



## INDEPENDENT AUDITORS' REPORT

To

The Members of Master Components Private Limited

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

### **Opinion**

We have audited the accompanying financial statements of Master Components Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2020, and 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.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its profit and cash flows for the year ended on that date.

### **Basis for opinion**

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

### **Key audit matters**

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

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

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

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's

Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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

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

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

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

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

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

#### **Report on other legal and regulatory requirements**

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

(a) We have 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 March 31, 2020 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017; and

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us we report that;

a. The Company do not have any pending litigation which may impact its financial position,

b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and

c. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund

Milind Modak & Company

Chartered Accountants

Firm Reg. No. 114101W



A handwritten signature in black ink, appearing to be "Milind Modak".

Milind Modak

Partner

Membership No. 43278

Place: - Nasik

Date: - 05/10/2020

UDIN:- 20043278AAAAEM6345

## **Annexure "A" to the Independent Auditor's Report\***

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of Master Components Private Limited of even date)

1. 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.
  - (b) The fixed assets of the Company were physically verified in full by the management during the year. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.
  - (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.  
In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements, the lease agreements are in the name of the Company.
2. The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.
3. According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.
4. In our opinion and according to information and explanation given to us, the company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.
5. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and accordingly paragraph 3 (v) of the order is not applicable.
6. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.
7. In respect of 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 provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally 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 provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other

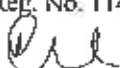
material statutory dues were in arrears as at March 31, 2020 for a period of more than six months from the date they became payable

- (b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, sales-tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute.
8. In our opinion and according to the information and explanations given to us, the company has no outstanding dues to any financial institutions or banks or any government or any debenture holders during the year. Accordingly, paragraph 3 (viii) of the order is not applicable.
9. The term loans taken during the year have been applied for the purposes for which those are raised. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments).
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
11. The company is a private limited company and hence provision of section 197 read with schedule V of the companies Act are not applicable. Accordingly, paragraph 3(xi) of the order is not applicable.
12. The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.
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 section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
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 them. Accordingly, paragraph 3(xv) of the order is not applicable.
16. According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

Place:- Nasik  
Date:-5-10-2020  
UDIN: 20043278AAAAEM6345



Milind Modak & Company  
Chartered Accountants  
Firm Reg. No. 114101W

  
Milind Modak  
Partner  
Membership No. 43278

**Master Components Pvt Ltd**  
**D-10/A & D-10/B M.I.D.C., Ambad, Nasik - 422010**  
**Balance Sheet as at 31.03.2020**

( Amt in Rs.)

Particulars		Refer Note No.	As on 31st March 2020	As on 31st March 2019
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' funds			
(a)	Share Capital	1	3,000,000	3,000,000
(b)	Reserves and surplus	2	79,386,177	66,267,470
(c)	Money received against share warrants		-	-
2	Share application money pending allotment		-	-
3	Non-current liabilities			
(a)	Long-term borrowings	3	22,797,073	33,905,493
(b)	Deferred tax liabilities (Net)		3,999,400	3,206,725
(c)	Other Long term liabilities		-	-
(d)	Long-term provisions		-	-
4	Current liabilities			
(a)	Short-term borrowings	4	3,754,258	8,196,108
(b)	Trade payables (List A)		11,776,221	11,749,209
(c)	Other current liabilities	5	19,907,277	16,818,511
(d)	Short-term provisions	6	1,368,805	1,453,623
	<b>TOTAL</b>		<b>145,989,212</b>	<b>144,597,139</b>
<b>II.</b>	<b>ASSETS</b>			
1	Non-current assets			
(a)	Fixed assets	7	79,763,567	86,394,726
(i)	Tangible assets		-	-
(ii)	Intangible assets		-	-
(iii)	Capital work-in-progress		-	-
(iv)	Intangible assets under development		-	-
(b)	Non-current investments		-	-
(c)	Deferred tax assets (net)		-	-
(d)	Long-term loans and advances	8	839,899	446,319
(e)	Other non-current assets		-	-
2	Current assets			
(a)	Current investments		-	-
(b)	Inventories	9	17,120,659	11,208,606
(c)	Trade receivables (List B)	10	34,542,030	32,203,968
(d)	Cash and cash equivalents	11	5,588,342	6,112,865
(e)	Short-term loans and advances	12	1,706,024	1,028,979
(f)	Other current assets	13	6,428,691	7,201,677
	<b>TOTAL</b>		<b>145,989,211</b>	<b>144,597,139</b>
	Contingent Liabilities	14		
	Accounting Policies & Notes to Accounts	23		

