

## V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole-Time Directors and / or Manager

Sr. No.	Particulars of Remuneration	Name of MD / WTD / Manager			Total Amount
		MD	WTD	Manager	
	<u>Gross Salary</u>				
1.	a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NA	NA	NA	NA
	b) Value of perquisites u/s. 17(2) of Income-tax Act, 1961	NA	NA	NA	NA
	c) Profits in lieu of salary u/s. 17(3) of Income-tax Act, 1961	NA	NA	NA	NA
2.	Stock Option	NA	NA	NA	NA
3.	Sweat Equity	NA	NA	NA	NA
4.	<u>Commission</u>	NA	NA	NA	NA
	- as % of profit	NA	NA	NA	NA
	- others, specify	NA	NA	NA	NA
5.	Others, please specify	NA	NA	NA	NA
	Total (A)	NA	NA	NA	NA
	Ceiling as per the Act	NA	NA	NA	NA

### B. Remuneration to other Directors

Sr. No.	Particulars of Remuneration	Name of Director		Amount
	3. Independent Directors	NA	NA	NA
	• Fee for attending board • Commission • Others, please	NA	NA	NA

	specify			
	Total (1)	NA		NA
	3. Other Non-Executive Directors	<b>Mr. Ramniranjan Bhutra*</b>	Mr. Rudolf John Corriea	-
	• Fee for attending board • Commission • Others, please specify	16,50,000/- (others)	NA	Rs. 16,50,000
	Total (2)	16,50,000/- (others)	NA	Rs. 16,50,000
	Total (B) = (1 + 2)	16,50,000/- (others)	NA	Rs. 16,50,000
	Total Managerial Remuneration	16,50,000/- (others)	NA	Rs. 16,50,000

\*Mr. Ramniranjan Bhutra resigned on 01.06.2019

### C. Remuneration to Key Managerial Personnel other than MD / Manager / WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary (Ms. Sweta Natrajan Acharya)	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NA	Rs.5,04,700/-	NA	Rs. 5,04,700/-
2.	Stock Option	NA	Nil	NA	Nil
3.	Sweat Equity	NA	Nil	NA	Nil

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary (Ms. Sweta Natrajan Acharya)	CFO	Total
4.	Commission - as % of profit - others, specify...	NA	Nil	NA	Nil
5.	Others, please specify	NA	Nil	NA	Nil
	Total		Rs. 5,04,700/-		Rs. 5,04,700/-

## VI. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [ RD / NCLT / Court ]	Appeal made, if any (give details)
<b>COMPANY</b>					
Penalty			None		
Punishment					
Compounding					
<b>DIRECTORS</b>					
Penalty			None		
Punishment					
Compounding					
<b>OTHER OFFICERS IN DEFAULT</b>					
Penalty			None		
Punishment					
Compounding					

For and on behalf of the Board of Directors  
Electro Force (India) Private Limited



**Rakesh Chandrakant Ghadashe**

Director

DIN: 07856873

Add: 705, Parth Recidency, Rehab Building, Pushpa Park, Near Ganesh Temple, Malad East, Mumbai - 400097.



**Rudolf John Corriea**

Director

DIN: 08333644

Add: H No 252, Prbhatwadi Papdy, Vasai 401201

Place: Mumbai  
Dated: 21/12/2020



**A B N J & CO.**

**Chartered Accountants**

CA Ashish D. Kanodia

CA Brij G. Kalla

CA Nilesh S. Mundada

CA Jay J. Dedhia

## INDEPENDENT AUDITORS' REPORT

To  
The Members of,  
**Electro Force (India) Private Limited**

**Report on the audit of the financial statements**

### **Opinion**

We have audited the accompanying financial statements of **Electro Force (India) Private Limited** ("the Company"), which comprise the balance sheet as at **March 31, 2020**, and the Statement of Profit and Loss for the year then ended, Cash flow statement and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2020**, its Profit for the year ended on that date.

### **Basis for opinion**

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

### **Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.



### **Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### **Management's responsibility for the financial statements**

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. 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 judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The board of directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



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

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

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



## Other Matters

Due to the COVID-19 pandemic and the lockdown and other restrictions imposed by the Government and local administration, the audit processes were carried out based on a remote access and to the extent possible of the available/feasible records made available by the management through digital medium. Our opinion is not modified in respect of this matter.

