

**CELLO HOUSEHOLD PRODUCTS
PRIVATE LIMITED**

**AUDIT REPORT &
BALANCE SHEET**

A.Y.2021-22

JESWANI & RATHORE

CHARTERED ACCOUNTANTS

408/C, NIRANJAN, 99, MARINE DRIVE, MUMBAI-400 002

TEL NO. +91 22 22834451/22816969/22819435

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Independent Auditors' Report on the Financial Statements of M/S Cello Household Products Private Limited

To the Members of **M/S Cello Household Products Private Limited**

Report on the Financial Statements:

We have audited the accompanying financial statements of **M/S Cello Household Products Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2021 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.

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, Key Audit Matters are not applicable to the Company as it is an unlisted company.



Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including 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 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 boards 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 skepticism 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, 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) with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report **Annexure B** to this report;
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
- a. The Company does not have any pending litigations which would impact its financial position;
- b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

PLACE: MUMBAI
DATE : 08.11.2021



FOR JESWANI & RATHORE
CHARTERED ACCOUNTANTS
FRN: 104202W

KHUBILAL G. RATHORE
PARTNER
M No.: 012807

UDIN: 21012807AAAABP8482

JESWANI & RATHORE

CHARTERED ACCOUNTANTS

408/C, NIRANJAN, 99, MARINE DRIVE, MUMBAI-400 002

TEL NO:+91 22816968/34451/22819435

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Annexure A to Independent Auditors' Report

Referred to in paragraph of the Independent Auditors' Report of even date on the financial statements of Cello Household Products Private Limited

i. In respect of Fixed Assets:

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets, on the basis of available information.
- (b) As explained to us, all the fixed assets have been physically verified by the management in a phased manner, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations provided to us and the title deeds/lease deeds and other records examined by us, we report that the title deeds/lease deeds in respect of all the immovable properties are held in the Company's name.

ii. In respect of Inventories:

- a) The physical verification of the Inventories has been conducted at reasonable intervals by the Management.
 - b) The procedure of physical verification of Inventories followed by the management is reasonable and adequate in relation to the size of the company and nature of its business.
 - c) The company has maintained proper records of Inventories and no material discrepancies were noticed on physical verification.
- iii. According to the information and explanations provided to us, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 (2) of the Companies Act 2013 ("Act"). Accordingly, the provisions of clause (iii), (a)/ (b)



and (c) of Paragraph 3 of the said Order are not applicable to the Company and hence not commented upon.

- iv. In our opinion and according to the information and explanations provided to us, the Company has not granted any loans or provided any guarantees or security to the parties covered under Section 185 of the Act. The Company has complied with the provisions of Section 186 of the Act in respect of investments made or loans or guarantee or security provided to the parties covered under Section 186 of the Act.
- v. According to the information and explanation provided to us, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable to the Company.
- vi. We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under Section 148(1) of the Act, related to the manufacturing activities, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii. According to the information and explanations given to us and the records of the Company examined by us, there are no dues of provident fund, Employees' state insurance, income-tax, sales-tax, duty of custom, duty of excise, service tax, value added tax and cess which have not been deposited on account of any dispute.
- viii. In our opinion and according to the information and explanations provided by the management, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank or government.
- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- x. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations provided by the management, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.
- xi. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the provisions of Clause 3(xi) of the Order are not applicable to the Company.



- xii. As the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence not commented upon.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act, and accordingly, to this extent, the provisions of Clause 3(xiii) of the Order are not applicable to the Company.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. According to the information and explanations provided by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in Section 192 of the Act.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

PLACE: MUMBAI
DATE: 08.11.2021



FOR JESWANI & RATHORE
CHARTERED ACCOUNTANTS
FRN: 104202W

A handwritten signature in blue ink, appearing to read 'Khubilal G. Rathore'.

KHUBILAL G. RATHORE
PARTNER
M. No. 012807

UDIN: 21012807 NAAA BP8482

JESWANI & RATHORE

CHARTERED ACCOUNTANTS

408/C, NIRANJAN, 99, MARINE DRIVE, MUMBAI-400 002
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Annexure "B" to the Independent Auditor's Report of even date on the Financial Statements of Cello Household Products Private Limited

(Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

We have audited the internal financial controls over financial reporting of **Cello Household Products Private Limited** ("the Company") as of **March 31, 2021**, in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these Financial Statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to these Financial Statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting



with reference to these Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these Financial Statements.

