

**TBK PRATHAP TILE BATH KITCHEN  
PRIVATE LIMITED  
2020-2021**

**Independent Auditor's Report**

To the Members of TBK Prathap Tile Bath Kitchen Private Limited

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

We have audited the Financial Statements of TBK Prathap Tile Bath Kitchen Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2021, and the statement of Profit and Loss (including Other Comprehensive Income), statement of changes in equity 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.

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 in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and its loss and total comprehensive income, changes in equity 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 opinion.

**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 the Board 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 identified above when it becomes available 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.

When we read Board's Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

## **Management's Responsibility 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, changes in equity 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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibility 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on

the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

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.

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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow 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 prescribed under section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors of the Company as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) In our opinion considering nature of business, size of operation and organisational structure of the entity, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, 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.
  - 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, in our opinion and to the best of our information and according to the explanations given to us, the provisions of the Section are not applicable to the Company.

- 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 as at March 31, 2021 which would impact its financial position.
  - ii. The Company has not entered in any Long-term contract including derivative contracts and hence no provision was created on such contracts.
  - iii. There are no amounts required to be transferred to the Investor Education and Protection Fund by the Company.

**For Borkar & Muzumdar  
Chartered Accountants  
FRN: 101569W**

Sd/-

**Mumbai  
Date: May 13, 2021**

**CA Deepak Kumar Jain  
Partner  
UDIN:21154390AAAADV4735  
M.No: 154390**

## **Annexure-A to the Auditors' Report**

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of TBK Prathap Tile Bath Kitchen Private Limited)

### **1. PROPERTY, PLANT AND EQUIPMENT**

- a. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
  - b. As explained to us, all the Property, Plant & Equipment have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - c. According to the information and explanation given to us and on the basis of our examination of the records, Company does not have any Immovable properties. Hence the paragraph 3(i) (c) of the Order is not applicable to the Company.
2. During the Operating cycle of Company, Management regularly conduct physical verification of finished traded goods which in our opinion is reasonable, having regard to the size and nature of the Company. The discrepancies noticed on such verification were not significant and the same have been properly dealt with in the books of account.
  3. The Company has not granted any secured loans and unsecured loans to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence the paragraph 3(iii) of the Order is not applicable to the Company.
  4. In our opinion and according to the information and explanations given to us, the Company has not made any investment, provided any Loan, security and guarantee, so provision of Section 185 and 186 of the Companies Act, 2013 is not applicable. The Company has not accepted any deposits from the public.
  5. The Company has not accepted any deposits from the public.
  6. The Company is in the business of trading, hence the paragraph 3(vi) of the Order is not applicable to the Company.

### **7. STATUTORY DUES**

- a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including income Tax, goods and service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.  
  
According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, goods and service tax cess and other material statutory dues were in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.
  - b. According to the information and explanations given to us, there are no material dues of income tax and goods and service tax which have not been deposited with the appropriate authorities on account of any dispute.
8. In our opinion and according to the information and explanation given to us the Company has not defaulted in repayment of loans or borrowings to a financial institution, bank. The Company has not issued any debentures.

9. The Company have not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
10. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations give to us and based on our examination of the records of the Company, the provisions of Section 197 read with Schedule V to the Companies Act, 2013 is not applicable to Company.
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with the Section 188 of the Companies Act, 2013. Details of transactions with the related parties have been disclosed in the Financial Statements as required by applicable Indian Accounting Standards. However, the provisions of Section 177 of the Companies Act, 2013 are not applicable to the Company.
14. According the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

**For Borkar & Muzumdar  
Chartered Accountants  
FRN: 101569W**

**Mumbai  
Date: May 13, 2021**

Sd/-  
**CA Deepak Kumar Jain  
Partner  
UDIN:21154390AAAADV4735  
M.No: 154390**

## **Note 1: Significant Accounting Policies**

### **Background**

**TBK Prathap Tile Bath Kitchen Private Limited** is a Joint Venture concern of **Prism Johnson Limited**, in the business of trading in Tiles, Bathroom Fittings & Kitchen.

### **Authorization of financial statements**

The Financial Statements were authorized for issue in accordance with a resolution of the directors on 13th May 2021.

### **Summary of significant Accounting Policies**

This note provides a list of the significant accounting policies adopted in the presentation of the standalone financial statements.

#### **A. Basis of Preparation**

##### **(i) Compliance with Ind AS**

The financial statements comply in all material aspects with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, the Companies (Indian Accounting Standards) Amendment Rules, 2016 and other relevant provisions of the Act.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

##### **(ii) Historical cost convention**

The financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at fair values.

#### **B. Rounding of amounts**

All amounts disclosed in the financial statement and notes have been rounded off to the nearest Rupees, except where otherwise indicated.

#### **C. Current versus non-current classification**

The Company presents its assets and liabilities in the Balance Sheet based on current / non-current classification. An asset is treated as current when it is:

- a) expected to be realised or intended to be sold or consumed in normal operating cycle;
- b) held primarily for the purpose of trading;
- c) expected to be realised within twelve months after the reporting period; or
- d) cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- a) it is expected to be settled in normal operating cycle;

- b) it is held primarily for the purpose of trading;
- c) it is due to be settled within twelve months after the reporting period; or
- d) there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

#### **D. Use of judgements, estimates & assumptions**

While preparing financial statements in conformity with Ind AS, the Company makes certain estimates and assumptions that require subjective and complex judgments. These judgments affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses, disclosure of contingent liabilities at the statement of financial position date and the reported amount of income and expenses for the reporting period. Financial reporting results rely on the estimate of the effect of certain matters that are inherently uncertain. Future events rarely develop exactly as forecast and the best estimates require adjustments, as actual results may differ from these estimates under different assumptions or conditions. Estimates and Judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as below:

- a) Fair value of Financial Assets and Financial liabilities;
- b) The useful lives of, or expected pattern of consumption of the future economic benefits embodied in, depreciable assets;
- c) Valuation of inventories and Inventory obsolescence;
- d) Provisions and Bad Debts;
- e) Evaluation of recoverability of deferred tax assets; and
- f) Contingencies.