## Report on other legal and regulatory requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, this order is applicable to this company.
2. As required by Section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The balance sheets, the statement of profit and loss, with this by this report are in agreement with the books of account.
  - d. In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
  - e. On the basis of the 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. Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017.
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;





- a) The Company does not have any pending litigations which would impact its financial position.
- b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**For A B N J & Co**  
**Chartered Accountants**  
**FRN 121677W**



**Nilesh Mundada**  
**(Partner)**  
**M. No. 131013**

**UDIN: 21131013AAAAAT5797**

**Place: Mumbai**  
**Date: 21.12.2020**

### Annexure A to the Auditor's report

The Annexure referred to in our report to the members of **Electro Force (India) Private Limited** (the Company') for the year ended on **31st March, 2020**. We report that:

(i) (a) According to the information and explanation given to us and based on the records produced before us, we are of the opinion that the company is maintaining proper records showing full particulars including quantitative detail and situation of fixed assets.

(b) According to the information and explanation given to us, all the fixed assets have been physically verified by the management in a periodical manner, which in our opinion is reasonable, having regards to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.

(b) According to the information and explanation given to us and based on the records produced before us, the title deeds of immovable properties are held in the name of the company.

(ii) According to the information and explanation given to us, Inventory has been physically verified by the management during the year. No material discrepancies were noticed on physical verification of inventories as compared to the book records.

(iii) According to the information and explanation given to us, the company has not given any loans during the year to the other parties covered in the register-maintained u/s 189 of the act, hence provision of this clause is not applicable to this company.

(iv) According to the information and explanation given to us, the company has not given any loans, investments, guarantees and security to any other person as per section 185 and 186 of the companies act, 2013. The provision of the clause (iv) of the order are not applicable to the company.

(v) According to the information and explanation given to us, the company has not accepted any deposits within the meaning of section 73 to 76 of the Act and the rules framed there under.

(vi) According to the information and explanation given to us, the sub section (1) of section 148 of the Act is not applicable to this company.

(vii) (a) According to the books and records as produced and audited by us in accordance with generally accepted auditing practices in India and also management representation, undisputed statutory dues in respect of provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, if any, applicable to it, has been regularly deposited with the appropriate authorities.

(b) According to the information and explanation given to us, there are no dues of income tax, sales tax, custom duty, excise duty, cess and any other dues which have not been deposited on account of dispute.

(viii) According to the information and explanation given to us and based on the records produced before us, the company has not been defaulted any repayment of loans or borrowing to bank.



(ix) According to the information and explanation given to us and based on the record produced before us, the company has not raised moneys by way of initial public offer or further public offer (including debt instruments). However, the company has taken term loans and the same were applied for the purposes for which they are taken.

(x) During the course of our examination of the books of account carried in accordance with the generally accepted auditing standards in India, we have neither come across any instance of fraud on or by the company by its officers or employees, either noticed or reported during the year, nor have we been informed of such case by the management.

(xi) According to the information and explanation given to us and records produced before us, managerial remuneration has been paid during the year.

(xii) In our opinion and according to the information and explanation given to us, the Company is not a Nidhi Company as specified in the Nidhi rules, 2014. Hence provision of this clause is not applicable to the company.

(xiii) In our opinion and according to the information and explanation given to us and the record produced before the us, none of the transactions with the related parties as per section 177 and 188 of the act were made during the year. Hence provision of this clause is not applicable to the company.

(xiv) In our opinion and according to the information and explanation given to us and the record produced before the us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Hence the provision of this clause is not applicable to the company.

(xv) In our opinion and according to the information and explanation given to us and the record produced before the us, the company has not entered into any non-cash transactions with directors or persons connected with him.

(xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934

**For A B N J & Co.**  
**Chartered Accountants**  
**FRN 121677W**



**Nilesh Mundada**  
**(Partner)**  
**M. No. 131013**

**UDIN: 21131013AAAAAT5797**

**Place: Mumbai**  
**Date: 21.12.2020**

**ELECTRO FORCE (INDIA) PRIVATE LIMITED**  
CIN - U51909MH2010PTC264214  
BALANCE SHEET AS AT 31st MARCH, 2020

Particulars	Note	Current Year 31.03.2020 Rs.	Previous Year 31.03.2019 Rs.
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	1	5,00,00,000	5,00,00,000
Reserves & Surplus	2	<u>194,28,780</u>	<u>(1,25,20,572)</u>
		4,05,71,220	3,74,79,428
<b>Share Application Money Pending Allotment</b>			
		-	-
<b>Non Current Liabilities</b>			
Long Term Liabilities	3	5,37,02,029	8,65,67,641
<b>Current Liabilities</b>			
Trade Payables	4		
i) Total outstanding dues to micro enterprises and small enterprises;		-	-
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		6,75,58,098	3,31,20,094
Other Current Liabilities	5	6,55,023	2,13,85,404
Short Term Provisions	6	<u>19,59,461</u>	<u>22,56,041</u>
<b>Total</b>		<u>16,44,45,741</u>	<u>18,09,08,609</u>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
<b>Fixed Assets</b>			
Tangible Assets	7	4,39,39,543	4,67,67,615
Intangible Assets	7	5,05,000	5,05,000
Long Term Loans and Advances	8	18,47,298	15,57,021
<b>Current Assets</b>			
Inventories	9	5,13,16,087	4,97,90,537
Trade Receivables	10	3,99,82,454	6,20,67,265
Cash and Cash Equivalents	11	84,07,514	54,37,586
Short Term Loans and Advances	12	<u>1,86,47,845</u>	<u>1,47,83,583</u>
<b>Total</b>		<u>16,44,45,741</u>	<u>18,09,08,609</u>

Notes on Financial Statements  
Significant Accounting Policies

1 to 23

As per our report of even date attached

For A B N J & Co.  
Chartered Accountants  
Firm Registration No. 121677W

CA Nilesh Mundada  
Partner  
Membership No. 131013

Place: Mumbai  
Date: 21.12.2020



For and on behalf of the Board  
ELECTRO FORCE (INDIA) PRIVATE LIMITED

Rakesh Ghadashe  
Director  
DIN - 07856873

Sweta Acharya  
Company Secretary

Rudolf John Correia  
Director  
DIN - 08333844



**ELECTRO FORCE (INDIA) PRIVATE LIMITED**  
**CIN - U51909MH2010PTC204214**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2020**

Particulars	Note	Current Year 31.03.2020 Rs.	Previous Year 31.03.2019 Rs.
<b>Income</b>			
Revenue from Operations	13	14,49,41,121	18,02,56,362
Other Income	14	1,68,67,650	8,50,142
<b>Total Revenue</b>		<b>16,18,08,772</b>	<b>18,11,06,504</b>
<b>Expenditure</b>			
Cost of Material Consumed	15	11,63,45,283	13,81,43,692
Changes in Inventories of Finished Goods, Stock-in-Process and Scrap	16	(12,00,050)	(86,43,454)
Employee Benefits Expense	17	1,77,09,308	1,69,32,398
Finance Cost	18	7,69,222	4,19,222
Depreciation & Amortisation	19	98,06,287	97,08,158
Other Expenses	20	1,52,86,930	2,16,07,830
<b>Total Expenses</b>		<b>15,87,16,979</b>	<b>17,81,65,847</b>
Profit before tax		30,91,792	29,40,657
<b>Tax Expenses</b>			
Current year		-	-
Deferred Tax		-	-
Earlier Year (s)		-	-
<b>Profit for the year</b>		<b>30,91,792</b>	<b>29,40,657</b>

Earnings per Equity share of face value of Rs. 10 each  
Basic and Diluted

21                      0.62                      0.59

Notes on Financial Statements  
Significant Accounting Policies

1 to 23

As per our report of even date attached

For **A B N J & Co.**  
**Chartered Accountants**  
Firm Registration No. 121677W

**CA Nilesh Mundada**  
Partner  
Membership No. 131013



Place: Mumbai  
Date: 21.12.2020

For and on behalf of the Board  
**ELECTRO FORCE (INDIA) PRIVATE LIMITED**

**Rakesh Ghadashe**  
Director  
DIN - 07866873

**Rudolf John Correia**  
Director  
DIN - 08333644

**Sweta Acharya**  
Company Secretary



**ELECTRO FORCE (INDIA) PRIVATE LIMITED**  
CIN - U51909MH2010PTC204214  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020**