COVID-19 pandemic has resulted in a different and unique working environment which required performance of audit procedures remotely.

Meaning of Internal Financial Controls Over Financial Reporting with reference to these Financial Statements

A company's internal financial control over financial reporting with reference to these Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these Financial Statements includes those policies and procedures that:

1. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorization of management and directors of the Company and;
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting with reference to these Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting with reference to these Financial Statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these Financial Statements and such internal financial controls over financial reporting with reference to these Financial Statements 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.

**For Jeswani & Rathore
Chartered Accountants
(FRN: 104202W)**



**Khubilal G. Rathore
(Partner)**

M.No: 012807

UDIN: 21012807AAAA BP8482

Place: Mumbai

Date: 08.11.2021

CELLO HOUSEHOLD PRODUCTS PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2021
(CIN NO. U25209MH2021PTC355178)

PARTICULARS	NOTE NO.	(Amount in Rs)
		AS AT MARCH 31, 2021
<u>EQUITY AND LIABILITIES</u>		
1) SHARE HOLDERS' FUNDS		
a) Share Capital	1	1,00,00,000
b) Reserves and Surplus	2	2,45,85,223
2) CURRENT LIABILITIES		
a) Short Term Borrowings	3	68,87,92,277
b) Trade Payables	4	5,97,85,903
c) Other Current Liabilities	5	1,16,07,122
d) Short Term Provisions	6	3,16,60,398
TOTAL		82,64,30,923
<u>ASSETS</u>		
1) NON- CURRENT ASSETS		
a) Fixed Assets		
i) Tangible Assets	7	19,69,41,133
ii) Intangible Assets	7	4,55,636
b) Deffered Tax Assets (Net)	8	6,27,181
c) Long-Term Loans and Advances	9	26,75,616
2) CURRENT ASSETS		
a) Inventories	10	44,99,86,812
b) Trade Receivables	11	11,63,95,522
c) Cash and Cash Equivalent	12	3,74,17,058
d) Short Term Loans and Advances	13	2,13,50,251
e) Other Current Assets	14	5,80,714
TOTAL		82,64,30,923

Notes 1 to 28 forms part of the financial statements.

In terms of our Report attached.

FOR JESWANI & RATHORE
 CHARTERED ACCOUNTANTS


 (FRN. 104202W)
 KHUBILAL G. RATHORE
 PARTNER
 M.No. 012807
 MUMBAI
 DATE : 08.11.2021



FOR CELLO HOUSEHOLD PRODUCTS PRIVATE LIMITED


 PRADEEP G RATHOD
 DIRECTOR
 DIN-00027527


 PANKAJ G RATHOD
 DIRECTOR
 DIN-00027572

CELLO HOUSEHOLD PRODUCTS PRIVATE LIMITED
PROFIT & LOSS FOR THE PERIOD FROM FEBRUARY 12, 2021 TO MARCH 31,2021
(CIN NO. U25209MH2021PTC355178)

(Amount in Rs.)

PARTICULARS	NOTE NO.	FOR THE PERIOD FROM FEBRUARY 12,2021 TO MARCH 31,2021
REVENUE		
Revenue from Operations	15	12,51,10,300
Other Income	16	6,36,543
Total Revenue (A)		12,57,46,843
EXPENSES		
Cost of Materials Consumed	17	6,32,71,909
Purchases of Stock-in-Trade	18	94,61,244
Change in Inventories of FG/WIP/Stock-in-trade	19	(1,03,93,228)
Employee Benefit Expense	20	90,81,059
Finance Costs	21	22,39,853
Depreciation & Amortisation Expense	7	72,04,641
Other Expenses	22	1,10,79,786
Total Expenses (B)		9,19,45,265
PROFIT BEFORE TAX (A-B) = (C)		3,38,01,579
TAX EXPENSES:		
(a) Current Tax		91,25,000
(b) Deferred Tax		(25,373)
PROFIT FOR THE YEAR		2,46,51,206
Earning Per Share of face value of Rs.10 each.	24	
Basic (in Rs.)		61.63
Dilluted (in Rs.)		61.63

Notes 1 to 28 forms part of the financial statements.

In terms of our Report attached.

