

**BHAVIK ENTERPRISES LTD**  
**ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021**

**PAYAL GADA & CO.**  
**CHARTERED ACCOUNTANTS**  
SHOP NO.S-15, 2<sup>nd</sup> FLOOR, SEJ PLAZA, MARVE ROAD, NEAR NUTAN SCHOOL,  
MALAD (W), MUMBAI-400064 (O) :022-28012075



# **PAYAL GADA & CO.**

**CHARTERED ACCOUNTANTS**

## **INDEPENDENT AUDITOR'S REPORT**

The Members,  
**BHAVIK ENTERPRISES LIMITED**  
Mumbai.

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the accompanying financial statements of which comprise the balance sheet as at 31st March 2021, the **BHAVIK ENTERPRISES LIMITED** ("the Company"), Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

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 ("the 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, 2021, and its profit and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 Companies Act, 2013 and the Rules thereunder, 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 audit opinion on standalone financial statements.

#### **Emphasis of Matter**

We draw attention to Note 25 to the financial statements, which describes that the extent to which the COVID-19 Pandemic will impact the Company's financial statements will depend on future developments, which are highly uncertain.

#### **"Information Other than the Financial Statements and Auditor's Report Thereon"**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in Board's 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 financial statements or our knowledge obtained in the 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.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, (and cash flows 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.





Our opinion is not modified in respect of this matter.

### Report on Other Legal and Regulatory Requirements

1. 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 Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with 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 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer our separate Report in "Annexure A".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- (h) 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:
  - 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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

2. 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, we give in the Annexure "B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable

FOR PAYAL GADA & CO.

CA PAYAL GADA

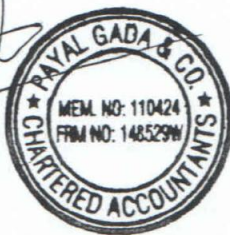
Proprietor

Membership no 110424

FRN No 148529W

UDIN: 21110424AAAADN8823

Mumbai, 30<sup>th</sup> November, 2021





**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT (Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of BHAVIK ENTERPRISES LIMITED of even date)**

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

To the Members of Bhavik Enterprises Limited

We have audited the internal financial controls over financial reporting of **Bhavik Enterprises Limited** ("the Company") as of March 31<sup>st</sup>, 2021 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 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 the 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.

**Auditor's 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 as specified 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of Company.

### 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 authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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.





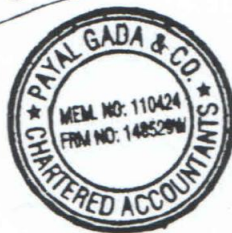
# PAYAL GADA & CO.

CHARTERED ACCOUNTANTS

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31<sup>st</sup>, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR PAYAL GADA & CO.



CA PAYAL GADA  
Proprietor  
Membership no 110424  
FRN no: 148529W

Mumbai, 30<sup>th</sup> November, 2021

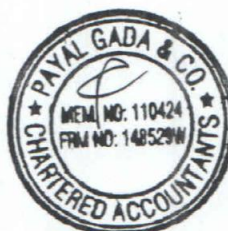


ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT (Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of BHAVIK ENTERPRISES LIMITED even date)

- (i) In respect of the Company's fixed assets:
  - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
  - (b) As explained to us, in our opinion, all the assets have been physically verified by the Management during the year. Such programme of verification, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies have been noticed on such verification.
  - (c) The title deeds of immovable properties are held in the name of the Company.
- (ii) Physical verification of inventory has been conducted at reasonable intervals by the Management and there is no material discrepancies were noticed on physical verification.
- (iii) Accordingly, to the information and explanations given to us, the Company has during the year, not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, paragraph 3(iii)(b) and (c) of the Order, are not applicable.
- (iv) 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 securities, as applicable.
- (v) The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014. and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the company
- (vi) We are informed that the Central Government has not prescribed maintenance of any cost accounting records under sub section (1) of Section 148 of the Act and therefore, the provisions of the clause 3 (vi) of the Order are not applicable to the company
- (vii) (a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including income-tax, Goods and Service Tax custom duty, Cess, excise duty and other statutory dues with appropriate authorities where applicable except that, *that the Company has neither deducted nor paid provident fund contribution.* There are no arrears of outstanding statutory dues as at the last day of the financial year for a period of more than six months from the date they become payable.