Particulars	Current Year 31.03.2020 Rs.	Previous Year 31.03.2019 Rs.
<b>A: Cash Flow from Operating Activities:</b>		
Net Profit before tax as per Statement of Profit and Loss	30,91,792	29,40,857
Adjusted for:		
Depreciation and Amortisation Expense	93,06,287	97,06,158
Interest Income	(5,73,376)	(5,33,235)
Finance Costs	7,69,222	4,19,222
	<u>1,00,92,133</u>	<u>95,92,145</u>
<b>Operating Profit before Working Capital Changes</b>	<b>1,30,93,925</b>	<b>1,25,32,802</b>
Adjusted for:		
Trade and Other Receivables	2,20,84,811	(2,30,74,036)
Inventories	(15,25,550)	(1,19,77,674)
Short Term Loans and Advances	(38,64,262)	(34,35,420)
Trade and Other Payables	3,44,37,914	2,23,81,812
Other Current Liabilities	(2,07,30,381)	(20,77,368)
Short Term Provisions	(2,96,560)	7,03,246
	<u>3,01,05,952</u>	<u>(1,74,99,439)</u>
<b>Cash Generated from Operations</b>	<b>4,31,99,877</b>	<b>(49,66,637)</b>
Taxes Paid (net)	-	-
<b>Net Cash Flow from / (used in) Operating Activities</b>	<b>4,31,99,877</b>	<b>149,66,637</b>
<b>B: Cash Flow From Investing Activities:</b>		
Purchase of Fixed Assets	(69,76,215)	(1,23,74,011)
Interest Income	5,73,376	5,33,235
Advance for Purchase of Shares	-	-
Long Term Loans and Advances	(90,276)	(78,122)
<b>Net Cash Flow from / (used in) Investing Activities</b>	<b>(64,93,115)</b>	<b>(1,19,18,898)</b>
<b>C: Cash Flow From Financing Activities:</b>		
Long Term Liabilities (net)	(3,29,65,612)	1,77,47,741
Finance Costs	(7,69,222)	(4,19,222)
<b>Net Cash Generated from / (used in) Financing Activities</b>	<b>(3,37,34,834)</b>	<b>1,73,28,519</b>
<b>Net (Decrease) / Increase in Cash and Cash Equivalents</b>	<b>20,69,928</b>	<b>4,44,964</b>
Opening Balance of Cash and Cash Equivalents	54,37,595	49,92,632
<b>Closing Balance of Cash and Cash Equivalents</b>	<b>84,67,514</b>	<b>54,37,596</b>

As per our report of even date attached

For **A B N J & Co.**  
Chartered Accountants  
Firm Registration No. 121677W

**CA Nilesh Muncada**  
Partner  
Membership No. 131013

Place: Mumbai  
Date: 21.12.2020



For and on behalf of the Board  
**ELECTRO FORCE (INDIA) PRIVATE LIMITED**

**Rakesh Ghadashi**  
Director  
DIN - 07858873

**Rudolf John Corries**  
Director  
DIN - 08333644

**Sweta Acharya**  
Company Secretary



ELECTRO FORCE (INDIA) PRIVATE LIMITED

CIN: U51909MH2010PTC204214

Significant Accounting Policies forming part of the Financial Statements  
For The Year Ended March 31, 2020.

**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 mandatory Accounting Standards as prescribed under section 133 of the companies Act, 2013 (Act) read with Rule 7 of the Companies (accounts) Rules, 2014, and the relevant provisions of the Companies Act 2013. 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.

**B. Use of estimates**

The preparation of the financial statements is in conformity with Indian GAAP which 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.

**C. Inventories**

Inventories are valued at cost.

**D. Depreciation Of Fixed Assets**

Depreciation has been provided on written down value method as per Companies Act, 2013. The Management estimates the useful lives for the fixed assets as prescribed in Schedule II to the Companies Act, 2013.

**E. Revenue recognition**

All Income and Expenditure are accounted for on accrual basis except following expenditure :

- a) Leave Salary,
- b) Other Retirement Benefits such as gratuity , pension , etc. and all material known liabilities are provided for on the basis of available informations / estimates.

**F. Other Income**

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

**G. Tangible Fixed Assets**

Fixed assets, are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

**H. Borrowing Costs**

Borrowing costs include interest, amortisation of ancillary costs incurred. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.



**ELECTRO FORCE (INDIA) PRIVATE LIMITED**

CIN: U51909MH2010PTC204214

**Significant Accounting Policies forming part of the Financial Statements  
For The Year Ended March 31, 2020.**

**I. Earnings Per Share**

Basic earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares outstanding during the year.

**J. Foreign Currency Translation**

Foreign Currency Translation are recorded at the Spot rates on the date of the respective transactions . Exchange Differences arising on foreign exchange transactions settled during the period are recognized in the P&L A/c of the period.