FOR MASTER COMPONENTS PVT LTD  
CIN: U28900MH1999PTC123308

  
**Mrs. R.M. Kulkarni**

**DIRECTOR**  
DIN : 01190990  
Place : Nasik  
Date : 05-10-2020  
UDIN: 20043278AAAAEM6345

  
**Mrs. A.S. Joshi**

**DIRECTOR**  
DIN: 01190993

AS PER OUR REPORT OF EVEN DATE  
FOR MILIND MODAK & CO.  
Chartered Accountants  
FRN No.114101W

  
**Milind Modak**

**Partner**  
Membership No. 043278  
Place : Nasik  
Date : 05-10-2020



Statement of Profit and Loss Account  
For the period ending 31st March 2020

		( Amt in Rs.)	
Particulars	Refer Note No.	2019-20	2018-19
I. Revenue from operations	15	150,422,931	174,235,389
II. Other income	16	3,041,752	596,478
III. Total Revenue (I + II)		153,464,683	174,831,866
IV. Expenses:			
Cost of materials consumed	17	92,040,355	104,198,785
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	18	(4,065,093)	(1,272,573)
Employee benefits expense	19	14,288,658	15,824,145
Manufacturing Expenses	20	14,415,582	15,584,276
Finance costs	21	4,290,934	3,366,918
Depreciation and amortization expense		9,552,914	7,094,285
Other expenses	22	4,005,043	3,029,498
Total expenses		134,528,393	147,825,335
V. Profit before exceptional and extraordinary items and tax (III-IV)		18,936,290	27,006,531
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		18,936,290	27,006,531
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		18,936,290	27,006,531
X. Tax expense:			
(1) Current tax		4,954,000	5,800,000
(2) Deferred tax		792,674	1,037,514
(3) Short Provision of Last Year		70,908	18,451
XI. Profit (Loss) for the period from continuing operations (VII-VIII)		13,118,707	20,150,566
XII. Profit/(loss) from discontinuing operations		-	-
XIII. Tax expenses of discontinuing operations		-	-
XIV. Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		13,118,707	20,150,566
XV. Profit (Loss) for the period (XI + XIV)		13,118,707	20,150,566
XVI. Earnings per equity share:			
(1) Basic		43.73	67.17
(2) Diluted			

STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES  
AND NOTES TO THE ACCOUNT

23

FOR MASTER COMPONENTS PVT LTD  
CIN: U28900MH1999PTC123308

  
Mrs. R.M. Kulkarni  
DIRECTOR  
DIN : 01190990  
Place : Nashik  
Date : 05-10-2020

  
Mrs. A.S. Joshi  
DIRECTOR  
DIN : 01190993

UDIN: 20043278AAAEM6345

AS PER OUR REPORT OF EVEN DATE  
FOR MILIND MODAK & CO.

Chartered Accountants  
FRN No.114101W

  
Milind Modak  
Partner  
Membership No. 043278  
Place : Nashik  
Date : 05-10-2020





**Master Components Pvt Ltd**  
**D-10/A & D-10/B M.I.D.C., Ambad, Nasik - 422010**  
**F.Y.2019-20**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2020**

