

GRIFFON SECURITIES PVT LTD
ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2020

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

STATEMENT OF INCOME FOR THE YEAR ENDED 31ST MARCH,2020

NAME : GRIFFONS SECURITIES PVT LTD
 ADDRESS : 49, JAYKAR SMRUTI,
 AAREY ROAD, GOREGAON (WEST)
 MUMBAI - 400062
 DATE OF FORMATION : 28.06.1995
 PAN NO. : AABCG3020C
 ASST YEAR : 2020-21
 WARD NO. : ITO - 12(I)(4)
 STATUS : PVT. LTD COMPANY
 NOTE : RETURN FOR A.Y. 2019-20 FILED ON 25.10.2019
 VIDE ACK NO 219300881251019

SOURCES OF INCOME

	₹	₹	₹	TDS ₹
House Property				
Rent	6,30,000			63,000
Less : Municipal taxes paid	42,210	5,87,790		
Less: Deduction under section 24(a) @30%		1,76,337		4,11,453
Business Income				
Net Profit (Before Tax) as per Profit & Loss account	2,12,012			
Less : Rental income, considered separately	6,30,000			
	(4,17,988)			
Less: Depreciation ,per IT Act	92,812			
	(\$,10,801)			
Add : Expenses disallowable				
-Society Maintenance (Raj Ratna)	71,121			
-Interest on TDS payment	17,583			
-Late fees on GST /TDS	2,480			
-Municipal tax (Raj Ratna)	42,210			
- Depreciation,as per profit and loss account	1,28,378	2,61,772	(2,49,028)	
	1,62,425			
Unabsorbed Depreciation Set off for A.Y.19-20	22,546			
GROSS TOTAL INCOME	1,39,879			
Less : Deductions under chapter VIA	-			
NET TOTAL INCOME	1,39,879			
ROUNDED OFF UNDER SECTION 288A	1,39,880	63,000		
				TAX RATE
				115BAA
				22.000
				SURCH @10%
				2.200
				EDU CESS @ 4%
				24.200
				0.968
				EFFECTIVE TAX RATE
				25.168

STATEMENT OF TAXES

Tax on the above @25.168% (Including Surcharge @10% & 4% Cess) under section 115BAA	35,205
Less : TDS	63,000
REFUND DUE	27,795
ROUNDED OFF UNDER SECTION 288B	27,800

POONAM-Poonam-PC-d/3-(A)

2) Losses claimed to be c/f
 Nature of Loss Assessment Year Amount(Rs)
 Business Loss 19-20

A *1* *B*

GRIFFON SECURITIES PRIVATE LIMITED

Income-tax assessment year 2010-21
(Previous year ended on 31st March, 2020)

Depreciation allowable under section 32 of the Income Tax Act, 1961

Sr. No.	Block of Assets	Rate	W.D.V. As at 01.04.19	Additions < 180 days	Additions > 180 days	Deductions	Total	Depreciation for the year	Net W.D.V. as on 31.03.20
I	<u>Furniture and Fixtures</u>	10%	4,94,621	-	-	-	4,94,621	49,462	4,45,159
	Furniture and Fixtures								
II	<u>Machinery</u>	15%	2,89,000	-	-	-	2,89,000	43,350	2,45,650
	Transformer								
			7,83,621	-	-	-	7,83,621	92,812	6,90,809



PAYAL GADA & CO.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

The Members,
GRIFFONS SECURITIES PVT LTD
Mumbai.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **GRIFFONS SECURITIES PVT LTD** ("the Company"), which comprise the balance sheet as at 31st March 2020, the 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, 2020, 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.

"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, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 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: 21110424AAAAAC4209
Mumbai, 17th December, 2020



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 GRIFFONS SECURITIES PVT LTD 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 GRIFFONS SECURITIES PVT LTD

We have audited the internal financial controls over financial reporting of GRIFFONS SECURITIES PVT LTD ("the Company") as of March 31st, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls 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.