Monetary assets & Liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date ; the resultant exchange differences are recognized in the P& L A/c.

**K. Taxes on Income**

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.

Deferred tax has not been recognised in this year, as no major timing difference observed.

**L. Provisions and Contingencies**

Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are neither recognised nor disclosed in the financial statements.

**M. Events Occuring after Balance Sheet Date**

No Significant events which could affect the Financial position as on 31st march 2018, to a material extent have been reported by the assessee, after the balance sheet date till the signing of the report.

**N. Segment information pursuant to Accounting Standard (AS-17) "Segment Reporting"**

The Company operates in only one segment and therefore, there are no segments that can be reported. Hence, no separate disclosure is made.





## ELECTRO FORCE (INDIA) PRIVATE LIMITED

## NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

	Current Year 31.03.2020 Rs.	Previous Year 31.03.2019 Rs.
<b>1. Share Capital</b>		
<b>Authorised Share Capital:</b>		
50,00,000 (Previous Year: 50,00,000) Equity Shares of Rs. 10/- each	<u>5,00,00,000</u>	<u>5,00,00,000</u>
<b>Issued, Subscribed and Fully Paid up:</b>		
50,00,000 (Previous Year: 50,00,000) Equity Shares of Rs. 10/- each	<u>5,00,00,000</u>	<u>5,00,00,000</u>
<b>Total</b>	<u>5,00,00,000</u>	<u>5,00,00,000</u>

## 1.1 The reconciliation of the number of shares outstanding is set out below:

Particulars	31.03.2020	31.03.2019
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	50,00,000	50,00,000
Add: Shares issued during the year	-	-
Equity shares at the end of the year	<u>50,00,000</u>	<u>50,00,000</u>

## 1.2 Rights, Preferences and restrictions attached to Equity shares:

The Company has a single class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

## 1.3 The details of Shareholders holding more than 5% shares:

Name of the Shareholder	31.03.2020	31.03.2019
	No. of Shares % held	No. of Shares % held
Ayesspea Holdings and Investments Private Limited	17,05,000 34.10%	17,05,000 34.10%
P.K.Hospitality Services Private Limited	22,50,000 45.00%	22,50,000 45.00%
Garuda Television Private Limited	9,90,000 19.80%	9,90,000 19.80%

## 2. Reserve &amp; Surplus

<b>Surplus / (Deficit) in the Statement of Profit and Loss</b>		
As per last Balance Sheet	(1,25,20,572)	(1,54,61,229)
Add: Profit / (Loss) for the year	<u>30,91,792</u>	<u>29,40,657</u>
<b>Total</b>	<u>(94,28,780)</u>	<u>(1,25,20,572)</u>



## ELECTRO FORCE (INDIA) PRIVATE LIMITED

## NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020

	Current Year 31.03.2020 Rs.	Previous Year 31.03.2019 Rs.
<b>3. Long Term Liabilities</b>		
Secured	-	-
Unsecured		
From Directors	-	-
From Related Parties	5,37,02,029	8,66,67,641
From Others		
<b>Total</b>	<b>5,37,02,029</b>	<b>8,66,67,641</b>
<b>4. Trade Payables</b> (Unsecured and Considered good)		
Micro, Small and Medium Enterprises	-	-
Others	6,75,58,008	3,31,20,094
<b>Total</b>	<b>6,75,58,008</b>	<b>3,31,20,094</b>
<b>5. Other Current Liabilities</b>		
GST Payable	-	7,10,000
TDS & TCS Payable	1,81,851	3,69,774
Current Account Over Drawn	-	17,81,595
Security Deposits	2,50,000	25,00,000
Advances from Customers	2,23,172	1,60,24,035
<b>Total</b>	<b>6,66,023</b>	<b>2,13,85,404</b>
<b>6. Short Term Provisions</b>		
Employee Benefits Payable	10,39,461	14,36,041
Audit Fees Payable	2,00,000	1,00,000
Expenses Payable	7,20,000	7,20,000
<b>Total</b>	<b>19,59,461</b>	<b>22,56,041</b>



**ELECTRO FORCE (INDIA) PRIVATE LIMITED**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020**

**7. Fixed Assets**

(All figures in Rs.)