#### **E. Revenue Recognition**

##### **(i) Sale of goods**

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on delivery of the goods at which time all of the following conditions are satisfied:

- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Company; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns including allowances, trade

discounts and volume rebates but does not include Goods & Service Tax (GST).

#### **F. Property, Plant and equipment**

- a) Property, plant and equipment are stated at historical cost, less accumulated depreciation and accumulated impairment losses. The initial cost of an asset comprises its purchase price or construction cost, any costs directly attributable to bringing the asset into the location and condition necessary for it to be capable of operating in the manner intended by management, the initial estimate of any decommissioning obligation, if any, and, for assets that necessarily take a substantial period of time to get ready for their intended use, finance costs. The purchase price or construction cost is the aggregate amount paid and the fair value of any other consideration given to acquire the asset.
- b) When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Cost of major inspection is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in Statement of Profit or Loss as incurred.
- c) An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net realisable value and the carrying amount of the asset) is included in the Statement of Profit and Loss when the asset is derecognised.
- d) The residual values and useful lives of property, plant and equipment are reviewed at each financial year end and changes, if any, are accounted prospectively.
- e) Free hold Land is not depreciated. Lease arrangements for land are identified as finance lease in case such arrangements result in transfer of the related risks and rewards to the Company.
- f) Stores and Spares which meet the definition of property plant and equipment and satisfy the recognition criteria of Ind AS 16 are capitalized as property, plant and equipment.
- g) Depreciation on Property, Plant & Equipment is provided on straight line method. In accordance with requirements prescribed under Schedule II of Companies Act, 2013, the Company has assessed the estimated useful lives of its property, plant and equipment and has adopted the useful lives and residual value as prescribed in Schedule II. The estimated useful life of assets are as follows:

<b>Assets</b>	<b>Useful life of asset</b>
Leasehold Improvements	7 years
Building	60 years
Generator	15 years
Electrical Installations	10 years
Office Equipments	5 Years
Computer Equipments	3 Years

Furniture and fixtures	10 years
Vehicles	8 years
Assets acquired under the finance lease	Over the primary lease period and secondary lease period if renewable at nominal cost, if any

Depreciation on stores and spares specific to an item of property, plant and equipment is based on life of the related property, plant and equipment.

- h) In line with the provisions of Schedule II of the Companies Act 2013, the Company depreciates significant components of the main asset (which have different useful lives as compared to the main asset) based on the individual useful life of those components. Useful life for such components has been assessed based on the historical experience.

### G. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles are not capitalised and the related expenditure is reflected in the Statement of Profit or Loss in the period in which the expenditure is incurred.

Cost of Software directly identified with hardware is capitalised along with the cost of hardware. Application software is capitalised as Intangible Asset.

Intangible assets with finite lives are amortised on straight line basis over their useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at each year end. The amortisation expense on intangible assets with finite lives and impairment loss is recognised in the Statement of Profit and Loss.

Estimated lives for current and comparative periods in relation to application of straight line method of amortisation of intangible assets (acquired) are as follows:

Assets	Useful life of asset
Software	3 years

### H. Impairment of Assets

Carrying amount of Tangible and Intangible Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or Company's assets (cash-generating units). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

#### **I. Inventories**

Inventories are valued on weighted average cost or net realizable value whichever is lower after providing for cost of obsolescence and other anticipated losses, wherever considered necessary.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

#### **J. Trade Receivable**

Trade receivables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

Trade receivables expected in one year or less, they are classified as current assets. If not they are presented as non-current assets.

#### **K. Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown with in borrowings in current liabilities in the Balance Sheet.

#### **L. Share Capital**

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new ordinary shares are shown in equity as a deduction, net of tax, from the proceeds.

#### **M. Financial Instruments**

##### **Financial Assets**

##### **Investments and other financial assets**

##### **(i) Classification**

The company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through statement of profit or loss), and
- those measured at amortised cost

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses are either recorded in statement of profit or loss or other comprehensive income. For investments in equity instruments, this will depend on whether the company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

## (ii) Measurement

At initial recognition, the company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in statement of profit or loss.

Debt instruments at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss.

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 18 – Revenue, the Company always measures the loss allowance at an amount equal to lifetime expected credit losses.

Further, for the purpose of measuring lifetime expected credit loss allowance for trade receivables, the Company has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information

Debt instruments included within the fair value through profit and loss (FVTPL) category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

### Equity instruments

The company subsequently measures all equity investments at fair value. Dividends from such investments are recognised in statement of profit or loss as other income when the company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other gain/ (losses) in the statement of profit and loss.

### **(iii) Derecognition**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

- the rights to receive cash flows from the asset have expired, or
- the Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either:
  - a) the Company has transferred substantially all the risks and rewards of the asset, or
  - b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

### **(iv) Impairment of financial assets**

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 *Financial Instruments*, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

### **(v) Income recognition**

#### **Interest income**

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

#### **Dividend income**

Dividends are recognised in statement of profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

#### **Financial liabilities**

### **(i) Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, financial guarantee contracts or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

### **(ii) Subsequent measurement**

All financial liabilities are subsequently measured at amortised cost using effective interest method or at FVTPL. The subsequent measurement of financial liabilities depends on their classification, as described below:

### **Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

### **Borrowings**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in statement of profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished and the consideration paid is recognised in statement of profit or loss as other gains/(losses).

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

### **Trade payables**

These amounts represent liabilities for goods and services that have been acquired in the ordinary course of business from suppliers. Trade payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method

### **Financial guarantee contracts**

Financial guarantee contracts issued by the company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind-AS 109 and the amount recognised less cumulative amortisation.