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 31st, 2020, 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, 17th December, 2020

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 GRIFFONS SECURITIES PVT LTD 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.





(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, 17th December, 2020

BALANCE SHEET
AS AT 31ST MARCH, 2020

(Amount in ₹)

Particulars	Note No.	As at 31st March, 2020	As at 31st March, 2019
I. EQUITY AND LIABILITIES:			
(1) Shareholders' Funds			
(a) Share Capital	A(1)	51,00,000	51,00,000
(b) Reserves and Surplus	A(2)	5,77,91,147	5,76,39,229
			6,27,39,229
(2) Non-Current Liabilities			
(a) Long-term Borrowings	A(3)	2,05,14,279	2,05,14,279
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long-term Liabilities			2,05,14,279
(3) Current Liabilities			
(a) Trade Payables	A(4)	83,99,512	89,23,329
(b) Other Current Liabilities	A(5)	4,36,88,413	4,36,88,413
(c) Short-term Provisions	A(6)	36,700	4,000
			5,26,15,742
			<u>13,58,69,250</u>
II. ASSETS:			
(1) Non-Current Assets			
(a) Fixed Assets			
Tangible Assets	A(7)	4,59,55,973	4,58,41,980
(b) Non-Current Investments	A(8)	41,34,000	41,34,000
(c) Other Non-current Assets	A(9)		
(d) Long-term Loans and Advances	A(10)	1,98,084	2,06,034
(e) Deferred Tax Assets (Net)		81,381	74,818
			5,02,56,832
(2) Current Assets			
(a) Inventories	A(11)	8,47,39,345	8,47,39,345
(b) Trade receivables			
(c) Cash and Cash Equivalents	A(12)	2,51,168	7,59,672
(d) Other Current Assets	A(13)	1,70,100	1,13,400
			8,56,12,417
			<u>13,58,69,250</u>
III Contingent Liabilities	A(17)	(0)	
IV Significant Accounting Policies	B		
forming part of Financial Statements			
V Other Notes on Accounts forming part of	C		
Financial Statements			
<i>AS PER OUR REPORT OF EVEN DATE FOR PAYAL GADA & CO</i>			
<i>FOR AND ON BEHALF OF THE BOARD</i>			
<i><u>Payal Gada</u> <u>Mukesh Thakkar</u> <u>Bhavik Thakkar</u></i>			
CA PAYAL GADA		MUKESH THAKKAR	BHAVIK THAKKAR
Proprietress		Director	Director
Membership no 110424		DIN No:01867515	DIN No:01867522
FRN NO:148529W			
Mumbai, 17th December, 2020		Mumbai, 17th December, 2020	Mumbai, 17th December, 2020



STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount in Rs ₹)

Particulars	Note No.		Previous year
1 Revenue from Operations			
2 Other Income	A(13)	6,34,352	6,84,113
3 Total Revenue		<u>6,34,352</u>	<u>6,84,113</u>
4 Expenses:			
(i) Purchases		-	-
(ii) Manufacturing and Operating Expenses		-	-
(iii) Changes in Inventories of Finished Stocks		-	-
(iv) Employee Benefit Expenses	A(14)	-	47
(v) Finance Costs	A(15)	701	1,73,227
(vi) Depreciation and Amortization Expense	A(7)	1,28,378	4,92,313
(vii) Other Expenses	A(16)	2,93,261	6,65,587
5 Profit Before Tax (3 - 4)		2,12,012	18,526
6 Tax Expense:			
(1) Current Tax charge (credit)		36,700	4,000
(2) Deferred Tax charge (credit)		(6,564)	(14,067)
7 Profit After Tax (5 - 6)		1,81,875	28,593
8 Less : Tax adjustments		29,957	1,141
9 Amount Available for Appropriation		1,51,918	27,452
Add: Balance Brought Forward from Previous Year		1,17,41,029	1,17,13,577
10 Less: Appropriations		1,18,92,947	1,17,41,029
11 Profit / (Loss) for the year		<u>1,18,92,947</u>	<u>1,17,41,029</u>
12 Earnings per Equity Share:			
Basic and Diluted	A(19)	0.30	0.05