Particulars	Gross Block			Depreciation / Amortisation			Net Block			
	As on 01.04.2019	Additions	Deductions / Adjustments	As on 31.03.2020	Upto 01.04.2019	For the Year	Deductions / Adjustments	Upto 31.03.2020	As on 31.03.2020	As on 31.03.2019
<b>Tangible Assets:</b>										
Plant and Machinery	10,85,70,197	69,49,215	-	11,55,19,412	7,42,43,672	65,07,605	-	8,07,51,277	3,47,68,135	3,43,26,525
Factory Equipment	34,51,467	-	-	34,51,467	29,02,786	1,85,487	-	30,88,253	3,63,214	5,48,881
Office Equipment	20,94,211	-	-	20,94,211	19,32,017	44,490	-	19,76,507	1,17,704	1,62,194
Motor Vehicles	2,56,025	-	-	2,56,025	2,31,376	6,887	-	2,38,263	17,762	24,649
Furniture & Fixture	1,79,18,033	-	-	1,79,18,033	62,45,031	30,54,510	-	92,99,541	86,18,492	1,16,73,002
Computers and Printers	12,33,354	29,000	-	12,62,354	12,00,790	7,328	-	12,08,118	94,236	32,564
<b>Sub-Total</b>	<b>13,35,23,287</b>	<b>69,78,215</b>	<b>-</b>	<b>14,05,01,502</b>	<b>8,67,65,672</b>	<b>98,06,287</b>	<b>-</b>	<b>9,65,61,959</b>	<b>4,39,39,543</b>	<b>4,67,67,615</b>
<b>Intangible Assets:</b>										
Trade Mark	1,01,00,000	-	-	1,01,00,000	95,95,000	-	-	95,95,000	5,05,000	5,05,000
<b>Sub-Total</b>	<b>1,01,00,000</b>	<b>-</b>	<b>-</b>	<b>1,01,00,000</b>	<b>95,95,000</b>	<b>-</b>	<b>-</b>	<b>95,95,000</b>	<b>5,05,000</b>	<b>5,05,000</b>
<b>Total</b>	<b>14,36,23,287</b>	<b>69,78,215</b>	<b>-</b>	<b>15,06,01,502</b>	<b>9,63,60,672</b>	<b>98,06,287</b>	<b>-</b>	<b>10,61,56,959</b>	<b>4,44,44,543</b>	<b>4,72,72,615</b>
Previous Year	13,12,49,277	1,23,74,009	-	14,38,23,286	8,86,44,513	97,06,158	-	9,63,90,671	4,72,72,615	4,46,04,764



## ELECTRO FORCE (INDIA) PRIVATE LIMITED

## NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020

	Current Year 31.03.2020 Rs.	Previous Year 31.03.2019 Rs.
<b>8. Long Term Loans and Advances</b> (Unsecured and Considered good)		
Security Deposits	16,47,298	15,57,021
<b>Total</b>	<b>16,47,298</b>	<b>15,57,021</b>
<b>9. Inventories</b>		
Raw Materials	1,46,12,892	1,42,87,392
Stock-in-Process	43,97,158	42,31,358
Finished Goods	2,99,68,170	2,91,67,920
Stores and Spares	6,51,775	6,51,775
Scrap	16,86,092	14,52,092
<b>Total</b>	<b>5,13,16,087</b>	<b>4,97,90,537</b>
9.1 Valuation of Inventories are as Valued and Certified by the Management		
<b>10. Trade Receivables</b> (Unsecured and Considered good)		
Debts outstanding for a period exceeding 6 months	24,27,091	60,28,010
Other debts	3,75,55,363	5,60,39,255
<b>Total</b>	<b>3,99,82,454</b>	<b>6,20,67,265</b>
<b>11. Cash &amp; Cash Equivalents</b>		
Cash on Hand	57,418	54,967
Balances with Banks		
In Current Accounts	25,30,716	-
As Fixed Deposits	58,19,380	53,82,619
<b>Total</b>	<b>84,07,514</b>	<b>54,37,586</b>
<b>12. Short Term Loans &amp; Advances</b> (Unsecured and Considered good)		
Balance with Central Excise Authorities (Net) / IGST Receivable (Sez)	1,12,290	1,12,290
GST Receivable	13,72,080	-
Advance Income Tax (Net of Provision)	6,93,617	60,403
MAT Credit	27,84,387	27,84,387
Business Advances	31,23,643	39,25,443
Loans to Employees	90,500	68,000
Prepaid Expenses	776	13,816
Advances to Suppliers	1,04,70,562	78,19,244
<b>Total</b>	<b>1,86,47,845</b>	<b>1,47,83,583</b>