- (b) According to the information and explanation given to us, and based on the records of the Company examined by us there are no dues of income tax, sales tax, customs duty, service tax and excise duty which have not been deposited on account of any dispute.
- (viii) 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.
- (ix) 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.
- (x) In our opinion based upon the audit procedures performed according to the 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
- (xi) In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) 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 to the Company and hence not commented upon.
- (xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and where applicable, all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) Based upon the audit procedures performed and the information and explanations given by the Management, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.





# PAYAL GADA & CO.

CHARTERED ACCOUNTANTS

- (xv) In our opinion 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.
- (xvi) 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.

FOR PAYAL GADA & CO.

CA PAYAL GADA  
Proprietor  
Membership no 110424  
FRN no:148529W



Mumbai, 30<sup>th</sup> November, 2021

BHAVIK ENTERPRISES LTD  
CIN : U51900MH2008PLC186771

**BALANCE SHEET**  
AS AT 31ST MARCH, 2021

Particulars	Note No.	As at 31st March, 2021		(Amount in Rs ₹) As at 31st March, 2020
<b>I. EQUITY AND LIABILITIES:</b>				
<b>(1) Shareholders' Funds</b>				
(a) Share Capital	A(1)	5,28,60,030	5,28,60,030	
(b) Reserves and Surplus	A(2)	56,85,41,924	62,14,01,954	44,56,01,393
				49,84,61,423
<b>(2) Non-Current Liabilities</b>				
(a) Long-term Borrowings		-	-	-
(b) Deferred Tax Liabilities (Net)	A(20)	4,28,265		4,40,250
(c) Other Long-term Liabilities		-	4,28,265	-
				4,40,250
<b>(3) Current Liabilities</b>				
(a) Short-term Borrowings		-	-	-
(b) Trade Payables	A(3)	44,91,97,297		31,32,73,444
(c) Other Current Liabilities	A(4)	1,50,655		11,97,315
(d) Short-term Provisions	A(5)	6,71,38,200	51,64,86,152	3,95,85,080
			1,13,83,16,370	35,40,55,839
				85,29,57,512
<b>II. ASSETS:</b>				
<b>(1) Non-Current Assets</b>				
(a) Fixed Assets				
Tangible Assets	A(6)	1,30,80,248		1,27,58,455
(b) Non-Current Investments	A(7)	2,81,764		2,81,764
(c) Deferred Tax Assets (Net)	A(20)	-		-
(d) Long-term Loans and Advances	A(8)	7,88,25,313		6,74,96,288
(e) Other Non-current Assets	A(9)	-	9,21,87,325	-
				8,05,36,506
<b>(2) Current Assets</b>				
(a) Inventories	A(10)	28,40,11,560		22,50,93,328
(b) Trade receivables	A(11)	28,88,63,699		33,64,65,806
(c) Other Current Assets	A(12)	-		1,28,72,999
(c) Cash and Cash Equivalents	A(13)	47,32,53,786	1,04,61,29,045	19,79,88,873
			1,13,83,16,370	77,24,21,006
				85,29,57,512
<b>III. Contingent Liabilities</b>				
	A(21)			
<b>IV. Significant Accounting Policies forming part of Financial Statements</b>				
	B			
<b>V. Other Notes on Accounts forming part of Financial Statements</b>				
	C			