Significant Accounting Policies
forming part of Financial Statements

B

Notes on Accounts forming part of
Financial Statements

C

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

CA PAYAL GADA
Membership no 110424
FRN NO:148529W

Mumbai, 17th December, 2020

FOR AND ON BEHALF OF THE BOARD

MUKESH THAKKAR
Director
DIN No:01867515

Mumbai, 17th December, 2020

BHAVIK THAKKAR
Director
DIN No:01867522

Mumbai, 17th December, 2020



(A) NOTES FORMING PART OF THE ACCOUNTS

As at
31st March, 2020
(Amount in Rs.)

As at
31st March, 2019
(Amount in Rs.)

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 5,60,000 Equity Shares of Rs. 10 Each	<u>56,00,000</u>	<u>56,00,000</u>
Issued, Subscribed and Fully Paid-up 5,10,000 Equity Shares of Rs 10 Each	<u>51,00,000</u>	<u>51,00,000</u>

(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	5,10,000	51,00,000	5,10,000	51,00,000
Changes during the year				
Equity Shares at the end	5,10,000	51,00,000	5,10,000	51,00,000

(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

Name of Shareholders	As at 31st march, 2020		As at 31st march, 2019	
	No. of shares	%	No. of shares	%
Mr Mukesh Thakkar	3,00,000	58.82	3,00,000	58.82
Mr Bhavik Thakkar	1,10,000	21.56	1,10,000	21.56
Mrs Purnima Thakkar	50,000	9.8	50,000	9.8
Mr Mukesh Thakkar (HUF)	40,000	7.84	40,000	7.84

Note 2: Reserves and Surplus

(a) Share Premium Account				
As per last financial statement	4,58,98,200		4,58,98,200	
Add : Addition during the year		4,58,98,200		4,58,98,200
(b) Surplus /(Deficit) in Statement of Profit and Loss				
As per last Financial Statement	1,17,41,029		1,17,13,577	
Add: Profit/(Loss) for the year	1,51,918	1,18,92,947	27,452	1,17,41,029
				<u>5,76,39,229</u>

Note 3 : Non-Current Liabilities

(a) Long Term Borrowings				
(i) Secured From Banks				
(ii) Unsecured From Others				
	<u>2,05,14,279</u>			<u>2,05,14,279</u>
	<u>2,05,14,279</u>			<u>2,05,14,279</u>

Note 4: Trade Payables

(a) For Goods				
(b) Other payables				
(i) For Expenses		88,500		2,14,220
(ii) For Other Liabilities		30,150		3,67,227
		<u>83,99,512</u>		<u>89,23,329</u>

Note 5: Other Current Liabilities

Advances				
Note: Out of the advances above, advances of Rs.3,33,38,413 (Previous year Rs.3,33,38,413) is from a company in which Directors are interested.		4,36,88,413		4,36,88,413
		<u>4,36,88,413</u>		<u>4,36,88,413</u>

Note 6 : Short - term provisions

Provision for Taxation				
(i) Income-Tax				
		<u>36,700</u>		<u>4,000</u>



Note 7 - 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 31.03.2019	Additions	Sales	GROSS BLOCK as on 31.03.2020	Depreciation upto 31.03.19	Depreciation for the year	Depreciation on sale	Depreciation upto 31.03.2020		Net Block as on 31.03.2020	Net Block As on 31.03.19
										Rs	Rs		
Furniture & Fixtures	25.89%	33,925	6,78,492	-	-	6,78,492	4,02,323	71,500	-	4,73,823	2,04,669	2,76,169	
Land-Lonawala (Plot-I)		3,90,000	78,00,000	-	-	78,00,000	-	-	-	-	78,00,000	78,00,000	
Land-Lonawala (Plot-II)		18,89,425	3,75,46,120	2,42,370	-	3,77,88,490	-	-	-	-	3,77,88,490	3,75,46,120	
Transformer	25.89%	20,000	4,00,000	-	-	4,00,000	1,80,308	56,878	-	2,37,186	1,62,814	2,19,692	
Total		23,33,349	4,64,24,612	2,42,370	-	4,66,66,982	5,82,631	1,28,378	7,11,009	4,59,55,973	4,58,41,981		