### **(iii) Derecognition**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of

the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

#### **(iv) Foreign exchange gains and losses**

For financial liabilities that are denominated in a foreign currency and are measured at amortised cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortised cost of the instruments and are recognised in 'Other Income'.

The fair value of financial liabilities denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period.

#### **Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the group or the counterparty.

### **N. Borrowing Cost**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

The Company ceases capitalising borrowing costs when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete.

### **O. Provisions, Contingent liabilities, Contingent Assets**

Provisions are recognised when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions for restructuring are recognised by the company when it has developed a detailed formal plan for restructuring and has raised a valid expectation in those affected that the company will carry out the restructuring by starting to implement the plan or announcing its main features to those affected by it.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a current pre-tax rate. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established the company recognizes any impairment loss on the assets associated with that contract.

The measurement of provision for restructuring includes only direct expenditures arising from the restructuring, which are both necessarily entailed by the restructuring and not associated with the ongoing activities of the company.

Contingent liabilities are disclosed in the case of:

- a present obligation arising from the past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from the past events, when no reliable estimate is possible;
- a possible obligation arising from past events, unless the probability of outflow of resources is remote.

Contingent Assets is disclosed when inflow of economic benefits is probable.

Contingent Liabilities in respect of show-cause notices are considered only when converted into demands.

## **P. Gratuity**

Provision for liability on account of gratuity obligation is made as per the method stipulated in the Payment of Gratuity Act, 1972.

## **Q. Taxes on Income**

### **Current Tax**

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals.

Current tax are recognised in statement of profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current tax are also recognised in other comprehensive income or directly in equity respectively. Where current tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

### **Deferred tax**

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which

the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

## **R. Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends, if any, and attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is adjusted for after income tax effect of interest and other financing costs associated with dilutive potential equity shares and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

## **S. Leases**

Ind AS 116 supersedes Ind AS 17 Leases including its appendices. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to recognise most leases on the balance sheet.

The Company has adopted Ind AS 116 using the modified retrospective method of adoption under the transitional provisions of the Standards, with the date of initial application on 1st April 2019. The Company also elected to use the recognition exemptions for lease contracts.

The Company assesses at contract inception whether a contract is, or contains, a lease, that is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

### **Company as a lessee**

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to

use the underlying assets.

### **Right-of-use assets**

The Company recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

The right-of-use assets are also subject to impairment.

### **Lease Liabilities**

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

### **Short-term leases and leases of low-value assets**

The Company applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

### **Company as a lessor**

Lessor accounting under Ind AS 116 is substantially unchanged from Ind AS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles as in Ind AS 17. Therefore, Ind AS 116 does not have an impact for leases where the Company is the lessor.

Leases in which the Company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income

arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

## **T. Fair Value measurement**

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- a) In the principal market for the asset or liability, or
- b) In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- a) Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- b) Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- c) Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

**TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED**  
Balance Sheet as at March 31, 2021

(Amount in ₹)

Particulars	Note No.	As at Mar 31, 2021	As at March 31, 2020
<b>I ASSETS</b>			
<b>1 Non Current Assets</b>			
a. Property, Plant and Equipment	2	54,94,996	69,00,594
b. Capital work-in-progress		-	-
c. Investment Property		-	-
d. Goodwill		-	-
e. Other Intangible assets	2	-	-
f. Intangible assets under development		-	-
g. Biological Assets other than bearer plants		-	-
h. Financial Assets		-	-
(i) Investments		-	-
(ii) Trade receivables		-	-
(iii) Loans	3	9,00,000	9,00,000
(iv) Other Financial Assets (to be specified)		-	-
i. Deferred tax assets (net)	4	3,13,205	3,04,683
j. Other non-current assets	5	5,000	5,000
<b>Total Non Current Assets</b>		<b>67,13,201</b>	<b>81,10,277</b>
<b>2 Current Assets</b>			
a. Inventories	6	12,04,744	27,16,474
b. Financial Assets		-	-
(i) Investments		-	-
(ii) Trade receivables	7	24,16,732	57,45,425
(iii) Cash and cash equivalents	8	10,53,351	7,06,371
(iv) Bank balances other than (iii) above		-	-
(v) Loans		-	-
c. Current Tax Assets (Net)	9	1,22,367	-
d. Other current assets	10	3,34,265	13,68,184
<b>Total Current Assets</b>		<b>51,31,459</b>	<b>1,05,36,454</b>
<b>Total Assets</b>		<b>1,18,44,660</b>	<b>1,86,46,732</b>
<b>II EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a. Equity Share Capital	11	1,00,000	1,00,000
b. Other Equity	12	(3,35,04,343)	(2,75,40,188)
<b>Total Equity</b>		<b>(3,34,04,343)</b>	<b>(2,74,40,188)</b>
<b>Liabilities</b>			
<b>1 Non Current Liabilities</b>			
a. Financial Liabilities			
(i) Borrowings	13	3,72,65,502	1,15,16,087
(ii) Trade payables		-	-
(iii) Other financial liabilities (to be specified)		-	-
b. Provisions	14	3,27,110	4,26,635
c. Deferred tax liabilities (Net)		-	-
d. Other non-current liabilities		-	-
<b>Total Non Current Liabilities</b>		<b>3,75,92,612</b>	<b>1,19,42,722</b>
<b>2 Current Liabilities</b>			
a. Financial Liabilities			
(i) Borrowings	15	-	69,83,760
(ii) Trade payables			
Total outstanding dues of Micro Enterprises & Small Enterprises		-	-
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	16	3,97,862	1,71,47,627
(iii) Other financial liabilities (to be specified)	17	64,03,665	82,27,630
b. Other current liabilities	18	8,54,864	17,85,181
c. Provisions		-	-
d. Current Tax Liabilities (Net)		-	-
e. Liabilities directly associated with assets classified as held for sale		-	-
<b>Total Current Liabilities</b>		<b>76,56,391</b>	<b>3,41,44,198</b>
<b>Total Equity and Liabilities</b>		<b>1,18,44,660</b>	<b>1,86,46,732</b>