## ELECTRO FORCE (INDIA) PRIVATE LIMITED

## NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020

	Current Year 31.03.2020 Rs.	Previous Year 31.03.2019 Rs.
<b>13. Revenue From Operations</b>		
Sale of Products	14,49,41,121	18,02,55,362
<b>Total</b>	<b>14,49,41,121</b>	<b>18,02,55,362</b>
<b>14. Other Income</b>		
Interest Income	5,73,376	5,33,235
Other Revenue	1,58,06,069	66,152
Balances no longer payable written back	-	45,223
Exchange Rate Difference	4,88,205	2,96,532
<b>Total</b>	<b>1,68,67,650</b>	<b>8,50,142</b>
<b>15. Cost of Materials Consumed</b>		
Purchases	11,66,70,783	14,14,96,754
	11,66,70,783	14,14,96,754
Add: Opening Stock of Raw Materials	1,42,87,392	1,09,34,330
Less: Closing Stock of Raw Materials	1,45,12,892	1,42,87,392
<b>Total</b>	<b>11,63,45,283</b>	<b>13,81,43,692</b>
<b>16. Changes in Inventories of Finished Goods, Stock-in-Process and Scrap</b>		
<b>Inventories (at close)</b>		
Finished Goods	2,99,66,170	2,91,67,920
Stock-in-Process	43,97,158	42,31,358
Scrap	16,86,092	14,52,092
	3,60,51,420	3,48,51,370
<b>Inventories (at commencement)</b>		
Finished Goods	2,91,67,920	1,63,73,840
Stock-in-Process	42,31,358	74,46,176
Scrap	14,52,092	23,85,900
	3,48,51,370	2,62,07,916
<b>Total</b>	<b>(12,00,050)</b>	<b>(88,43,454)</b>
<b>17. Employee Benefits Expense</b>		
Salaries and Wages	1,61,23,129	1,51,10,504
Director's Remuneration	-	-
Contribution to Provident and Other Funds	3,83,139	3,86,961
Staff Welfare Expenses	12,03,040	14,34,933
<b>Total</b>	<b>1,77,09,308</b>	<b>1,69,32,398</b>



## ELECTRO FORCE (INDIA) PRIVATE LIMITED

## NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020

	Current Year 31.03.2020	Previous Year 31.03.2019
<b>18. Finance Cost</b>		
BG Commission	7,89,222	4,19,222
<b>Total</b>	<b>7,89,222</b>	<b>4,19,222</b>
<b>19. Depreciation and Amortisation Expense</b>		
Depreciation and Amortisation	98,06,287	97,06,158
<b>Total</b>	<b>98,06,287</b>	<b>97,06,158</b>
<b>20. Other Expenses</b>		
<b>Manufacturing Expenses</b>		
Consumption of Stores and Spares	2,00,132	2,82,745
Electric, Power, Fuel and Water	40,62,677	14,06,082
Labour Processing and Machinery Hire Charges	58,67,373	1,26,89,722
Repairs to Machinery	7,43,104	3,90,451
<b>Total</b>	<b>1,08,73,286</b>	<b>1,47,69,010</b>
<b>Selling and Distribution Expenses</b>		
Freight and Forwarding Expenses	11,09,152	13,92,216
Discounts given	-	6,998
<b>Total</b>	<b>11,09,152</b>	<b>13,71,214</b>
<b>Establishment Expenses</b>		
Professional Fees	14,39,000	33,33,434
General Expenses	16,09,062	15,71,179
Insurance Expenses	91,402	1,67,291
RCC Fees	3,000	7,800
Rates and Taxes	62,007	2,87,903
Payment to Auditors	1,00,000	1,00,000
<b>Total</b>	<b>33,04,492</b>	<b>54,67,607</b>
<b>Total</b>	<b>1,52,86,930</b>	<b>2,16,07,830</b>
<b>20.1 Payment to Auditor as:</b>		
Statutory Audit Fees	75,000	75,000
Tax Audit Fees	25,000	25,000
<b>Total</b>	<b>1,00,000</b>	<b>1,00,000</b>