B

Note 8: Non -Current Investments (At cost):

Long-term investments

Inmovable Property

Vasai Gala - Raj Ratna(Godown)

41,34,00041,34,000

Note 9: Other Non- Current Assets :

Misc. Expenditure

(To the extent not written off)

Note 10: Long-term Loans and Advances

(Unsecured considered good)

(a) Interest accrued and due
(b) Other Deposits

A

313 6,346

87,500 87,500

87,813 93,846

Other Loans and advances

(c) Income-tax

(d) Advances recoverable in cash or kind or for
value to be received

(e) Advance to Creditors

B

89,141 91,263

21,130 20,925

1,10,271 1,12,1881,98,084 2,06,034

Note 11 : Inventories

Work-in-progress

8,47,39,3458,47,39,345

Note 12: Cash And Cash Equivalents

(a) Cash on hand

19,228

1,11,228

(b) Bank Balances

With Scheduled Banks:

On Current Account

2,06,940 2,23,444

On Fixed Deposit Account

25,000 4,25,000

2,31,940 6,48,4442,51,168 7,59,672

Note 13: Other Current Assets

Rent Receivable

1,70,1001,13,4001,70,1001,13,400

B

Note 14 : Other Income

(a) Interest Income	4,152	21,217
(Tax deducted at source Rs 2,122)		
(Previous year Rs1,692)		
(b) Rent Received (Excluding taxes)	6,30,000	6,30,000
(Tax deducted at source Rs 63,000)		
(Previous year Rs 63,000)		
(c) Miscellaneous Income	200	32,896
	6,34,352	6,84,113

Note 15 : Employee Benefit Expenses

Salary	-	-
	-	-

Note 16 : Finance Cost

Bank Finance Charges and Commission	701	47
	701	47

Note 17 : Other Expenses

(a) Auditors Remuneration [Refer Note A (18)]	27,500	39,000
(b) Miscellaneous Expenses	1,54,473	1,23,541
(d) Professional Fees	-	32,500
(e) Profession tax	2,500	2,500
(f) Society Maintenance	71,121	70,200
(g) ROC filing fees	2,000	1,500
(h) Security Services	-	1,87,200
(i) Insurance Property	35,667	35,872
	2,93,261	4,92,313

Note 18 : Contingent Liabilities

Note 19 : Auditors remuneration

(a) Statutory audit fees	27,500	27,500
(b) Income-tax matters	-	8,000
(c) Others	-	3,500

Note 20 : Earnings per share

(a) Weighted average number of equity shares of Rs 10 each	5,10,000	5,10,000
(i) Number of shares at the beginning of the year	5,10,000	5,10,000
(ii) Number of shares at the end of the year		
Weighted average number of equity shares outstanding during the year	5,10,000	5,10,000
(b) Net Profit after tax available for equity shareholders (in Rs)	1,51,918	27,452
(c) Basic and diluted earnings per share (in Rs)	0.30	0.05



GRIFFON SECURITIES PRIVATE LTD

Note no 21: Deferred Tax Assets (net)

Details of opening balance of deferred tax asset (liability)				Amount	Tax effect @ 25.17%
(a) <u>Deferred tax assets</u>					
1 Depreciation	WDV per IT	7,83,621			
	WDV per books	4,95,861	2,87,760		74,818
2 43B items			-	-	
3 40(a) (i) (a) Items			-	2,87,760	74,818
				<u>2,87,760</u>	<u>74,818</u>
Details of closing balance of deferred tax asset (Liability)					
(a) <u>Deferred tax assets</u>				Amount	Tax effect @ 25.17%
1 Depreciation	WDV per IT	6,90,809			
	WDV per books	3,67,483	3,23,326		81,381
2 43B items			-	-	
3 40(a) (i) (a) Items			-	3,23,326	81,381
				<u>3,23,326</u>	<u>81,381</u>
Net increase(decrease) in Deferred tax asset(liability)					(6,564)

Pursuant to Accounting Standard (AS) 22 – Accounting for taxes on Income, the impact of Deferred Tax asset of Rs.6,564 (previous year Rs 14,067) for the year ended 31.3.2020 has been credited to the Statement of Profit and Loss.

