2,53,000	2,76,000
Telephone & Internet Expenses	1,24,924	1,678
Travelling Expenses	7,33,632	11,10,677
Web Charges	40,003	40,003
Total Rs.	47,85,075	52,16,691



NOTE : 22

RELATED PARTY DISCLOSURES:

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

List of the Related Party	
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 31.03.2020	As on 31.03.2019
a. Key Management Personnel		
Loan Taken From		
Mr. Sunil Menon	-	-
Loan Repaid to		
Mr. Sunil Menon	-	-
Outstanding Loan		
Mr. Sunil Menon	39,990	39,990
b. Associates and Joint ventures		
Purchase of Goods		
Flash Forge Pvt. Ltd.	9,95,00,000	23,77,24,900
Loan Taken		
Flash Forge Pvt. Ltd.	19,20,44,202	26,18,01,052
Loan Repaid		
Flash Forge Pvt. Ltd.	27,84,50,000	37,49,97,942
Outstanding Loan		
Flash Forge Pvt. Ltd.	(7,73,82,618)	(6,42,88,415)
c. Enterprises where Key Management Personnel or their relatives are able to exercise significant		
Purchase of Goods		
Coyard	42,65,656	17,67,87,686
Stacem	3,22,823	
Fluor One	55,975	
Bank Guarantee Charges		
ICARUS	-	37,49,546