**Summary of Significant accounting policies**

1

Refer accompanying notes. These notes are an integral part of the financial statements

As per our report of even date  
**For Borkar & Muzumdar**  
Chartered Accountants  
Firm Registration No.101569W

For and on behalf of the Board of Directors  
**TBK Prathap Tile Bath Kitchen Private Limited**

Sd/-  
**Deepak Kumar Jain**  
Partner  
Membership No.154390

Sd/-  
**Vinod Garg**  
Director  
DIN - 08574952

Sd/-  
**Anoop Sreekumar**  
Director  
DIN - 03404325

**Place :** Mumbai  
**Date :** May 13, 2021

**Place :** Thane  
**Date :** May 13, 2021

**TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED**  
**Statement of Profit & Loss for the period ended March 31, 2021**

(Amount in ₹)

Particulars	Note No.	Year ended March 31, 2021	Year ended March 31, 2020
I. Revenue from operations	19	2,77,74,407	5,71,48,099
II. Other income	20	24,078	20,58,992
<b>III. Total Revenue (I + II)</b>		<b>2,77,98,485</b>	<b>5,92,07,091</b>
<b>IV. Expenses:</b>			
Cost of materials consumed		-	-
Purchases of Stock-in-Trade	21	2,01,21,532	5,21,28,967
Changes in inventories of Finished goods, work in progress and stock-in-Trade	22	15,11,730	(10,16,731)
Excise duty on sales of goods		-	-
Manufacturing expenses		-	-
Employee benefits expense	23	21,37,660	28,00,196
Finance costs	24	23,53,584	18,48,938
Depreciation and amortization expense	2	11,18,169	11,08,466
Impairment loss on financial assets		-	-
Impairment on non-current assets		-	-
Other expenses	25	65,28,486	80,74,077
<b>Total expenses (IV)</b>		<b>3,37,71,162</b>	<b>6,49,43,913</b>
<b>V. Profit / (loss) before exceptional and tax (III-IV)</b>		<b>(59,72,677)</b>	<b>(57,36,822)</b>
VI. Exceptional items		-	-
<b>VII. Profit / (loss) before tax (V-VI)</b>		<b>(59,72,677)</b>	<b>(57,36,822)</b>
VIII. Tax expense:	26		
Current tax		-	(52,809)
Minimum Alternate Tax		-	-
MAT Credit Entitlement		-	-
Deferred tax		(8,522)	30,952
		<b>(8,522)</b>	<b>(21,857)</b>
<b>IX. Profit (Loss) for the period from continuing operations (VII-VIII)</b>		<b>(59,64,155)</b>	<b>(57,14,965)</b>
X. Profit / (loss) for the period from discontinued operations before tax		-	-
XI. Tax expense of discontinuing operations		-	-
<b>XII. Profit/(loss) from Discontinuing operations (after tax) (X-XI)</b>		-	-
<b>XIII. Profit (Loss) for Period (IX+XII)</b>		<b>(59,64,155)</b>	<b>(57,14,965)</b>
<b>XIV. Other Comprehensive Income</b>			
a			
(i) Items that will not be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
b			
(i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
<b>XV. Total other comprehensive income</b>		-	-
<b>XVI. Total Comprehensive Income for the Period (XIII+XV)</b>		<b>(59,64,155)</b>	<b>(57,14,965)</b>
<b>XVII. Earnings per equity share:</b>			
- Basic (in Rs.)		(596.42)	(571.50)
- Diluted (in Rs.)		(596.42)	(571.50)
Earnings per equity share (for discontinued operations) :			
- Basic (in Rs.)		-	-
- Diluted (in Rs.)		-	-
Earnings per equity share (for discontinued and continuing operations) :			
- Basic (in Rs.)		(596.42)	(571.50)
- Diluted (in Rs.)		(596.42)	(571.50)

**Significant Accounting Policies**

1

Refer accompanying notes. These notes are an integral part of the financial statements

As per our report of even date  
**For Borkar & Muzumdar**  
Chartered Accountants  
Firm Registration No.101569W

For and on behalf of the Board of Directors  
**TBK Prathap Tile Bath Kitchen Private Limited**

Sd/-  
**Deepak Kumar Jain**  
Partner  
Membership No.154390

Sd/-  
**Vinod Garg**  
Director  
DIN - 08574952

Sd/-  
**Anoop Sreekumar**  
Director  
DIN - 03404325

**Place :** Mumbai  
**Date :** May 13, 2021

**Place :** Thane  
**Date :** May 13, 2021

**TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED**
**Cash Flow Statement for the period ended March 31, 2021**
**(Amount in ₹)**