AS PER OUR REPORT OF EVEN DATE  
FOR PAYAL GADA & CO

CA PAYAL GADA  
Proprietor  
Membership no 110424  
FRN No 148529W



Mumbai, 30th November, 2021

MUKESH THAKKAR  
Managing Director  
DIN No: 01867515

Mumbai, 30th November, 2021



BHAVIK THAKKAR  
Managing Director  
DIN No: 01867522

Mumbai, 30th November, 2021

BHAVIK ENTERPRISES LTD  
CIN : U51900MH2008PLC186771

STATEMENT OF PROFIT AND LOSS  
FOR THE YEAR ENDED 31ST MARCH, 2021

Particulars	Note No.		(Amount in Rs ₹) Previous year
1 Revenue from Operations	A(14)	2,92,24,89,266	2,83,06,67,817
2 Other Income	A(15)	5,14,05,803	93,54,940
3 Total Revenue		<u>2,97,38,95,069</u>	<u>2,84,00,22,757</u>
4 Expenses:			
(i) Purchases		2,77,17,03,924	2,66,40,37,744
(ii) Operating Costs	A(16)	8,91,54,906	6,67,89,197
(iii) Changes in Inventories of Finished Stocks	A(17)	(8,78,37,104)	1,04,53,109
(iii) Employee Benefit Expenses	A(18)	1,21,41,337	1,13,07,659
(iv) Finance Costs	A(19)	17,21,434	31,63,930
(v) Depreciation and Amortization Expense	A(6)	12,45,809	8,24,236
(vi) Other Expenses	A(20)	1,66,39,617	1,71,19,745
5 Profit Before Tax		<u>16,91,25,146</u>	<u>2,77,36,95,619</u>
6 Tax Expense:			
(1) Current Tax		4,63,00,000	1,74,00,000
(2) Deferred Tax	A(21)	(11,986)	13,89,015
7 Less : Tax adjustments		<u>12,28,37,132</u>	<u>4,75,38,123</u>
8 Profit / (Loss) for the year		<u>12,29,40,531</u>	<u>4,76,44,017</u>
9 Earnings per Equity Share: Basic and Diluted	A(24)	23.26	9.01

Significant Accounting Policies forming part of Financial Statements

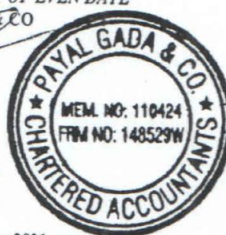
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Other Notes on Accounts forming part of Financial Statements

C

AS PER OUR REPORT OF EVEN DATE  
FOR PAYAL GADA & CO

CA PAYAL GADA  
Proprietor  
Membership no 110424  
FRN No 148529W



Mumbai, 30th November, 2021

MUKESH THAKKAR  
Managing Director  
DIN No: 01867515

Mumbai, 30th November, 2021



BHAVIK THAKKAR  
Managing Director  
DIN No: 01867522

Mumbai, 30th November, 2021

As at  
31st March, 2021

As at  
31st March, 2020

## (A) NOTES FORMING PART OF THE ACCOUNTS

## Note 1: Share Capital

(a) The Authorised, Issued, Subscribed and Fully paid-up share capital comprises of equity shares having a par value of Rs 10 of Rs 10 each as follows -

## Authorised

75,00,000 (75,00,000) Equity Shares of `10 each	7,50,00,000	7,50,00,000
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## Issued, Subscribed and Fully Paid-up

52,86,003 (52,86,003) Equity Shares of `10 each	5,28,60,030	5,28,60,030
(Out of the above, 51,86,000 (Previous year 51,86,000) shares have been issued for consideration other than cash)		

(b) Reconciliation of shares outstanding at the beginning and at the end of the year -

Equity	No. of shares	Amount	No. of shares	Amount
Equity Shares at the beginning	52,86,003	5,28,60,030	52,86,003	5,28,60,030
Changes during the year	-	-	-	-
Equity Shares at the end	52,86,003	5,28,60,030	52,86,003	5,28,60,030

(c) Rights, preferences and restrictions attached to shares Equity Shares - The Company has one class of equity shares having a par value of Rs 10 each. Each shareholder is eligible for one vote per share held. 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.

(d) Details of shareholders holding more than 5% of the aggregate shares in the Company

Equity Shares Name of Shareholders	As at 31st March, 2021		As at 31st March, 2020	
	No. of shares	%	No. of shares	%
Mrs Purnima Thakkar	30,28,000	57.28	30,28,000	57.28
Mr Mukesh Thakkar	12,08,000	22.85	12,08,000	22.85
Mr Bhavik Thakkar	8,25,500	15.62	8,25,500	15.62

## Note 2: Reserves And Surplus

## Surplus/(Deficit) in Statement of Profit and Loss

As per last Financial Statement		44,56,01,393		39,79,57,376
Add: Profit/(Loss) for the year	12,29,40,531		4,76,44,017	
Less: Reduction from retained Earnings on Account of Shortfall of Depreciation	-	12,29,40,531	-	4,76,44,017
		56,85,41,924		44,56,01,393

## Note 3: Trade Payables

(a) For Goods	45,05,16,940	30,58,99,196
(b) Other payables		
(i) For Expenses	1,10,82,417	1,19,59,347
(ii) For Other Liabilities	(1,24,02,059)	(45,85,100)
	44,91,97,297	31,32,73,444

## Note 4: Other Current Liabilities

1,50,655	11,97,315
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## Note 5: Short - term provisions

(a) Others	34,38,200	61,85,080
(b) Taxation	6,37,00,000	3,34,00,000
	6,71,38,200	3,95,85,080