Particulars	As at 31 March, 2020
<b>CASH FROM OPERATING ACTIVITIES</b>	
Profit After Tax	13,118,707
Adjustments for;	
Depreciation & Amortisations	9,552,914
Deferred Tax Expenses	792,674
Direct Taxes	4,954,000
Operating Profit before Working Capital Changes	28,418,296
Adjustments for;	
Trade Receivables	(2,338,062)
Inventories	(5,912,053)
Trade Payables, Provisions & Other Liabilities	(1,923,038)
Loans & Advances and Other Current Assets	95,941
<b>Net Cash From Operating Activities - (A)</b>	<b>18,341,084</b>
<b>CASH FROM INVESTING ACTIVITIES</b>	
Increase in Fixed Assets	2,921,755
Change in Capital WIP	-
Changes in Investments	-
Share Application Money Received	-
<b>Net Cash From Investing Activities - (B)</b>	<b>(2,921,755)</b>
<b>CASH FROM FINANCING ACTIVITIES</b>	
Proceeds From Long Term Borrowing	(11,108,420)
Repayment of Short Term Borrowing	(4,441,851)
Long term Loans & Advances	(393,580)
Capital Subsidy	-
<b>Net Cash From Financing Activities - (C)</b>	<b>(15,943,851)</b>
<b>NET INCREASE DECREASE /IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(524,523)</b>
<b>CASH &amp; CASH EQUIVALENT AT BEGINNING OF THE YEAR</b>	<b>6,112,865</b>
<b>CASH &amp; CASH EQUIVALENT AT ENDING OF THE YEAR</b>	<b>5,588,342</b>

For Milind Modak & Co.  
Chartered Accountants  
FRN : 114101W

CA Milind Modak  
Partner  
M.No.43278



For & on behalf of the Board of Directors of  
Master Components Pvt Ltd  
CIN: U28900MH1999PTC123308

R.M.Kulkarni  
Director  
DIN: 01190990

A.S.Joshi  
Director  
DIN: 01190993

**Master Components Pvt Ltd**  
D-10/A & B M.I.D.C., Ambad, Nashik - 422010  
Nashik - 422010

**Note 1**

Share Capital	As on 31.03.20		As on 31.03.19	
	Number	Amount	Number	Amount
<b>Authorised</b> Equity Shares of Rs. 10/- Each	500,000	5,000,000	500,000	5,000,000
<b>Issued, Subscribed &amp; Paid up</b> Equity Shares of Rs.10 each fully paid	300,000	3,000,000	300,000	3,000,000
<b>Total</b>	<b>300,000</b>	<b>3,000,000</b>	<b>300,000</b>	<b>3,000,000</b>

**Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period**

Particulars	As on 31.03.20		As on 31.03.19	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	300,000	3,000,000	300,000	3,000,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	300,000	3,000,000	300,000	3,000,000

**Shares in the company held by each shareholder holding more than 5 percent shares**

Name of Shareholder	As on 31.03.20		As on 31.03.19	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Mr. Mudduraj Kulkarni	57000	19.00	29000	9.67
Mr. Shrikant Joshi	57000	19.00	29000	9.67
Mrs. Anagha S Joshi	78000	26.00	121000	40.33
Mrs. Rajeshwari M. Kulkarni	78000	26.00	121000	40.33
<b>Total</b>	<b>270,000</b>	<b>90.00</b>	<b>300,000</b>	<b>100</b>

**Note 2 Reserves and Surplus**

Particulars	As on 31.03.20	As on 31.03.19
<b>A. Surplus</b>		
Opening balance	66,267,470	46,116,905
(+) Net Profit/(Net Loss) For the current year	13,118,707	20,150,565
(+) Transfer from Reserves	-	-
(+) Capital subsidy	-	-
Closing Balance	<b>79,386,177</b>	<b>66,267,470</b>
<b>Total</b>	<b>79,386,177</b>	<b>66,267,470</b>

Master Components Pvt. Ltd.  
 Director  
 Director



Master Components Pvt Ltd  
D-10/A & B M.J.D.C., Ambad, Nashik - 422010  
Nashik - 422010