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
<b>Cash flow from operating activities</b>		
Profit Before Tax from Continuing Operations	(59,72,677)	(57,36,822)
Profit Before Tax from Discontinuing Operations	-	-
<b>Profit before income tax including discontinued operations</b>	<b>(59,72,677)</b>	<b>(57,36,822)</b>
<b>Non-cash Adjustment to Profit Before Tax:</b>		
Depreciation and amortization expense	11,18,169	11,08,466
Impairment of goodwill and other non-current assets	-	-
Employee share-based payment expense	-	-
Gain on disposal of property, plant and equipment	-	-
Provision for gratuity	(99,525)	19,211
Finance costs	23,53,584	18,48,938
Loss on sale of assets	2,45,407	-
Provision for bad and doubtful debts	-	-
	<b>(23,55,042)</b>	<b>(27,60,207)</b>
<b>Change in operating assets and liabilities :</b>		
Decrease/(increase) in trade receivables	33,28,693	80,15,089
Decrease/(increase) in inventories	15,11,730	(10,16,731)
Increase/(decrease) in trade payables	(1,67,49,765)	(21,04,089)
Decrease/(increase) in other financial assets	-	-
Decrease/(increase) in other non-current assets	-	-
Decrease/(increase) in other current assets	10,33,919	(10,46,006)
Increase/(decrease) in current tax assets (Net)	(1,22,367)	23,611
Increase/(decrease) in provisions	-	-
Increase/(decrease) in other financial liabilities	(18,86,128)	9,92,407
Increase/(decrease) in other current liabilities	(9,30,317)	11,12,377
Increase/(decrease) in other long-term liabilities	-	-
Decrease/(increase) in long-term loans and advances	-	-
Decrease/(increase) in short-term loans and advances	-	-
<b>Cash generated from operations</b>	<b>(1,61,69,277)</b>	<b>32,16,451</b>
Direct taxes paid (net of refunds)	-	(52,809)
<b>Net cash flow from/(used in) operating activities (A)</b>	<b>(1,61,69,277)</b>	<b>32,69,260</b>
<b>Cash flow from investing activities</b>		
Payments for acquisition of property, plant and equipment	-	(14,93,333)
Proceeds from sale of property, plant and equipment	42,022	-
Repayment of loans by employees and related parties	-	-
Interest received	-	-
Dividends received	-	-
<b>Net cash flow from/(used in) investing activities (B)</b>	<b>42,022</b>	<b>(14,93,333)</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	2,64,83,760	-
Repayments of borrowings	(6,72,182)	(7,06,905)
Finance lease payments	-	-
Repayment of short-term borrowings	(69,83,760)	10,00,000
Interest paid	(23,53,584)	(18,48,938)
Dividends paid to equity shareholders	-	-
<b>Net cash flow from/(used in) in financing activities (C)</b>	<b>1,64,74,234</b>	<b>(15,55,843)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+ C)</b>	<b>3,46,980</b>	<b>2,20,084</b>
Effect of exchange differences on cash & cash equivalent held in foreign currency	-	-
Cash and cash equivalents at the beginning of the year	7,06,371	4,86,286
<b>Cash and cash equivalents at the end of the year</b>	<b>10,53,351</b>	<b>7,06,371</b>
<b>Non-cash financing and investing activities</b>		
Acquisition of property, plant and equipment by means of finance lease	-	-
	-	-
<b>Reconciliation of cash and cash equivalents as per the cash flow statement :</b>		
Cash and cash equivalents	10,53,351	7,06,371
Bank overdrafts	-	-
<b>Balance as per the cash flow statement :</b>	<b>10,53,351</b>	<b>7,06,371</b>
Significant accounting policies	1	
As per our report of even date		
<b>For Borkar &amp; Muzumdar</b>	<b>For and on behalf of the Board of Directors</b>	
Chartered Accountants	<b>TBK Prathap Tile Bath Kitchen Private Limited</b>	
Firm Registration No.101569W		
Sd/-	Sd/-	Sd/-
<b>Deepak Kumar Jain</b>	<b>Vinod Garg</b>	<b>Anoop Sreekumar</b>
Partner	Director	Director
Membership No.154390	DIN - 08574952	DIN - 03404325
<b>Place : Mumbai</b>	<b>Place : Thane</b>	
<b>Date : May 13, 2021</b>	<b>Date : May 13, 2021</b>	

**TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED**

Standalone Statement of changes in equity for the period ended March 31, 2021

Equity share capital	Amount
<b>Balance at March 31, 2020</b>	<b>1,00,000</b>
Changes in equity share capital during the year	-
<b>Balance at March 31, 2021</b>	<b>1,00,000</b>

Standalone Statement of changes in equity for the period ended March 31, 2021 - continued

Other equity	Reserves and Surplus				Items of Other Comprehensive Income		Total
	Capital Redemption reserve	Debenture redemption reserve	General reserve	Retained earnings	Remeasurements of the defined benefit plans	Items of Other Comprehensive Income	
<b>Balance at April 1, 2020</b>	-	-	-	(2,75,40,188)	-	-	<b>(2,75,40,188)</b>
Profit / (Loss) for the year	-	-	-	(59,64,155)	-	-	(59,64,155)
Other comprehensive income	-	-	-	-	-	-	-
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Reversal of excess depreciation charged	-	-	-	-	-	-	-
Deferred tax on reversal of depreciation	-	-	-	-	-	-	-
Provision for bad and doubtful debts	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-
<b>Total comprehensive income for the year</b>	-	-	-	<b>(3,35,04,343)</b>	-	-	<b>(3,35,04,343)</b>
Dividends	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-
Any other change (to be specified)	-	-	-	-	-	-	-
<b>Balance at March 31, 2021</b>	-	-	-	<b>(3,35,04,343)</b>	-	-	<b>(3,35,04,343)</b>

**See accompanying notes to the consolidated financial statements**

Note: Remeasurement of defined benefit plans and fair value changes relating to own credit risk of financial liabilities designated at fair value through profit or loss shall be recognised as a part of retained earnings with separate disclosure of such items alongwith the relevant amounts in the Notes.