FOR JESWANI & RATHORE
 CHARTERED ACCOUNTANTS
 (FRN. 104202W)



KHUBILAL G. RATHORE
 PARTNER

M.No. 012807
 MUMBAI
 DATE : 08.11.2021



FOR CELLO HOUSEHOLD PRODUCTS PRIVATE LIMITED



PRADEEP G RATHOD
 DIRECTOR

DIN-00027527



PANKAJ G RATHOD
 DIRECTOR

DIN-00027572

CELLO HOUSEHOLD PRODUCTS PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES

1) Company Information

Cello Household Products Private Limited ("the Company") is incorporated on February 12, 2021 under the provisions of the Companies Act, 2013, having its registered office situated at 3rd Floor, B Wing, Cello House, Corporate Avenue, Sonawala Road, Goregaon east, Mumbai – 400063 Maharashtra. The Company is engaged in the business manufacturing and dealing in houseware, thermoware, cleaning products and its allied.

The Company is incorporated On February 12, 2021 as **Cello Household Products Private Limited** pursuant to conversion of partnership firm **M/S Cello Household Products** under the provisions of the Companies Act 2013, and consequently, all the assets and liabilities of the firm, as on February 28, 2021 have been transferred from the partnership firm.

2) SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation and presentation

The financial statements are prepared under the historical cost convention, in accordance with generally accepted accounting principles in India and which require management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure regarding contingent liabilities as at the date of the financial statements and the reported amounts of income and expenses during the year.

The Company generally follows the mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.

The financial statement are prepared to comply in all material respect with the accounting standard notified by the Companies (Accounting Standards) Rules, 2006 and provision of The Companies Act, 2013.

b) USE OF ESTIMATE

Accounting estimate could change from period to period and actual result could differ from those estimates. Appropriate changes in estimates are made as the Management become aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements

c) REVENUE RECOGNITION

The Company recognises revenues on the sale of products, when the products are delivered to the customer, which is when the risks and rewards of ownership passes on to the customer.

Revenues are recognised when collectability of the resulting receivables is reasonably assured. Sales are accounted net of returns, discounts and GST.



d) Other Income

Interest income is accounted on accrual basis in the books.

e) Borrowing Cost

Interest cost and other financial charges are recognised as expenses in the year in which the cost are incurred.

f) FIXED ASSETS AND DEPRECIATION

Tangible Assets

Tangible Assets are stated at their cost of acquisition less accumulated depreciation and impairment losses. Cost comprises of all costs incurred to bring the assets to their present location and working condition.

Intangible Assets

Intangible assets are stated at cost less accumulated amortization.

Depreciation on Fixed Assets is provided on life assigned to each assets in accordance with the Schedule – II of the Companies Act, 2013. Consequently based on the technical evaluation the Company has reassessed the useful life of its Fixed Assets. Consequent to the reduction in the useful life of Fixed Assets based on transitional provisions given in Schedule II Rs. 88,174/- (Deferred Tax input of Rs. 22,192/-) has been adjusted against Retained Earnings.

Depreciation has been provided on WDV method. The estimated useful life which is in line with Schedule II to the Act is set out herein below.

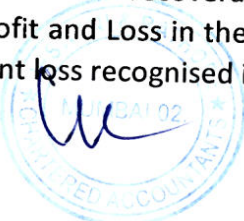
ASSETS	USEFUL LIFE
Computers	3 Years
Factory Equipment	5 Years
Air Conditioners	5 Years
Office Appliances	5 Years
Mould	6 Years
Vehicle	8 Years
Furniture and Fixtures	10 Years
Electric Installations	10 Years
Machinery	15 Years
Fire Fighter	15 Years

Intangible assets are amortised over a period of ten years.

Gains or losses arising from derecognition of plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of Profit and Loss when the assets is derecognised.

g) IMPAIRMENT OF ASSETS

The carrying amounts of assets are reviewed at each Balance Sheet date if there is an indication of impairment based on the internal and external factors. An asset is treated as impaired when its carrying cost exceeds the recoverable amount. An impairment loss, if any, is charged to the Statement of Profit and Loss in the period in which the asset is identified as impaired. Reversal of impairment loss recognised in prior years is recorded when there is



an indication that impairment losses recognised for the assets no longer exist or have decreased.

h) INVENTORIES

- I. Raw Materials are valued at Cost, except non moving items which are valued at cost or net realisable value, whichever is lower.
- II. Semi - Finished Goods – At Direct Cost i.e. Cost of Raw Material and the conversion cost except those purchased directly which are valued at Cost.
- III. Finished Goods - At Cost or net realisable value, whichever is lower. Such Cost is arrived at after deducting discount, special discount & estimated Gross Profit from the selling price.
- IV. Trading Goods are valued at cost.
- V. Grinding Material – At Net Realisable Value.

i) PROVISION FOR CURRENT AND DEFERRED TAX

Provision for Current Tax is made on the basis of the estimated taxable income for the current accounting period in accordance with the provisions of the Income Tax Act, 1961. Deferred Tax, resulting from “timing differences” between the book and the taxable profits for the year is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the Balance Sheet date.