B

## Note 6 - Fixed Assets - Tangible Assets

Name of Assets	WDV Rate as Companies Act 2013 as per schedule II	Residual value 5% of cost	GROSS BLOCK as on 01.04.2020	Additions	Sales	GROSS BLOCK as on 31.03.2021	Depreciation upto 31.03.20	Depreciation for the year	Depreciation on sale	Net Block as on 31.03.2021	Net Block As on 31.03.20
			Rs		Rs	Rs	Rs	Rs	Rs	Rs	Rs
Godown	4.87%	1,18,521	23,70,413	-	-	23,70,413	9,48,747	69,235	-	10,17,983	14,21,666
Office	4.87%	8,53,260	1,70,65,200	-	-	1,70,65,200	62,20,512	5,28,136	-	67,48,649	1,03,16,551
*Computers and Laptop	63.16%	27,955	5,59,098	63,683	-	6,22,781	5,59,098	40,222	-	5,99,320	23,461
*Printer	63.16%	5,036	1,00,722	-	-	1,00,722	96,956	2,379	-	99,335	1,387
Air Conditioners	25.89%	20,956	4,19,126	-	-	4,19,126	3,79,081	10,368	-	3,89,448	29,678
Air Cooler	25.89%	30	595	-	-	595	557	10	-	567	28
Water Purifier	25.89%	145	2,900	-	-	2,900	2,557	89	-	2,646	254
DVD Player	25.89%	148	2,950	-	-	2,950	2,299	169	-	2,467	483
Television	25.89%	3,441	68,822	-	-	68,822	62,132	1,732	-	63,864	4,958
Telephone	25.89%	1,985	39,704	-	-	39,704	36,092	935	-	37,027	2,677
Mobile	25.89%	13,410	2,68,198	-	-	2,68,198	2,11,986	14,553	-	2,26,539	41,659
EPBX	25.89%	5,605	1,12,100	-	-	1,12,100	1,00,986	2,877	-	1,03,864	8,236
Camera	25.89%	4,434	88,689	-	-	88,689	66,968	5,624	-	72,592	16,097
Motor Car	31.23%	1,83,898	36,77,968	15,04,272	353	51,81,887	35,00,718	5,25,029	-	40,25,747	11,56,140
Refrigerator	25.89%	1,820	36,400	-	-	36,400	33,819	668	-	34,488	1,912
*Office Equipment	45.07%	3,535	70,709	-	-	70,709	69,314	629	-	69,943	766
Furniture & Fixtures	25.89%	95,719	19,14,387	-	-	19,14,387	17,47,703	43,154	-	17,90,858	1,23,529
Total		13,39,899	2,67,97,981	15,67,955	353	2,83,65,583	1,40,39,526	12,45,809	-	1,52,85,335	1,30,80,248
		-	2,67,97,981	(34,750)	-	1,40,39,526	(9,42,742)	-	-	(1,32,15,289)	1,27,58,455
											1,27,58,455



**Note 7: Non -Current Investments (At cost):**  
**Long-term investments**

(a) Equity Shares	6,752	6,752
(b) Gold	2,75,012	2,75,012
	<u>2,81,764</u>	<u>2,81,764</u>

**Note 8: Long-term Loans and Advances**

(Unsecured considered good)		
(a) Interest accrued and due	30,28,106	26,37,916
(b) Other Deposits	3,23,810	5,02,810
	<u>33,51,916</u>	<u>31,40,726</u>
Other Loans and advances		
(c) Income-tax	4,16,10,422	3,03,95,527
(d) Advances recoverable in cash or kind	3,38,62,975	3,39,60,035
	<u>7,54,73,396</u>	<u>6,43,55,563</u>
	<u>7,88,25,313</u>	<u>6,74,96,288</u>

Note : Advances in (d) above includes Rs 3,33,38,413 (previous year Rs 3,33,38,413) to a Company in which the Director's are interested

**Note 9: Other Non- Current Assets :**

Misc. Expenditure  
*(To the extent not written off)*

-	-
---	---

**Note 10 : Inventories**

(a) Finished Goods	17,45,80,650	8,67,43,546
(b) Goods in Transit	10,94,30,910	13,83,49,782
	<u>28,40,11,560</u>	<u>22,50,93,328</u>

**Note 11: Trade Receivables (Unsecured) :**

(a) Over six months, Doubtful	1,50,21,341	2,53,36,417
(b) Other Debts, considered good	27,38,42,358	31,11,29,389
Less : Provision for doubtful debts	-	-
	<u>28,88,63,699</u>	<u>33,64,65,806</u>