Note 3

Long Term Borrowings

Particulars	As on 31.03.20	As on 31.03.19
<b>(I) HDFC Term Loan 295</b>		
Terms Of Payment: EMI Rs.666,539/- Period : 60EMI	21,866,390	27,442,952
<b>Less : Current Maturities of Long Term Loan</b>	6,225,795	5,576,189
<b>(II) HDFC Term Loan 2939</b>		
Terms Of Payment: EMI Rs.36969/- Period : 37EMI	325,377	720,710
<b>Less : Current Maturities of Long Term Loan</b>	321,210	397,774
<b>(III) HDFC Term Loan 6441</b>		
Terms Of Payment: EMI Rs.185107/- Period : 37EMI	1,629,264	3,608,725
<b>Less : Current Maturities of Long Term Loan</b>	1,629,263	1,976,718
<b>(IV) HDFC Term Loan 2931</b>		
Terms Of Payment: EMI Rs.69990/- Period : 37EMI	616,042	1,364,486
<b>Less : Current Maturities of Long Term Loan</b>	616,042	747,408
<b>(V) HDFC Term Loan 2935</b>		
Terms Of Payment: EMI Rs.112025/- Period : 43EMI	1,605,006	2,750,578
<b>Less : Current Maturities of Long Term Loan</b>	1,253,880	1,143,138
<b>(VI) HDFC Term Loan 2937</b>		
Terms Of Payment: EMI Rs.93674/- Period : 42EMI	1,257,339	2,222,425
<b>Less : Current Maturities of Long Term Loan</b>	1,056,155	963,155
All the above loans are secured by Hyp of Stock and book debts and collateral security by way of Mortgage of Leashold Land and Building at Plot No. D10/A & D10/B		
	<b>16,197,073</b>	<b>27,305,493</b>
<b>Unsecured Loans</b>		
<b>(d) Loans from related parties (Directors &amp; Their Relatives)</b>		
Mr. M.C. Kulkarni	1,050,000	1,150,000
Mrs. A. S. Joshi	1,050,000	1,150,000
Mr. S.H. Joshi	1,050,000	1,150,000
Mrs. R.M. Kulkarni	1,050,000	1,150,000
M.C. Kulkarni - HUF	1,200,000	1,000,000
S.H. Joshi - HUF	1,200,000	1,000,000
	<b>6,600,000</b>	<b>6,600,000</b>
<b>Total</b>	<b>22,797,073</b>	<b>33,905,493</b>

Master Components Pvt. Ltd.

*Rohit*  
Director

*Anand*  
Director



**Master Components Pvt Ltd**  
**D-10/A & B M.I.D.C., Ambad, Nashik - 422010**  
**Nashik - 422010**

**Note 4**

**Short Term Borrowings**

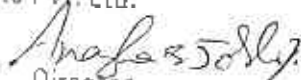
Particulars	As on 31.03.20	As on 31.03.19
HDFC Bank Ltd. CC a/c -5321 Secured by Hyp of Stock and book debts and collateral security by way of Mortgage of Leashold Land and Building at Plot No. D10/A & D10/B	3,754,258	8,196,108
	<b>3,754,258</b>	<b>8,196,108</b>
<b>Total</b>	<b>3,754,258</b>	<b>8,196,108</b>

**Note 5**

**Other Current Liabilities**

Particulars	As on 31.03.20	As on 31.03.19
(a) Current maturities of long-term debt		
xi) HDFC 295	6,225,795	5,576,189
xii) HDFC 2939	321,210	397,774
xiii) HDFC 6441	1,629,263	1,976,718
xiv) HDFC 2931	616,042	747,408
xv) HDFC 2935	1,253,880	1,143,138
xvi) HDFC 2937	1,056,155	963,155
<b>Advance Received (List E)</b>	<b>3,617,678</b>	<b>2,364</b>
(b) Other payables		
Professional Tax Payable	3,750	350
Provision For Taxation	4,954,000	5,800,000
TDS Payable	223,927	211,414
GST Payable	5,577	
<b>Total</b>	<b>19,907,277</b>	<b>16,818,511</b>

Master Components Pvt. Ltd.  
  
 Director

  
 Director



**Master Components Pvt Ltd**  
D-10/A & B M.I.D.C., Ambad, Nashik - 422010  
Nashik - 422010

**Note 6**

**Short Term Provisions**

Particulars	As on 31.03.20	As on 31.03.19
<b>(a) Provision for employee benefits</b>		
Salary & Reimbursements	392,184	365,463
ESIC Payable	6,576	13,310
Director's Remuneration	462,150	462,550
EPF A/c Payable	48,902	49,141
<b>(b) Others</b>		
Electricity Payable	230,930	381,210
Telephone Exp. Payable		1,095
Water Charges Payable	12,380	5,491
Audit Fees Payable	180,000	150,000
Interest Payable on Working Capital	35,683	25,363
<b>Total</b>	<b>1,368,805</b>	<b>1,453,623</b>