Deferred tax assets are recognised and carried forward only to the extent that there is reasonable certainty, except for carried forwards losses and unabsorbed depreciation which are recognised based on virtual certainty that the difference will reverse in future periods with taxable income.

j) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are recorded at the exchange rate prevailing on the date of transactions. All monetary foreign currency current assets/liabilities are translated at the rates prevailing on the date of the Balance sheet. Foreign exchange rate differences arising on settlement(s)/conversion(s) are recognised in the Profit and loss account.

k) EMPLOYEE BENEFITS

All the employee benefit expenses are booked as and when they become due.

l) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources and reliable estimate can be made of the amount of the obligation. There are no contingent Liabilities recognised during the previous year. Contingent assets are assessed continually and when it becomes reasonably certain that inflow of economic benefit will arise, the asset and related income are recognised in the previous year in which the change occurs.

m) EARNING PER SHARE



CELLO HOUSEHOLD PRODUCTS PRIVATE LIMITED
NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2021

Note 1: SHARE CAPITAL		(Amount in Rs.)
Particulars	AS AT March 31, 2021	
Authorized Capital 10,00,000 Equity Shares of Rs. 10/- each	1,00,00,000	
Issued, Subscribed and Fully paid up Capital 10,00,000 Equity Shares of Rs. 10/- each (Refer foot note no. (a) to(d))	1,00,00,000	

Foot Note:

- a) There is no change in Authorised , Issued, Subscribed and paid up Shareholding during the financial year
b) Details of Shareholders holding in the company

Name of the Shareholder	As at March 31, 2021	
	No. of shares	% of holding
Mr. Pradeep G. Rathod	11,000	1.10%
Mr. Pankaj G. Rathod	22,800	2.28%
Mr. Gaurav P. Rathod	19,200	1.92%
Mrs Sangeeta P Rathod	6,000	0.60%
Mrs. Babita P. Rathod	8,000	0.80%
Mrs. Ruchi G. Rathod	3,000	0.30%
Cello World Pvt Ltd	9,30,000	93.00%

- c) Reconciliation of the shares outstanding at the beginning and at the end of the financial year

Equity Shares of Rs. 100/- each Fully Paid	As at March 31, 2021	
	No. of shares	(Amount in Rs.)
Outstanding at the beginning of the year	-	-
Add - Issued during the year	10,00,000	1,00,00,000
Less - Bought back during the year	-	-
Outstanding at the end of the year	10,00,000	1,00,00,000

- d) RIGHTS, PREFERENCES AND RESTRICTIONS ATTACHED TO EQUITY SHARES :

The Company has one class of equity shares with face value of Rs. 10 each. Each shareholder has a voting right in proportion to his holding of the paid-up equity share capital of the Company. Where dividend is proposed by the board of directors, it is subject to the approval of the shareholders in the annual general meeting (AGM), and in the case of interim dividend, it is ratified by the shareholders at the AGM.

Note 2: RESERVES AND SURPLUS	
Particulars	AS AT March 31, 2021
Surplus in the Statement of Profit and Loss	
Balance as per the last Financial Statements	-
Less: Opening Provision for Depreciation Adjusted (Retained Earnings)	(88,174)
Add: Transferred from Deferred tax Liability	22,192
	(65,983)
Add: Profit for the year	2,46,51,206
Net Surplus in the Statement of Profit and Loss	2,45,85,223
Total Reserves and Surplus	2,45,85,223

Note 3 : Short Term Borrowing

Particulars	AS AT March 31, 2021
HDFC Bank Ltd. (Mumbai) - Overdraft Account (Secured against Fixed Deposit owned by Shareholder)	68,87,92,277
	68,87,92,277

Note 4: TRADE PAYABLES	
Particulars	AS AT March 31, 2021
Due to	
- Micro, Small & Medium enterprise (Refer foot note no. (i))	3,15,59,544
- Others	1,97,57,053
- Related Party (Refer Note 27 for Related Party Balance)	84,69,306
	5,97,85,903