Notes to Standalone Financial Statements for the year ended March 31, 2021

2 : Property, plant and equipment

Particulars	Gross Carrying Amount						Depreciation					Net Block		
	As at April 1, 2020	Addition	Disposal	Acquisition through business combinations	Other Adjustments	As at Mar 31, 2021	As at April 1, 2020	For the Year	Elimination on disposal	Other adjustments	As at Mar 31, 2021	As at March 31, 2021	As at March 31, 2020	
<b>Own Assets:</b>														
Leasehold Improvements	36,32,122	-	-	-	-	36,32,122	33,26,380	1,83,848	-	-	35,10,228	1,21,893	3,05,742	
Plant & Machinery	14,53,502	-	-	-	-	14,53,502	36,996	92,055	-	-	1,29,051	13,24,451	14,16,506	
Computers	1,33,331	-	-	-	-	1,33,331	93,594	12,613	-	-	1,06,207	27,123	39,737	
Furniture, Fixtures	5,76,739	-	1,03,255	-	-	4,73,484	4,97,111	26,921	89,139	-	4,34,893	38,590	79,628	
Vehicles	64,51,931	-	-	-	-	64,51,931	18,37,020	7,66,485	-	-	26,03,505	38,48,425	46,14,911	
Office Equipment	1,76,065	-	-	-	-	1,76,065	1,65,152	2,320	-	-	1,67,473	8,591	10,913	
Electrical Equipments	5,28,891	-	5,28,891	-	-	-	3,59,334	10,402	3,69,736	-	-	-	1,69,557	
Air conditioner	3,32,477	-	3,32,477	-	-	-	2,14,579	3,742	2,18,321	-	-	-	1,17,898	
Generator	4,57,858	-	-	-	-	4,57,858	3,12,156	19,782	-	-	3,31,938	1,25,923	1,45,702	
<b>Total</b>	<b>1,37,42,916</b>	<b>-</b>	<b>9,64,623</b>	<b>-</b>	<b>-</b>	<b>1,27,78,293</b>	<b>68,42,321</b>	<b>11,18,169</b>	<b>6,77,196</b>	<b>-</b>	<b>72,83,294</b>	<b>54,94,996</b>	<b>69,00,594</b>	

Particulars	Gross Carrying Amount						Depreciation					Net Block		
	As at April 1, 2019	Addition	Disposal	Acquisition through business combinations	Other Adjustments	As at March 31, 2020	As at April 1, 2019	For the Year	Elimination on disposal	Other adjustments	As at March 31, 2020	As at March 31, 2020	As at March 31, 2019	
<b>Own Assets:</b>														
Leasehold Improvements	36,32,122	-	-	-	-	36,32,122	31,42,028	1,84,352	-	-	33,26,380	3,05,742	4,90,094	
Plant & Machinery	-	14,53,502	-	-	-	14,53,502	-	36,996	-	-	36,996	14,16,506	-	
Computers	93,500	39,831	-	-	-	1,33,331	88,825	4,769	-	-	93,594	39,737	4,675	
Furniture, Fixtures	5,76,739	-	-	-	-	5,76,739	4,62,730	34,381	-	-	4,97,111	79,628	1,14,009	
Vehicles	64,51,931	-	-	-	-	64,51,931	10,68,435	7,68,585	-	-	18,37,020	46,14,911	53,83,496	
Office Equipment	1,76,065	-	-	-	-	1,76,065	1,62,490	2,662	-	-	1,65,152	10,913	13,575	
Electrical Equipments	5,28,891	-	-	-	-	5,28,891	3,17,498	41,835	-	-	3,59,334	1,69,557	2,11,393	
Air conditioner	3,32,477	-	-	-	-	3,32,477	1,99,529	15,050	-	-	2,14,579	1,17,898	1,32,948	
Generator	4,57,858	-	-	-	-	4,57,858	2,92,320	19,836	-	-	3,12,156	1,45,702	1,65,538	
<b>Total</b>	<b>1,22,49,583</b>	<b>14,93,333</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,37,42,916</b>	<b>57,33,855</b>	<b>11,08,466</b>	<b>-</b>	<b>-</b>	<b>68,42,321</b>	<b>69,00,594</b>	<b>65,15,727</b>	

**TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED****Note : 3 Other Non Current Financial Assets - Loans**

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
<b>Unsecured Considered good</b>		
Security Deposits	9,00,000	9,00,000
<b>Total</b>	<b>9,00,000</b>	<b>9,00,000</b>

**Note : 4 Deferred Tax Asset / Liabilities (net)**

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
<b>Deferred Tax Assets:</b>		
- Difference between Net block as per Companies Act and Income tax Act	3,13,205	3,04,683
- Expenses provided but allowable in Income Tax on payment		
<b>Total</b>	<b>3,13,205</b>	<b>3,04,683</b>

**Note : 5 Other Non Current Assets**

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
Deposit with Statutory Authorities	5,000	5,000
<b>Total</b>	<b>5,000</b>	<b>5,000</b>

**Note : 6 Inventories**

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
Stock of Traded Goods	12,04,744	27,16,474
<b>Total</b>	<b>12,04,744</b>	<b>27,16,474</b>

**Note : 7 Trade Receivables**

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
Secured - Considered Good		
Unsecured - Considered Good	24,16,732	57,45,425
Doubtful	-	-
	<b>24,16,732</b>	<b>57,45,425</b>
Less: Allowance for doubtful debts (expected credit loss)	-	-
<b>Total</b>	<b>24,16,732</b>	<b>57,45,425</b>

**Note : 8 Cash and Cash Equivalents**

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
Balances with banks in current account	10,37,966	5,86,232
Cash in hand	15,385	1,20,139
<b>Total</b>	<b>10,53,351</b>	<b>7,06,371</b>

**Note : 9 Current Tax Assets (Net)**

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
TDS Receivable	1,11,477	-
TCS Receivable	10,890	-
<b>Total</b>	<b>1,22,367</b>	<b>-</b>

# TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED

## Note : 10 Other Current Assets

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
<b>Unsecured, considered good</b>		
Advance recoverable in cash or kind or for value to be received	53,867	2,47,919
Prepaid Expenses	41,352	93,942
GST Receivable	2,39,046	10,26,323
<b>Total</b>	<b>3,34,265</b>	<b>13,68,184</b>