**Note 8**

**Long Term Loans and Advances**

Particulars	As on 31.03.20	As on 31.03.19
<b>a. Security Deposits</b>		
MSEB Deposit	755,800	425,420
Membership Deposit	63,200	-
Water Deposit	20,899	20,899
	<b>839,899</b>	<b>446,319</b>
<b>Total</b>	<b>839,899</b>	<b>446,319</b>

**Note 9**

**Inventories**

Particulars	As on 31.03.20	As on 31.03.19
<b>a. Raw Materials and components (Valued at cost)</b>	7,337,224	5,491,552
	<b>7,337,224</b>	<b>5,491,552</b>
<b>b. Work-in-progress (Valued at cost including related overhead)</b>	9,389,312	5,324,219
	<b>9,389,312</b>	<b>5,324,219</b>
<b>c. Consumables (Valued at cost)</b>	394,123	392,835
	<b>394,123</b>	<b>392,835</b>
<b>d. Cartage and Handling</b>	-	-
	-	-
	-	-
<b>Total</b>	<b>17,120,659</b>	<b>11,208,606</b>

Master Components Pvt. Ltd.  
  
 Director

Anandeshwari  
 Director



Master Components Pvt Ltd  
D-10/A & B M.I.D.C., Ambad, Nashik - 422010  
Nashik - 422010

**Note 10**

**Trade Receivables**

Particulars	As on 31.03.20	As on 31.03.19
Trade receivables outstanding for a period upto six months from the date they are due for payment, unsecured, considered good (List B)	26,399,345	32,196,986
Trade receivables outstanding for a period exceeding six months from the date they are due for payment, Unsecured, considered good	8,142,685	6,982
<b>Total</b>	<b>34,542,030</b>	<b>32,203,968</b>

**Note 11**

**Cash and cash equivalents**

Particulars	As on 31.03.20	As on 31.03.19
<b>a. Balances with banks*</b>		
This includes:		
Union Bank	53,289	53,289
FDR for LC	-	336,783
FDR HDFC Bank	5,315,922	5,416,303
TJSB Sahakari Bank CA-202	62,172	15,115
<b>b. Cash on hand</b>	<b>156,959</b>	<b>291,375</b>
<b>Total</b>	<b>5,588,342</b>	<b>6,112,865</b>

**Note 12**

**Short-term loans and advances**

Particulars	As on 31.03.20	As on 31.03.19
Advance Paid (List C)	1,389,524	811,979
Advances To Employees (List D)	316,500	217,000
<b>Total</b>	<b>1,706,024</b>	<b>1,028,979</b>

**Note 13**

**Other Currents Assets**

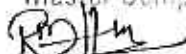
Particulars	As on 31.03.20	As on 31.03.19
TDS & Advance Tax	4,950,951	5,848,606
GST Receivable	-	1,186,719
Prepaid Expenses	122,229	122,207
MSEDCL Interest Receivable	47,383	44,144
DIC Incentive Receivable	1,297,000	-
TDS Recovered	11128	-
<b>Total</b>	<b>6,428,691</b>	<b>7,201,677</b>


**Note 14**

**a) Contingent liabilities and commitments (to the extent not provided for)**

Particulars	As on 31.03.20	As on 31.03.19
<b>(I) Contingent Liabilities</b>		
(a) Guarantees		
Guarantee given to Thane Janata Sahakari Bank Ltd. For Cash	-	-
(b) LC issued	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

Master Components Pvt. Ltd.

  
Director

  
Director



Master Components Pvt Ltd  
D-10/A & D-10/B M.I.D.C., Ambad, Nashik - 422010  
Nashik - 422010

**Note 15**

**Revenue from operations**

Particulars	2019-20	2018-19
Sale of products	148,927,670	172,839,649
Sale of services	1,495,261	1,395,740
<b>Total</b>	<b>150,422,931</b>	<b>174,235,389</b>

**Note 16**

**Other income**

Particulars	2019-20	2018-19
Dividend received	750	3,050
Duty Drawback Scheme Refund	101,502	212,821
Foreign Exchange Gain	88,463	-
Interest on FDR	322,320	56,858
Profit on Sale of Machinery	-	275,349
Mediclaime Reimbursement	-	-
MSME Interest	15,122	-
Subsidy from DIC	2,461,000	-
Balance Written off	(53)	(650)
MSEB int on Deposit	52,648	49,049
<b>Total</b>	<b>3,041,752</b>	<b>596,478</b>