Foot Notes:

(i) According to information available with the Management on the basis of intimation received from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), the Company has amounts due to Micro and Small Enterprises under the said Act as follows :

Particulars	Current Year (in Rs.)
i) Principal amount remaining unpaid at the end of the accounting year	-
ii) Interest due	-
Total	-
iii) The amount of interest paid by the buyer along with amount of the payment made to the suppliers beyond the appointed date	-
iv) The amount of interest accrued and remaining unpaid at the end of financial year	-
v) The amount of interest due and payable for the period delay in making payment (Which have been paid but beyond the due date during the year) but without adding interest specified under this act.	-
vi) The amount of further interest remaining due and payable in the succeeding years, until such interest is actually paid.	-

Note 5: OTHER CURRENT LIABILITIES

Particulars	AS AT March 31, 2021
Statutory Dues Payable	1,16,06,371
Advances Payable in Cash or Kind	751
	1,16,07,122

Note 6: SHORT TERM PROVISIONS

Particulars		AS AT March 31, 2021
Provision for taxation		
A.Y. 2021-2022 (CHP)	60,51,057	
A.Y. 2021-2022 (CHPPL)	91,25,000	1,51,76,057
Employee Benefits		1,23,40,129
Provision for Expenses		41,44,212
		3,16,60,398



CELLO HOUSEHOLD PRODUCTS PRIVATE LIMITED

Note 7 : Fixed Assets

Description	Gross Block			Depreciation / Amortisation			Net Block As at 31.03.2021					
	As at 12.02.2021	Transfer from Chip On account of conversion w.e.f. 01.03.2021	Additions/ Adjustments	Deductions/ Adjustments	As at 31.03.2021	As at 12.02.2021		As at On account of conversion w.e.f. 01.03.2021	Dep for the Year	Adjusted against Retained Earning	Deductions/ Adjustments	As at 31.03.2021
1) Tangible Assets												
Electric Installation	-	1,22,80,359	-	-	1,22,80,359	-	37,11,938	2,38,153	-	-	39,50,091	83,30,268
Furniture and Fixtures	-	28,85,305	-	-	28,85,305	-	8,36,608	56,781	-	-	8,93,389	19,91,916
Plant and Machinery	-	26,14,10,615	60,85,152	2,00,648	26,72,95,119	-	15,77,35,084	32,26,402	-	75,578	16,08,85,908	10,64,09,212
Air Conditioner	-	4,75,266	-	-	4,75,266	-	2,38,110	89,422	-	-	3,27,532	1,47,734
Factory Equipment	-	42,19,385	-	-	42,19,385	-	17,06,319	49,077	-	-	17,55,396	24,63,989
Office Appliances	-	6,92,820	1,80,599	-	8,73,419	-	2,31,411	1,00,611	-	-	3,32,022	5,41,397
Vehicles	-	1,64,63,450	-	-	1,64,63,450	-	76,00,456	3,09,160	-	-	79,09,616	85,53,834
Fire Fighter	-	1,42,61,535	-	-	1,42,61,535	-	17,69,029	1,93,491	-	-	19,62,520	1,22,99,015
Moulds	-	26,45,08,743	3,15,000	-	26,48,23,743	-	20,60,45,048	29,12,261	-	-	20,89,57,309	5,58,66,434
Computers	-	28,18,170	54,000	-	28,72,170	-	24,23,832	22,829	-	-	25,34,835	3,37,335
Sub Total - A	-	58,00,15,648	66,34,751	2,00,648	58,64,49,751	-	38,22,97,835	71,98,187	88,174	75,578	38,95,08,618	19,69,41,133
2) Intangible Assets												
Design, Patent & Trademark	-	14,21,060	-	-	14,21,060	-	9,58,970	6,454	-	-	9,65,424	4,55,636
Sub Total - B	-	14,21,060	-	-	14,21,060	-	9,58,970	6,454	-	-	9,65,424	4,55,636
3) Capital WIP												
Capital WIP - Plant & Machinery	-	46,59,153	-	46,59,153	-	-	-	-	-	-	-	-
Sub Total - C	-	46,59,153	-	46,59,153	-	-	-	-	-	-	-	-
GRAND TOTAL	-	58,60,95,861	66,34,751	48,59,801	58,78,70,811	-	38,32,56,805	72,04,641	88,174	75,578	39,04,74,042	19,73,96,769