**Note 12: Other Current Assets:**

(a) Advance Custom duty	-	1,28,72,999
	<u>-</u>	<u>1,28,72,999</u>

**Note 13: Cash And Cash Equivalents**

(a) Cash on hand	2,81,081	2,42,989
(b) Bank Balance		
With Scheduled Banks		
(i) On Current Account	7,75,06,278	66,06,284
(ii) On Fixed Deposits	39,54,66,428	19,11,39,599
	<u>47,29,72,706</u>	<u>19,77,45,883</u>
	<u>47,32,53,786</u>	<u>19,79,88,872</u>

Note : Out of the fixed deposits in (b) (ii) above; fixed deposit of Rs 50,00,000 (previous year Rs 50,00,000) has been kept as margin with a bank for forward exchange contracts and fixed deposit of Rs 10,000 (previous year Rs 10,000) has been kept as lien with sales tax department Silvassa,



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## Note 14 : Revenue From Operation

(a)	Sales(Including taxes)	2,92,24,89,266	2,83,06,67,817
	(Net of Rebates, Claims, Trade Discounts and Returns)		
		<u>2,92,24,89,266</u>	<u>2,83,06,67,817</u>

## Note 15 : Other Income

(a)	Interest Income	1,38,85,345	1,20,60,532
	(Tax deducted at source Rs 10,59,983 (Previous year Rs 9,98,926 )		
(b)	Gain (loss) on fluctuation in foreign currency rat Handling Charges	3,74,66,573	(29,95,950)
	(Tax deducted at source Rs.Nil ) (Previous year Rs Nil)		
(c)	Profit on sale of car	15,647	-
(d)	Miscellaneous income	38,238	2,90,357
	(Tax deducted at source Rs Nil ) (Previous year Rs.Nil)	<u>5,14,05,803</u>	<u>93,54,940</u>

## Note 16 : Operating Costs

(a)	Clearing & Forwarding Charges	3,84,21,421	2,60,13,670
(b)	Container Mover Charges	1,25,01,504	1,15,77,638
(c)	CST Paid	-	-
(d)	L.C. Charges	-	-
(f)	Local Body tax	-	-
(g)	VAT / CST Paid	56,123	-
(h)	Loading & Unloading Charges	42,39,746	38,02,666
(i)	Transportation	2,63,50,029	1,56,95,987
(j)	GST paid	75,86,083	96,99,235
		<u>8,91,54,906</u>	<u>6,67,89,197</u>

## Note 17 : Changes in inventories of Finished Stocks

(a)	Opening Stock	8,67,43,546	9,71,96,655
	Less: Closing Stock	<u>17,45,80,650</u>	<u>8,67,43,546</u>
		<u>(8,78,37,104)</u>	<u>1,04,53,109</u>

## Note 18 : Employee benefit expenses

(a)	Salaries and Bonus	70,12,073	60,04,780
(b)	Staff Welfare	21,704	23,785
(c)	Directors Remuneration	50,40,000	50,40,000
(d)	Gratuity	67,560	2,39,094
		<u>1,21,41,337</u>	<u>1,13,07,659</u>



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## Note 19 : Finance Costs

(a)	Bank Charges/Commission	15,93,829	28,77,353
(b)	Interest	1,27,605	2,86,577
		<u>17,21,434</u>	<u>31,63,930</u>

## Note 20 : Other Expenses

(a)	Accounting ERP System	30,000	30,000
(b)	Advertisement Expenses	3,000	34,249
(c)	Auditors Remuneration [Refer Note A(22)]	1,20,000	1,09,500
(d)	Commision	11,32,181	21,94,642
(e)	Communication Expenses	2,60,645	2,40,495
(f)	Consultancy Fees	46,000	9,500
(g)	Conveyance Expenses	1,28,939	54,714
(h)	Discount	2,65,795	3,66,541
(i)	Donations	9,600	-
(j)	Electricity Charges	1,35,392	2,61,495
(k)	Grampanchayat Taxes	98,529	1,16,804
(l)	Insurance	27,97,000	17,75,679
(m)	Membership & Subscription	99,898	28,000
(n)	Miscellaneous Expenses	43,79,766	27,46,979
(o)	Motor car expenses	1,06,207	92,127
(p)	Office Expenses	1,78,817	3,80,187
(q)	Printing & Stationery	80,073	1,18,053
(r)	Profession Tax	2,500	2,500
(s)	Professional and Legal Fees	4,08,500	2,08,500
(t)	Recruitment Charges	-	22,500
(u)	Rent	29,04,000	47,63,000
(v)	Repairs & Maintenance	2,29,910	1,91,357
(x)	Service Tax	-	-
(y)	Society Maintenance Expenses	2,41,156	2,35,096
(z)	Travelling Expenses	15,36,326	10,88,965
a(i)	Weighment Charges	14,083	-
b(ii)	Business promotion expenses	-	5,72,863
c(iii)	CSR provision	13,33,000	14,76,000
	Windows Contract Charges	98,300	-
		<u>1,66,39,617</u>	<u>1,71,19,745</u>