Note 22. 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, 2020. Accordingly, no adjustments have been made to the financial statements.

Annual Accounts 2019-2020



B: SIGNIFICANT ACCOUNTING POLICIES:

Note 1: Basis of accounting

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

Note 2 :Investments

Investments are stated at cost; the costs are determined at FIFO Method.

Note 3 :Revenue Recognition

(a) Expenses and Income considered payable and receivable, respectively, are accounted for on accrual basis when no significant uncertainty as to determination or realization exists.

(b) In respect of construction business, the Company is following project completion method of accounting and accordingly, sale will be recognized when the bungalows/apartments are ready for possession. All the expenses incurred till the date of balance sheet in relation to construction activity are carried forward as work-in-progress.

Note 4 :Stock-in-trade

Stocks of shares and securities are stated at cost or net realisable value, whichever is lower; costs are determined at FIFO Method.

Note 5:Deferred Tax

Deferred Tax is accounted for by computing the tax effect of timing differences which arise during the year and reverse in subsequent periods. Deferred Tax assets and liabilities are measured using tax rates and the tax laws that have been enacted or substantively enacted by the Balance Sheet date. However, there is no deferred tax asset or liability at the year end.

Note 6: Fixed Assets

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

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

Note 7: 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.



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GRIFFON SECURITIES PRIVATE LTD

(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 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: The Company has started a new business venture of construction of bungalows/apartments at Lonawala during the financial year 2010-11. The Company has incurred certain expenditure in relation to such activity which is carried forward as work-in-progress.

Note 2: 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 3: Sundry creditors are subject to confirmation.

Note 4: Earnings in foreign currency – Nil (previous year Rs Nil)

Note 5: Expenditure in foreign currency – Rs Nil (previous year Rs Nil)

Note 6: The Revised Schedule III has become effective from 1st April, 2011 for the preparation and presentation of financial statements. This has significantly impacted the disclosures and presentations made in the financial statement. Previous year's figures have been regrouped, re-arranged and / or recast, wherever considered necessary to correspond with current year's classification / disclosures.

Note 7: Figures have been rounded-off to the nearest rupee.

Note 8: 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.