## Note : 11 Equity Share Capital

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
<b>Authorised</b>		
10,000 Equity Shares of ₹ 10 each (Previous Year : 10,000 Equity Shares of ₹ 10 each)	1,00,000	1,00,000
<b>Total</b>	<b>1,00,000</b>	<b>1,00,000</b>
<b>Issued &amp; Subscribed &amp; Paid up</b>		
10,000 Equity Shares of ₹ 10 each (Previous Year : 10,000 Equity Shares of ₹ 10 each)	1,00,000	1,00,000
<b>Total</b>	<b>1,00,000</b>	<b>1,00,000</b>

### (a) Reconciliation of No of Shares outstanding

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
Shares outstanding at the beginning of the year	10,000	10,000
Shares outstanding at the end of the year	<b>10,000</b>	<b>10,000</b>

### (b) Rights, Preferences and Restrictions attached to Equity Shares

The Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is entitled to one vote per equity share. The share holders are entitled to dividend declared on proportionate basis. On liquidation of the Company, the equity shareholders are eligible to receive remaining assets of the company in proportion to their shareholding after distribution of all preferential amounts.

### (c) Details of Shareholders Holding More Than 5% of the issued shares

Name of Shareholder	As at 31-3-2021		As at 31-3-2020	
	Total Shares held	As a % of Total Shares	Total Shares held	As a % of Total Shares
Prism Johnson Limited	9,800	98	5,000	50
N Prathap Kumar	200	2	2,500	25
Amitha Prathap Kumar	-	-	2,500	25

## Note : 12 Other Equity

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
<b>Surplus</b>		
Opening balance	(2,75,40,188)	(2,18,25,223)
(+) Net Profit/(Net Loss) For the current year	(59,64,155)	(57,14,965)
Closing Balance	<b>(3,35,04,343)</b>	<b>(2,75,40,188)</b>

# TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED

## Note : 13 Non Current Financial Liabilities - Borrowings

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
<b>Secured Loan :</b>		
<b>Vehicle Loan</b>		
- From Canara Bank	30,35,659	37,07,841
(Secured by hypothecation of Mercedes Benz)		
* Current maturities of long term borrowings	(7,52,731)	(6,90,568)
<b>Unsecured</b>		
Loans and advances from related parties	2,79,98,814	84,98,814
(Repayment by December 31, 2026)		
Loans and advances from others	69,83,760	-
<b>Total</b>	<b>3,72,65,502</b>	<b>1,15,16,087</b>

## Note : 14 Non Current Liabilities - Provisions

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
<b>For employee benefits</b>		
Provision for Gratuity	3,27,110	4,26,635
<b>Total</b>	<b>3,27,110</b>	<b>4,26,635</b>

## Note : 15 Current Financial Liabilities - Borrowings

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
<b>Unsecured Loans :</b>		
Loans and advances from related parties	-	69,83,760
<b>Total</b>	<b>-</b>	<b>69,83,760</b>

## Note : 16 Trade Payables

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
Total outstanding dues of Micro Enterprises & Small Enterprises	-	-
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	3,97,862	1,71,47,627
	3,97,862	1,71,47,627
<b>Total</b>	<b>3,97,862</b>	<b>1,71,47,627</b>

## Note : 17 Other Current Financial liabilities

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
Creditors for Capital items	3,712	1,01,045
Interest accrued but not due on borrowings	47,62,262	28,74,804
Liability for Expenses	8,84,960	45,61,213
Current maturities of long term borrowings	7,52,731	6,90,568
<b>Total</b>	<b>64,03,665</b>	<b>82,27,630</b>

## Note : 18 Other Current Liabilities

Particulars	As at 31-03-2021 ₹	As at 31-3-2020 ₹
Advance from Customers	7,38,199	15,55,117
Statutory Liabilities	1,16,665	2,30,064
<b>Total</b>	<b>8,54,864</b>	<b>17,85,181</b>

## TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED

### Note : 19 Revenue from Operations

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Sales of products and services	2,77,74,407	5,68,22,625
Other Operating Revenue	-	3,25,474
<b>Total</b>	<b>2,77,74,407</b>	<b>5,71,48,099</b>

### Note 20 Other Income

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Interest on Income Tax Refund	-	5,313
Other Income	24,078	20,53,679
<b>Total</b>	<b>24,078</b>	<b>20,58,992</b>

### Note : 21 Purchases: Stock In Trade

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Purchase of products	2,01,21,532	5,21,28,967
<b>Total</b>	<b>2,01,21,532</b>	<b>5,21,28,967</b>

### Note : 22 (Increase) /decrease in inventories

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
<b>Closing Stock (including in Transit)</b>		
Traded Goods	12,04,744	27,16,474
<b>Less : Opening Stock (including in Transit)</b>		
Traded Goods	27,16,474	16,99,743
<b>Total</b>	<b>15,11,730</b>	<b>(10,16,731)</b>

### Note : 23 Employee Benefits Expenses

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Salaries, Wages, Bonus & Gratuity	20,62,368	26,53,973
Staff welfare expenses	75,292	1,46,223
<b>Total</b>	<b>21,37,660</b>	<b>28,00,196</b>

### Note : 24 Finance Costs

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Interest on Unsecured Loan	20,40,494	15,13,147
Interest on Vehicle Loan	3,13,090	3,35,791
<b>Total</b>	<b>23,53,584</b>	<b>18,48,938</b>