**Note 17**

**Cost of materials consumed**

Particulars	2019-20	2018-19
<b>Opening Stock :-</b>		
Raw Material	5,491,552	3,056,489
Consumables	392,835	101,186
<b>Add :- Purchases</b>		
Raw Material	93,887,315	106,925,497
Consumables	-	-
Packing Material	-	-
	<b>99,771,702</b>	<b>110,083,172</b>
<b>Less :- Closing Stock</b>		
Raw Material	7,337,224	5,491,552
Consumables	394,123	392,835
Cartage and Handling	-	-
<b>Total</b>	<b>92,040,355</b>	<b>104,198,785</b>

Master Components Pvt. Ltd.

*[Signature]*  
Director

*[Signature]*  
Director



Master Components Pvt Ltd  
D-10/A & D-10/B M.I.D.C., Ambad, Nashik - 422010  
Nashik - 422010

Note 18

Changes in inventories of finished goods work-in-progress and Stock-in-Trade

Particulars	2019-20	2018-19
Opening Stock : Work-in-Process	5,324,219	4,051,646
Closing Stock : Work-in-Process	9,389,312	5,324,219
<b>Total</b>	<b>(4,065,093)</b>	<b>(1,272,573)</b>

Note 19

Employee Benefits Expense

Particulars	2019-20	2018-19
Salaries and incentives	5,130,263	4,656,601
Contributions to - Provident fund	302,979	292,650
ESIC Fund	75,092	105,479
Staff welfare expenses	681,817	656,575
Director's Remuneration	7,728,000	9,728,000
Bonus	274,801	278,846
Medical Expenses	95,706	105,994
<b>Total</b>	<b>14,298,658</b>	<b>15,824,145</b>

Note 20

Manufacturing Exp.

Particulars	2019-20	2018-19
Electricity Charges	4,265,924	5,553,211
Frieght & Custom duty	997,731	1,504,409
Caliberation Charges	70,753	54,790
Labour Charges Paid	5,962,814	7,575,289
Labour charges Manpower	2,226,203	-
Material Finishing Charges	-	40,308
Repairs & Maintainance-Machinery	401,148	503,751
Expenses on import material	78,348	52,350
Consumable & Packing Material Charges	3,091	236
Insurance	63,376	34,078
Security Charges	346,194	265,855
<b>Total</b>	<b>14,415,582</b>	<b>15,584,276</b>

Master Components Pvt. Ltd.

*Rohit*  
Director

*Anabes*  
Director





**Master Components Pvt Ltd**  
D-10/A & D-10/B M.I.D.C., Ambad, Nashik - 422010  
Nashik - 422010

**Note 21**

**Finance costs**

Particulars	2019-20	2018-19
Interest Paid on Unsecured Loan	601,654	583,600
Interest on Bank loans	3,554,180	2,598,215
Interest on Taxes	296	-
Bank Charges	134,804	185,104
<b>Total</b>	<b>4,290,934</b>	<b>3,366,918</b>

**Note 22**

**Other Indirect Expenses**

Particulars	2019-20	2018-19
Repairs to Vehicle	40,769	21,000
Repairs to Computer	12,652	7,749
Electrical Maintenance	61,829	56,758
General Repairs & Maintenance	158,074	93,604
Conveyance Exp. (Petrol & Fuel)	214,008	279,704
Previous Year Exp.	3,175	-
Entertainment Exp.	11,025	14,052
Rent, Rates and taxes, excluding, taxes on income.	200,721	278,587
Donation Expenses	-	10,000
<b>Payments to the auditor as</b>		
a. Auditor	90,000	60,000
b. Other matters	30,000	60,000
Miscellaneous expenses, (LIST F)	549,370	1,048,959
Telephone & Mobile Charges	22,275	25,284
Travelling Charges	464,255	5,484
Business Promotion Exp	-	10,850
Hire Charges for Vehicle	243,000	-
Profession Tax - Company	2,500	2,500
Professional Fees	1,693,100	814,754
Forex loss	-	216,214
ISO Certification Charges	25,000	24,000
Loss on sale of machinery	183,290	-
<b>Total</b>	<b>4,005,043</b>	<b>3,029,498</b>