GRIFFON SECURITIES PVT LTD

Cash Flow Statement for the year ended March 31, 2020

	Year Ended 31st March, 2020 (Rs.)	Year Ended 31st March, 2019 (Rs.)
A. Cash Flow from Operating Activities		
Net Profit Before Taxation	2,12,012	18,526
Adjustments for:		
Interest Income	(4,152)	(21,217)
Depreciation and Amortization Expense	1,28,378	1,73,227
Miscellaneous Income		
Rental Income	(6,30,000)	(6,30,000)
Operating Profit Before Working Capital Changes	(2,93,762)	(4,59,464)
Adjustments for :		
(Increase) / Decrease in Inventories	-	(37,17,644)
(Increase) / Decrease in Other Current Assets	(56,700)	(1,13,400)
(Increase) / Decrease in Trade Receivables	-	-
(Increase) / Decrease in Loans and Advances	1,917	8,99,079
Increase / (Decrease) in Trade Payables	(5,23,817)	(2,03,757)
Increase / (Decrease) in Other Current Liabilities and Provisions		18,83,250
Cash Generated from Operations	(8,72,362)	(17,11,936)
Income Tax Paid	(33,957)	(78,141)
Net Cash Inflow / (Outflow) from Operating Activities	(9,06,319)	(17,90,077)
B. Cash Flow from Investing Activities		
Purchase of Investments	-	-
Dividend Income	-	-
Purchase of Fixed Assets	(2,42,370)	-
Rental Income	6,30,000	6,30,000
Sale Proceeds from fixed assets	-	-
Net Cash inflow from/ (outflow) from Investing activities	3,87,630	6,30,000
C. Cash Flow from Financing Activities		
Proceeds from issue of shares including premium	-	-
Proceeds from Long Term Borrowings	-	-
Repayment of Long Term Borrowings		10,06,911
Short Term Borrowings (Net)	-	-
Interest Received	10,185	28,498
Foreign Exchange Gain	-	-
Interest paid	-	-
Net Cash inflow from/ (outflow) from Financing activities	10,185	10,35,409
Net increase / (decrease) in cash and cash equivalents	(5,08,504)	(1,24,668)
Cash and Cash equivalents at the beginning of the year	7,59,672	8,84,340
Cash and Cash equivalents at the end of the year	2,51,168	7,59,672
Opening Cash and Cash Equivalents		
Cash in hand	1,11,228	37,225
Bank balances	6,48,444	8,47,115
	7,59,672	8,84,340
Closing Cash and Cash Equivalents		
Cash in hand	19,228	1,11,228
Bank balances	2,31,940	6,48,444
	2,51,168	7,59,672
	0	

As per Our Report of Even Date
FOR PAYAL GADA & CO

CA Payal Gada
Membership No. 110424
FRN NO:148529W

Place: Mumbai
Mumbai, 17th December, 2020

For and on behalf of the Board of Directors
GRIFFON SECURITIES PVT LTD

Mukesh Thakkar
Director
DIN No:01867515

Place: Mumbai
Mumbai, 17th December, 2020

Bhavik Thakkar
Director
DIN No:01867522

Place: Mumbai
Mumbai, 17th December



GRIFFON SECURITIES PRIVATE LIMITED31st MARCH, 2020Note
No.As at
31st March, 2020
₹As at
31st March, 2019
₹Grouping to Balance Sheet
LIABILITIESLong-term BorrowingsUnsecured Loan-othersTanna Realtors Pvt. Ltd.
Veoplast Houseware Pvt. Ltd.

3(a)(ii)

2,05,14,279

2,05,14,279

Trade PayablesFor Goods

Comfort Engineering System

3,51,260

3,51,260

Krishma Kothari & Associates

13,500

13,500

New-Ex-Servicemen Multiple Service and Consultant

-

77,220

Dattatray Sable

-

Gagangiri Security Service

-

Nitin Palekar

74,83,569

74,83,569

Payal Gada & Co.

16,200

Retention 5 %

4,16,333

4,16,333

4(a)

82,80,862

83,41,882

Other PayablesFor Expenses

Audit fees

35,130

Electricity

590

Salary payable

88,500

1,78,500

4(b)(i)

88,500

2,14,220

For other LiabilitiesTDS Payable

Contracts

156

Interest

3,21,129

Professional fees

4,650

GST Payable (RCM)

1,800

IGST

CGST

14,175

20,646

SGST

14,175

20,646

4(b)(ii)

28,350

41,292

30,150

3,67,227

Other current liabilitiesAdvances

Sharmila Rajendra Habde

1,03,50,000

1,03,50,000

Bhavik Enterprises Ltd

3,33,38,413

3,33,38,413

5

4,36,88,413

4,36,88,413

Short-term provisions

A.Y. 2015-16

-

A.Y. 2016-17

-

A.Y. 2017-18

-

A.Y. 2018-19

-

A.Y. 2019-20

-

A.Y. 2020-21

4,000

6

36,700

-

36,700

4,000



ASSETSWork-in-progress

Opening Balance	8,47,39,345	8,10,21,701	
Material purchases	-	5,06,354	
Less : Discount received			8,15,28,055
Construction work	-	-	
Less : Discount received	-	-	
<u>Expenses</u>			
Insurance	-	-	
Security Services	-	-	
Architect fees	-	-	
Consultancy fees	-	-	
Transport Expenses	-	-	
Labour charges	-	-	
<u>Interest</u>			
Advances (BEL)	-	20,92,500	
Loans	-	11,18,790	32,11,290
	<u>11</u>	<u>8,47,39,345</u>	<u>8,47,39,345</u>