### Note : 25 Other Expenses

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Rent	34,47,756	48,80,456
Bank Charges	42,231	34,379
Rates & Taxes	1,68,214	1,36,119
Travelling & Communication	98,043	1,46,394
Discount, Incentives and Commission on Sales	1,86,203	36,816
Advertisement, Sales Promotion & Other Marketing Expenses	33,791	6,62,417
Insurance	1,49,688	2,41,342
Loss on sale of assets	2,45,407	
Bad Debts Writtern Off	14,40,052	-
Repairs to Others	49,757	9,12,208
Electricity Expenses	2,15,845	2,71,324
Printing & Stationery	13,884	3,730
Payment to Auditors as	50,000	50,000
- Auditors		
- For Other Services	22,500	22,500
- For reimbursement of Expenses	4,196	44,662
Legal & Professional Charges	72,550	1,11,550
Miscellaneous Expenses	2,88,370	5,20,179
<b>Total</b>	<b>65,28,486</b>	<b>80,74,077</b>

### Note : 26 Tax Expenses

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
<b>Current tax assets</b>		
In respect of the current year	-	(52,809)
	-	(52,809)
<b>Deferred tax</b>		
In respect of the current year	8,522	30,952
	8,522	30,952
<b>Total income tax expense recognised in the current year</b>	<b>8,522</b>	<b>(21,857)</b>

**TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED**

**Note 27 : EARNINGS PER SHARE**

(Amount in ₹)

Particulars	As At March 31,2021	As At March 31,2020
Profit / (Loss) for the year	(59,64,155)	(57,14,965)
Weighted Average Number of Equity Shares	10,000	10,000
Nominal value of shares	10	10
Basic Earnings / (Loss) Per Share	(596.42)	(571.50)

**Note 28 :**

The disclosure in respect of the amounts payable to such micro, small and medium enterprises as at March 31, 2021 has been made basis of information received from suppliers.

**Note 29 :**

The company has reversed the gratuity liability amounting to ₹ 99,525/- (P.Y. 19,211/-) on the method stipulated under the Payment of Gratuity Act, 1972. The company does not offer any other benefits to its employees.

# TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED

## **Note 30: RELATED PARTY DISCLOSURE**

### **a) Name of Related Parties**

#### **Holding Company**

- 1 Prism Johnson Limited

#### **Subsidiary of Holding company**

- 1 H. & R. Johnson (India) TBK Limited
- 2 TBK Samiyaz Tile Bath Kitchen Private Limited
- 3 TBK Rangoli Tile Bath Kitchen Private Limited
- 4 TBK Venkataramiah Tile Bath Kitchen Private Limited

#### **Enterprises Under Common Control**

- 1 TBK Deepgiri Tile Bath Kitchen Private Limited
- 2 TBK Unique Jalgaon Tile Bath Kitchen Private Limited (upto-23/03/2021)
- 3 TBK Sanitary Sales Private Limited (upto-29/06/2020)
- 4 TBK Florance Ceramics Private Limited
- 5 Ardex Endura (India) Private Limited

**TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED**

b) Transactions entered with the related party during the year.

(Amount in ₹)

Particulars	Enterprises under comon control	Holding Company	Subsidiary of Holding company
Purchase of goods - Prism Johnson Limited	-	1,99,09,856	-
	-	(4,98,84,494)	-
Purchase of goods - TBK Venkataramiah Tile Bath Kitchen Private Limited	6,292	-	-
	(56,455)	-	-
Purchase of goods - Prism Johnson Limited		-	
		(5,196)	
Purchase of goods - Ardex Endura (India) Private Limited	14,51,871	-	-
	(2,86,632)	-	-
Sale of goods - Prism Johnson Limited		13,04,819	
		-	
Sale of Goods - Ardex Endura Ardex Endura (India) Private Limited	5,65,951		
	(1,62,162)		
Sale of Goods - TBK Venkataramiah Tile Bath Kitchen Private Limited	-	-	-
	(28,019)	-	-
Incentives recieved - Prism Johnson Limited.	-	40,61,705	-
	-	(48,315)	-
Reimbursement of Expenses Received & Paid - Prism Johnson Limited	-	40,580	-
	-	(86,804)	-
Reimbursement of Expenses Paid - H. & R. Johnson (India) TBK Limited	-	-	-
	-	-	(1,97,412)
Interest on unsecured loan - Prism Johnson Limited	-	20,40,494	
	-	(8,68,649)	

**TBK PRATHAP TILE BATH KITCHEN PRIVATE LIMITED**

c) The details of balance as at March 31, 2021.

(Amount in ₹)

Sr. No.	Name	Nature of Relationship	Nature of Payment / Receipts	As at March 31, 2021
1	Prism Johnson Limited	Holding Company	Unsecured Loan	2,79,98,814 (84,98,814)
2	Prism Johnson Limited	Holding Company	Interest Accrued on Loan	47,62,262 (28,74,804)
3	Prism Johnson Limited	Holding Company	Purchase of goods	(17,09,348) (1,58,89,690)
4	Prism Johnson Limited	Holding Company	Purchase and sale of goods & services & fixed assets	- (30,46,740)
5	Ardex Endura (India) Private Limited.	Enterprise under common control	Purchase of goods	63,460 (1,46,875)

**Note 31:**

The balances of Sundry debtors and Creditors are subject to confirmation. The Directors are of the Opinion that no asset is likely to be realized for an amount less than the amount at which it is recorded in the financial statements as at March 31, 2021 except for those which management has identified and classified as doubtful for recovery.

**Note 32:**

Previous year figures have been regrouped / reclassified / reinstated, wherever considered necessary to make them comparable with the current year figures.

As per our report of even date  
**For Borkar & Muzumdar**  
 Chartered Accountants  
 Firm Registration no.101569W

For and on behalf of the Board of Directors  
**TBK Prathap Tile Bath Kitchen Pvt. Ltd.**

Sd/-  
**Deepak Kumar Jain**  
 Partner  
 Membership No. 154390

Sd/-  
**Vinod Garg**  
 Director  
 DIN - 08574952

Sd/-  
**Anoop Sreekumar**  
 Director  
 DIN - 03404325

**Place :** Mumbai  
**Date :** May 13,2021

**Place :** Thane  
**Date :** May 13,2021