Master Components  
*R. M. Am*  
Director

Master Components Pvt. Ltd.  
*Anagha S. Joshi*  
Director



**Master Components Pvt Ltd**  
D-10/A & D-10/B M.I.D.C., Ambad, Nashik - 422010  
Nashik - 422010

**Note 7 : Depreciation as per Companies Act, 2013**

Sr. No.	Fixed Assets	Gross Block			Accumulated Depreciation			Net Block		
		Balance as at 1 April 2019	Additions	Disposals	Balance as at 31 March 2020	Balance as at 1 April 2019	Depreciation And Amortization for the year	On disposals	Balance as at 31 March 2019	Balance as at 31 March 2020
1	Tangible Assets									
1	Leasehold Land D-10	8789161	0	0	8789161	488286	122072	0	8300875	8178803
2	Plot at Dharwad	2482020	0	0	2482020	0	0	0	2482020	2482020
3	Computer & Softwares	462152	3550	0	465702	391079	42946	0	71074	31678
4	Electric Installation D-10	3710314	386054	0	4096368	2596397	369065	0	1113917	1130906
5	Building D-10A & D10B	41956998	748823	0	42705822	7653086	1688103	0	34303912	33964632
6	Furniture	1172950	0	0	1172950	793992	97790	0	378959	281167
7	Plant & Machinery	54346238	1702762	950000	55099000	25822994	4959246	477710	28533246	24794470
8	Office Equipment	825557	155852	0	981409	642599	127327	0	182958	211483
9	Tools & Equipments	1359969	397004	0	1756973	553639	284103	0	806331	909231
10	Solar Energy	11339412	0		11339412	1107974	1852261		10231439	8379177
	<b>Total</b>	<b>126444772</b>	<b>3394045</b>	<b>950000</b>	<b>128888817</b>	<b>40050046</b>	<b>9552914</b>	<b>477710</b>	<b>86394731</b>	<b>79765567</b>

Notes:-

- 1) Depreciation is calculated on WDV basis as per useful of assets as prescribed in Schedule II of Companies Act, 2013
- 2) GST and other credits are deducted from the cost of acquisition of fixed assets.
- 3) Value of Leasehold land has been amortised over its remaining period of lease.
- 4) Due to consolidation of Plot NO. D-10A & D-10B gross block of building has also been consolidated.



Master Components Pvt. Ltd.  
*Anand S. S. S. S.*  
Director

## **MASTER COMPONENTS PRIVATE LIMITED**

**F.Y. 2019-20**

**Note No. 23**

### **STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS:**

A] The financial statements have been prepared to comply in all material respects with the mandatory accounting standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013

B] Financial statements have been prepared in accordance with Indian generally accepted Accounting Principles under the historical cost convention, on the basis of going concern. The Company follows mercantile accounting system and recognizes income and expenditure on an accrual basis except those with significant uncertainties.

C] **Use of Estimates:** - Preparation of financial statements in accordance with the generally accepted accounting principle requires the management to make estimates & assumptions. Actual results could differ from these estimates. Any revision to such accounting estimates is recognized in the accounting period in which such revision takes place.

**The significant accounting policies followed by the Company are as stated below:**

#### **01. Fixed assets:**

Fixed assets are stated at original cost less accumulated depreciation. Cost comprises the purchase price and any other attributable cost of bringing the assets to its working condition for its intended use. Financial cost relating to acquisition of qualifying fixed Assets are also included to the extent they relate to the period till such assets are ready to put in use. GST & other credits wherever availed have been deducted from the cost of respective assets.

#### **02. Depreciation:**

Company has provided depreciation on WDV basis as per useful life as prescribed in schedule II of Companies Act 2013 for various assets. Depreciation for the year for existing assets has been determined in such a way that carrying amount of the asset at the beginning of year shall be charged over remaining useful life of asset after deducting there from residual value of asset. Where remaining life of asset is nil entire opening WDV has been charged as depreciation for current year.