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## Note 21: Deferred Tax Assets (net)

Particulars	Amount	Tax effect @ 25.168%
<b>Details of opening balance of deferred tax asset (liability) as on 01.04.2020</b>		
1 Depreciation		
WDV per IT	95,59,613	
WDV per books	1,27,58,455	(31,98,842)
2 43B items		13,038
3 CSR provision		-
4 Gratuity provision (when they actually pay deduction will be allowed)		-
5 40(a) (i) (a) Items	14,19,433	3,57,242.90
		(4,40,250)
		(4,40,250)
<b>Details of closing balance of deferred tax asset (Liability) as on 31.03.2021</b>		
1 Depreciation		
WDV per IT	99,64,072	
WDV per books	1,30,80,248	(31,16,177)
43B items - 26B(b)	-	-
2 43B items - 26A(a)		
43B items - 26B(a); excess payment	-	-
3 CSR provision		-
4 Gratuity provision	14,14,553	3,56,015
5 40(a) (i) (a) disallowance	-	-
		(4,28,265)
		(4,28,265)
Current year charge/(credit)		(11,986)

Pursuant to Accounting Standard (AS) 22 – Accounting for taxes on Income, the impact of net Deferred Tax asset of Rs (11,986) [previous year Rs 13,89,015] for the year ended 31.3.2021 has been charged(credited) to the Statement of Profit and Loss.

## Note 22: Contingent Liabilities –

Sr No	Particulars	Amount in USD	Amount in Rs	Amount in USD	Amount in Rs
		Current year		Previous year	
(i)	Outstanding letter of credit				
(a)	Dena Bank (Bank of Baroda)	-	-	-	-
(ii)	Outstanding forward contracts				
(a)	Dena Bank (Bank of Baroda)	-	-	-	-
(b)	HDFC Bank Forward contract	-	-	-	-
	HDFC Bank FX option	-	-	-	-
(iii)	Bank guarantee				



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**Note 23: Auditor's remuneration –**

<u>Sr No</u>	<u>Particulars</u>	<u>Amount in Rs</u> <u>Current year</u> <u>(Excluding taxes)</u>	<u>Amount in Rs</u> <u>Previous year</u> <u>(Including taxes)</u>
(i)	Statutory Audit	60,000	60,000
(ii)	Tax Audit	25,000	25,000
(iii)	Income tax matters	29,000	15,000
(iv)	VAT/GST Audit	-	-
(v)	Certification matters	6000	9,500
(vi)	Total	1,20,000	1,09,500

**Note 24 : Earnings per share**

<u>Sr No</u>	<u>Particulars</u>	<u>2021</u>	<u>2020</u>
(a)	Weighted average number of equity shares of Rs 10 each		
(i)	Number of shares at the beginning of the year	5,286,003	5,286,003
(ii)	Number of shares at the end of the year	5,286,003	5,286,003
(iii)	Weighted average number of equity shares outstanding during the year	5,286,003	5,286,003
(b)	Net Profit after tax available for equity shareholders (in Rs)	12,28,37,132	4,75,35,188
(c)	Adjusted Basic and diluted earnings per share (in Rs)	23.26	9.01

**Note 25. Impact of Covid-19**

The SARS-CoV-2 virus responsible for COVID-19 continues to spread across the globe and India, which has contributed to a significant decline and volatility in global and Indian financial markets and a significant decrease in global and local economic activities. On March 11, 2020, the COVID-19 outbreak was declared a global pandemic by the World Health Organization.

The impact of the COVID-19 Pandemic will depend on several future developments, which are highly uncertain. The Management is of the opinion that to the best of its knowledge and on the basis of information available to it, no impact is required to be recognised in the financial statements for the year ended March 31, 2021. Accordingly, no adjustments have been made to the financial statements.