## ELECTRO FORCE (INDIA) PRIVATE LIMITED

## NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020

	Current Year 31.03.2020	Previous Year 31.03.2019
<b>21. Earning Per Share (EPS)</b>		
i) Net Profit after tax as per Statement of Profit and Loss attributable Equity Share holders (Rs.)	30,91,792	29,40,657
ii) Weighted Average number of Equity Shares used as denominator for calculating EPS	50,00,000	50,00,000
iii) Basic and Diluted Earnings per share (Rs.)	0.62	0.59
iv) Face Value per Equity Share (Rs.)	10.00	10.00
<b>22. Contingent Liabilities and Commitments</b>		
(i) Contingent Liabilities (to the extent not provided for)		
a Bank Guarantees opened with banks	1,39,74,074	1,39,74,074
b Custom Duty payable against Export Obligation	1,39,74,074	1,39,74,074
(ii) Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)		



**ELECTRO FORCE (INDIA) PRIVATE LIMITED**

Notes on Financial Statements for the year ended 31st March, 2020

**23. Related Party Disclosures**

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below:

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

Sr. No.	Name of the Related Party	Relationship
1	Mrs. Jyotsna Agarwal*	Key Managerial Personnel (KMP)
2	Mr. Ram Niranjan Bhutra**	
3	Ms. Sweta Acharya	
4	Mr. Rudolf John Corleas#	
5	Mr. Vinod Ramdas Rao##	
6	Mr. Pravin Kumar Agarwal	Relatives of KMP
7	Mrs. Khushbu Bhutra	
8	Ayesspea Holdings and Investments Private Limited	Enterprises over which Key Managerial Personnel (KMP) are able to exercise influential control / Companies under Same Management
9	P.K.Hospitality Services Private Limited	
10	Garuda Aviation Services Private Limited	
11	Makindian Foods Private Limited	
12	Yash Vikram Infrastructure Private Limited	
13	Garuda Television Private Limited	
14	Garuda Construction and Engineering Private Limited	
15	Aroma Coffees Private Limited	
16	Electroplast (India) Private Limited	
17	Gallic Electro Technologies Private Limited	
18	Artemis Electricals Limited	
19	Golden Chanot Hospitality Service Private Limited	
20	Artemis Opto Electronic Technologies Private Limited	

\* Date of Resignation - 02/07/2019

\*\* Date of Resignation - 01/06/2019

# Date of Appointment - 29/03/2019

## Date of Appointment - 01/07/2019





**ELECTRO FORCE (INDIA) PRIVATE LIMITED**

Notes on Financial Statements for the year ended 31st March, 2020

i) Transactions during the year with related parties:

Sr. No.	Nature of Transactions	Key Managerial Personnel and their Relatives	Companies under Same Management	Total
1	Sale of Items and Services (Net of Returns)	-	14,113	14,113
		-	39,19,993	39,19,993
2	Purchase of Items and Services (Net of Returns)	-	1,13,17,203	1,13,17,203
		-	3,07,63,010	3,07,63,010
3	Net Loans and Advances taken / (repaid)	-	(4,35,39,932)	(4,35,39,932)
		-	2,02,47,741	2,02,47,741
4	Net Loans and Advances paid / (received back)	-	-	-
		10,00,000	(32,24,572)	(22,24,572)
5	Professional Fee and Remuneration Paid	3,00,000	(2,02,360)	97,640
		24,63,700	-	24,63,700
<b>Balance as at 31st March, 2020</b>				
6	Trade Receivables	-	49,84,459	49,84,459
		-	49,84,459	49,84,459
7	Trade and other Payables	(1,80,000)	1,11,46,384	1,09,66,384
		(1,80,000)	21,07,590	19,27,590
8	Business Advances Received	-	4,56,27,709	4,56,27,709
		-	8,91,67,641	8,91,67,641
9	Business Advances Given	(75,00,000)	(3,22,68,312)	(3,97,68,312)
		10,00,000	94,75,637	1,04,75,637

Note: Figures in italic represents Previous Year's amounts.

As per our report of even date attached  
For A B N J & Co.  
Chartered Accountants  
Firm Registration No. 121677W

CA Nilesh Mundada  
Partner  
Membership No. 131013

Place: Mumbai  
Date: 21.12.2020



For and on behalf of the Board  
ELECTRO FORCE (INDIA) PRIVATE LIMITED

Rakesh Ghadasha  
Director  
DIN - 07856873

Sweta Acharya  
Company Secretary

Rudolf John Corriea  
Director  
DIN - 08333644