Long-term Loans and AdvancesInterest accrued and dueFixed Deposits

A.Y. 19-20	-	6,346	
A.Y. 20-21	313	-	
	<u>10(a)</u>	<u>313</u>	<u>6,346</u>
<u>Other Deposits</u>			
MSEDCL Electricity Deposit	87,500	87,500	
	<u>10(b)</u>	<u>87,500</u>	<u>87,500</u>

Income tax

A.Y. 2017-18	-	26,141	26,141
A.Y. 2018-19	-	-	
<u>A.Y. 2019-20/18-19</u>			
TDS	2,122		
Dena Bank	63,000	63,000	65,122
BEL	89,141		<u>91,263</u>

Advance to Creditors

Comfort Play System	-		
Datta Electricals	-	-	
Dimensions (Rajesh Bulsara)	-	-	
Fine Art (Contractor)	-	-	
Jai Gangirji Multiple Service	-	-	
Madanlal P Suthar (Contractor)	-	-	
Nayan Precast Works (Contractor)	-	-	
Space Shell Erectors (Contractor)	-	-	
S.I.P.S (Contractor)	-	-	
Shree Décor (Contractor)	-	-	
Sunil Electricals	-	-	
Sunil Tawre	-	-	
Supra Building Solutions (Contractor)	-	-	
Shivshakti Power Device India Pvt Ltd	-	-	
Taj Plaster (Contractor)	-	-	
Wapro Engineers	-	-	
	<u>10(e)</u>	<u>-</u>	<u>-</u>



<u>Advance Recoverables</u>			
Prepaid Insurance		21,130	20,925
	10(d)	<u>21,130</u>	<u>20,925</u>
<u>Bank balances</u>			
<u>On Current account</u>			
Dena Bank (A/c no 048711002537)		2,06,940	2,23,444
<u>On Fixed Deposit Account</u>			
Dena Bank - 048711002537		25,000	4,25,000
	12(b)	<u>2,31,940</u>	<u>6,48,444</u>
<u>Other Current Assets</u>			
Rent Receivable	13	1,70,100	1,13,400
		<u>1,70,100</u>	<u>1,13,400</u>

	<i>Note No.</i>	<i>As at 31st March, 2020</i>	<i>As at 31st March, 2019</i>
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Groupings to profit and loss accountInterest

Fixed deposit Interest		21,217
Interest on Income tax refund		-
Bank Interest		-
	14	<u>4,152</u>

Rent

Bhavik Enterprise Ltd.		6,30,000
Cash on Hand		<u>6,30,000</u>

Miscellaneous Income

Sundry balance w/back		32,896
		<u>32,896</u>

Income-tax adjustments

<u>Short (excess) Provision</u>		
A.Y.2010-11		-
A.Y.2011-12	4	-
A.Y.2017-18	30,239	1,141
A.Y.2018-19	(438)	
<u>Income-tax paid</u>		
A.Y.2014-15	152	-
	<u>29,957</u>	<u>1,141</u>

Miscellaneous expenses

Electricity		88,790
Municipal Taxes (VASAI)		34,704
<u>Interest on TDS payment</u>		47

Earlier Year

2009-10	23	-
2010-11	1,350	-
2011-12	12,990	-
2012-13	1,470	-
	<u>1,750</u>	<u>17,583</u>

Late fees on GST

Late fees on CGST		-
Late fees on SGST	440	-
Late fees on TDS (2012-13)	<u>440</u>	<u>880</u>

15(b)	<u>1,54,473</u>	<u>1,23,541</u>
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