**B. SIGNIFICANT ACCOUNTING POLICIES:**

**Note 1: Basis of accounting**

The accounts are prepared under historical cost convention on accrual system of accounting.

**Note 2: Fixed Assets**

(i) Tangible assets are carried at cost less depreciation.

(ii) Intangible, if any assets are carried at cost

**Note 3: Depreciation**

(i) Depreciation is provided on written down value method at rates, and on the basis, prescribed in Schedule II of the Companies Act, 2013.

(ii) In respect of assets, if any, acquired during the year, depreciation is provided on *pro rata* basis, for the month, or the part of the month in which asset is put to use.

**Note 4: Inventories:**

Inventories are valued at lower of cost or net realizable value, costs are determined at FIFO method.

**Note 5: Revenue Recognition**

Sales are inclusive of taxes. Incomes considered receivable are accounted for on accrual basis when no significant uncertainty as to determination or realization exists.

**Note 6: Foreign Currency Transactions**

Transactions in foreign currencies are accounted at the exchange rate prevailing on the date of each transaction. Gain/loss arising out of liabilities incurred for purchase of goods is accounted for in the profit & loss account. Revenue monetary items (like trade receivables/payables are converted into reporting currency by applying closing rate at year end.

**Note 7: Taxation**

Income-tax is accounted in accordance with Accounting Standard 22 - Accounting for taxes on income, this includes current tax and deferred tax.

**Note 8: Retirement Benefits**

Gratuity is accounted on accrual estimated basis and leave encashment is accounted on cash basis. Provident fund is neither deducted nor paid.

**Note 9: Preliminary Expenses**



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BHAVIK ENTERPRISES LTD

1/5<sup>th</sup> of the Preliminary Expenses are amortized during the year.

**Note 10: Borrowing costs**

Borrowing costs are recognised in profit or loss except for those costs that are directly attributable to the acquisition, construction or production of a qualifying asset. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised to the respective qualifying asset

**C. OTHER NOTES FORMING PART OF ACCOUNTS**

**Note 1:** There are no dues/over dues to Small Scale and/or Ancillary Industrial suppliers on account of principal and/or interest as at the close of the year.

**Note 2:** Certain Sundry debtors and Sundry creditors are subject to confirmation.

**Note 3:** Sundry debtors include Rs Nil (previous year Rs Nil) outstanding for more than 3 years.

**Note 4:** Earnings in foreign currency –

	<u>Particulars</u>	<u>Amount in INR</u> <u>Current year</u>	<u>Amount in INR</u> <u>Previous year</u>
(a)	Discount received	Nil	Nil
(b)	Special Quantity Discount	Nil	Nil
(c)	<u>Miscellaneous income</u>		
	Claim from Borouge	Nil	8,868
	Commission from Basell	Nil	Nil
	Rebate on Contract-Basell	Nil	Nil
	Claim in goods in transit	Nil	2,64,644

**Note 5:** Expenditure in foreign currency –

<u>Sr</u> <u>No</u>	<u>Particulars</u>	<u>Amount in Rs</u> <u>Current year</u>	<u>Amount in Rs</u> <u>Previous year</u>
(a)	Import purchases	22,54,20,0634	2,17,06,11,041



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Note 6: Related Party disclosures

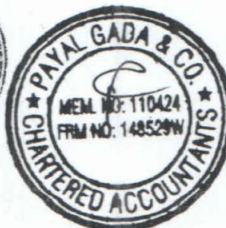
Sr. No	Particulars	Nature of Transaction	Amount (Rs)	Relation
1.	Griffon Securities Pvt Ltd	Advances	3,33,38,413	Company with common Directors
2.	Griffon Securities Pvt Ltd	Interest recd on advances	-	Company with common Directors
3.	Griffon Securities Pvt Ltd	Rent paid	6,30,000	Company with common Directors
4.	Mukesh Thakkar	Directors Remuneration	42,00,000	Director
5.	Bhavik Thakkar	Directors Remuneration	6,00,000	Director
6.	Purnima Thakkar	Directors Remuneration	2,40,000	Director
7.	Mukesh Thakkar (HUF)	Rent paid	5,88,000	HUF of Director
8.	Mukesh Thakkar	Rent paid	7,20,000	Director
9.	Bhavik Thakkar	Rent paid	7,56,000	Director
10.	Purnima Thakkar	Rent paid	2,10,000	Director
11.	Neha Thakkar	Salary	-	Directors wife

chedule II has become effective from 1st April, 2014 for the preparation and presentation of financial statements. This has significantly impacted the disclosures and presentations made in the financial statements. Previous years figures have been regrouped, re-arranged and / or recast, wherever considered necessary to correspond with current year's classification / disclosures.