**03. Inventories:**

The Stock of goods is valued as under.

- a) Raw Material & Consumables: - At Cost including taxes thereon.
- b) Work In process: - At cost including overheads and taxes thereon.
- c) Rates are determined on FIFO basis.

**04. Sales :-**

The value of sales is excluding taxes on sales. Revenue from sale of goods is recognized at the time of delivery of goods to customers and value of services is stated after completion of services and when the invoices are issued for the same. Sales are stated net of discounts, rebates and returns.

**05. Employee & Retirement Benefits**

The company has not made any provision for payment of gratuity. The same will be accounted for in the event of actual liability. No provision is made in the books for leave encashment of the employee. The same will be paid in the event of arriving of actual liability.

**06. Borrowing Costs**

Borrowing costs are charged to profit and loss account except in cases where the borrowings are directly attributable to the acquisition, construction or production of a qualifying asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use.

**07. Foreign Currency Transactions**

Transactions denominated in foreign currency are recorded at the exchange rates prevailing on the date of the transactions. All the exchange differences are dealt with in the statement of profit & loss.

**08. Accounting for Deferred Taxes**

Deferred tax on timing differences between taxable income and accounting income is accounted for, using the tax rates and the tax laws enacted or substantially enacted as on the balance sheet date. Deferred Tax assets are recognized only to the extent that there is a reasonable certainty of realization.

**09. Contingent Liability: -**

Contingent liabilities are disclosed in the accounts by way of note giving nature of liability and quantum if ascertained.

**Notes on Accounts:-**

	31.03.2020	31.03.2019
a. Remuneration to Auditors For Audit Fees	90,000/-	60,000/-
For other Matters	30,000/-	60,000/-
b. Remittance in Foreign Currency on account of Dividend	Nil	Nil
c. C.I.F. value of Import	36,51,452/-	44,97,152/-
Earnings in Foreign Currency (F.O.B. Value)	77,79,921/-	1,21,00,387/-
Expenditure in Foreign Currency	Nil/-	7781/-
d. Related Party Disclosure		

Name of Party	Relation	Nature of Transaction	Amount
Mrs R. M. Kulkarni	Director	Salary to Director	20,04,000/-
Mrs A. S. Joshi	Director	Salary to Director	20,04,000/-
Mr M.C. Kulkarni	Director	Salary to Director	18,60,000/-
Mr S.H. Joshi	Director	Salary to Director	18,60,000/-
Mrs R. M. Kulkarni	Director	Interest on Loan	1,04,469/-
Mrs A. S. Joshi	Director	Interest on Loan	1,04,469/-
Mr M.C. Kulkarni	Director	Interest on Loan	1,04,469/-
Mr S.H. Joshi	Director	Interest on Loan	1,04,469/-
Mr M.C. Kulkarni HUF	Director is Karta	Interest on Loan	92,037/-
Mr S.H. Joshi HUF	Director is Karta	Interest on Loan	91,741/-
Mrs R. M. Kulkarni	Director	Vehical Hire Charges	1,20,000/-
Mrs A. S. Joshi	Director	Vehical Hire Charges	1,20,000/-
Master Moulds Pvt Ltd	Associate	Purchases	46,20,290/-

	Concern		
Master Moulds Pvt Ltd	Associate Concern	Sales	10,10,564/-

10. Previous year's figures have been re-grouped/rearranged wherever necessary.
11. The Board is of the opinion that the current Assets, Loans & Advances have, in ordinary course of business, valued at least equal to the amount at which they are stated in the Balance Sheet.
12. Balances of Sundry debtors. Creditors & advances are subject to confirmation.
13. GST entries accounted in books are subject to reconciliation with related records.
14. Union bank current statement for the year was not provided for verification at the time of audit. Hence the balance in current account is subject to confirmation.
15. Data as regards break up of Sundry creditors of MSME & non MSME creditors has been reported as provided to us by the management . Necessary evidence as regards MSME status of sundry creditors was not produced for verification.

For Milind Modak & co.

Chartered Accountants

FRN : 114101W




Milind C. Modak

Partner

Membership no- 43278

Place: Nasik

Date: 05/10/2020

UDIN: 20043278AAAAEM6345