Note 8: Figures have been rounded-off to the nearest rupee.

Note 9: Information pursuant to Part II of Revised Schedule III of the Companies Act, 2013 are given to the extent they are applicable to the Company

Note 10: During the year the Management has not spent the requisite amount under CSR as required under section 135(1) of the Companies Act, 2013.



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# BHAVIK ENTERPRISES LTD

## Cash Flow Statement for the year ended 31st March 2021

(Currency : Indian Rupees)

	2021	2020
<b>Cash flow from operating activities</b>		
Net profit before tax for the year		
Adjustments:	16,91,25,146	6,63,27,138
Depreciation and amortisation		
Shortfall of Depreciation	12,45,809	8,24,236
Interest Received		
Finance costs	(1,38,85,345)	(1,20,60,532)
Profit on sale of fixed assets	1,27,605	2,86,577
Operating cash flow before working capital changes	(15,647)	
	15,65,97,568	5,53,77,419
(Increase) / Decrease in trade receivables		
(Increase) / Decrease in short-term loans and advances	4,76,02,108	10,56,46,656
(Increase) / Decrease in long-term loans and advances		
(Increase) / Decrease in Inventories	(1,13,29,025)	1,40,88,105
(Increase) / Decrease in other current assets	(5,89,18,232)	(4,45,86,226)
Increase / (Decrease) in trade payables	1,28,72,999	(1,28,72,999)
Increase / (Decrease) in other current liabilities	13,59,23,853	(1,46,25,300)
Increase / (Decrease) in other short term provisions	(10,46,660)	(2,18,44,443)
Cash generated from operations	2,75,53,120	32,241
Taxes paid (net)	30,92,55,730	8,12,15,453
Income tax		
Indirect taxes paid	(4,63,00,000)	(3,20,90,000)
Net cash generated from operating activities (A)	1,03,399	1,05,894
	26,30,59,129	4,92,31,347
<b>Cash flow from investing activities</b>		
Shortfall of depreciation		
Payment for acquisition of fixed assets	(15,67,955)	-
Receipt from sale of fixed assets	353	-
Profit from sale of Fixed Asset	15,647	-
Interest Income receipt	1,38,85,345	1,17,21,939
Net cash (used) by investing activities (B)	1,23,33,390	1,17,21,939
<b>Cash flow from financing activities</b>		
Finance costs		
Payment of dividend to equity shareholders	(1,27,605)	(2,86,577)
Net cash (used) by financing activities (C)	(1,27,605)	(2,86,577)
Net increase in cash and cash equivalents (A+B+C)	27,52,64,914	6,06,66,709
Cash and Cash equivalents at the beginning of the year	19,79,88,872	13,73,22,166
Cash and Cash equivalents at the end of the year	47,32,53,786	19,79,88,872

### Notes:

1. The Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard - 3 ('AS 3') on Cash

2. Components of cash and cash equivalents:

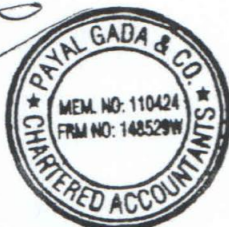
	2021	2020
Beginning		
Cash on hand		
Balances with Banks	2,42,989	3,01,535
- in current accounts	19,77,45,883	13,70,20,631
Cash and cash equivalents at the beginning of the year (refer note 14)	19,79,88,872	13,73,22,166
2. Components of cash and cash equivalents :		
End of the year	2021	2020
Cash on hand		
Balances with Banks	2,81,081	2,42,989
- in current accounts	47,29,72,706	19,77,45,883
	47,32,53,786	19,79,88,872

The notes referred to above form an integral part of this cash flow statement.

AS PER OUR REPORT OF EVEN DATE  
FOR PAYAL GADA & CO  
CHARTERED ACCOUNTANTS

PAYAL GADA  
Proprietress  
Membership no 110424  
Firm Reg. no. 148529W

Mumbai, 30th November, 2021



For and on behalf of the Board of Directors  
BHAVIK ENTERPRISES LIMITED

MUKESH THAKKAR  
Managing Director  
DIN No: 01867515

Mumbai, 30th November, 2021



BHAVIK THAKKAR  
Managing Director  
DIN No: 01867522

Mumbai, 30th November, 2021