Note 12: CASH & CASH EQUIVALENTS

Particulars	AS AT March 31, 2021
a) Cash & Cash Equivalents	
Cash in Hand	64,016
Balances With Bank	
- In Current Accounts	3,73,53,042
	3,74,17,058

Note 13: SHORT TERM LOANS AND ADVANCES

Particulars	AS AT March 31, 2021
Security Deposit	
Rent Deposit	30,000
Other Loans & Advances	
Loans & Advances to Staffs	
Advances to Suppliers	10,71,790
Prepaid Expenses	69,69,300
Prepaid Insurance	5,61,529
	13,04,505
Balance with Government Authorities	
Advance Tax A.Y. 2021-22	
Income Tax Receivables A.Y. 2020-21	1,00,00,000
T D S Receivables A.Y. 2021-22	5,23,114
TCS Receivable A Y 2021-22	1,755
GST Receivable	32,543
	8,55,714
	2,13,50,251

Note 14: OTHER CURRENT ASSETS

Particulars	AS AT March 31, 2021
Interest Accrued on Fixed Deposits	5,80,714
	5,80,714



Note 15: REVENUE FROM OPERATIONS

Particulars	For the Period From 12.02.21 to 31.03.21
Sales of Products	12,49,93,279
Sales of Services	1,17,021
TOTAL	12,51,10,300

Note 16: OTHER INCOME

Particulars	For the Period From 12.02.21 to 31.03.21
Interest on Electricity Deposit	11,613
Profit on Sale of Fixed Assets	6,24,930
	6,36,543



Note 17: COST OF MATERIALS CONSUMED

Particulars	For the Period From 12.02.21 to 31.03.21
Opening Stock (Stock Received on account of Conversion)	22,34,73,446
Add - Purchases	4,15,95,573
Less - Closing Stock	20,17,97,110
	6,32,71,909

Foot Notes:

(i) Details of Cost of Raw Material & Packing Material Consumed:

Class of goods	For the Period From 12.02.21 to 31.03.21
a) Raw Material Consumption	6,32,71,909
b) Packing Material Consumption	-
Total	6,32,71,909

(ii) Value of Imported and Indigenous Raw Materials and Packing Consumed:

Particulars	Percentage	(Amount In Rs.)
		For the Period From 12.02.21 to 31.03.21
a) Imported	23.87%	1,51,03,997
b) Indigenous	76.13%	4,81,67,912
Total	100%	6,32,71,909

Note 18: PURCHASES STOCK-IN-TRADE

Particulars	For the Period From 12.02.21 to 31.03.21
Stock-in-Trade	94,61,244
	94,61,244

Note : 19 - Changes in inventories of Finished goods & Semi Finished Goods

Particulars	For the Period From 12.02.21 to 31.03.21
Inventories on date of Conversion	
Finished Goods	20,59,44,687
Semi-Finished Goods	3,18,51,787
	23,77,96,474
Inventories at the end of the year	
Finished Goods	21,77,76,856
Semi-Finished Goods	3,04,12,846
	24,81,89,702
Total	(1,03,93,228)



Note 20: EMPLOYEE BENEFITS EXPENSE

Particulars	For the Period From 12.02.21 to 31.03.21
Salaries and Wages	85,71,292
Contributions to Provident and Others Funds	3,54,333
Staff Welfare Expenses	1,55,434
	90,81,059

Note : 21-Finance Costs

Particulars	For the Period From 12.02.21 to 31.03.21
Interest Expenses	22,38,314
Bank Charges	1,539
	22,39,853

Note 22 : Other Expenses

Particulars	For the Period From 12.02.21 to 31.03.21
<u>Manufacturing Expenses</u>	
Artwork & Processing Chgs	2,47,000
Loading, Unloading & Shifting Expenses	2,34,462
Power & Water Charges	28,20,384
Carriage Inward	3,68,120
Store & Consumables	59,881
Labour charges - Packing	1,99,461
Labour charges - Plastic Moulded Parts	5,91,816
TOTAL	45,21,124
<u>Administration Expenses</u>	
Audit Fees	1,25,000
Books & Periodicals	667
Conveyance Expenses	1,15,429
Electricity Charges - Office	7,328
Insurance	3,01,119
Miscellaneous Expenses	2,26,845
Postage Courier & Telegram Charges	33,459
Printing & Stationary	54,514
Security Service Charges	1,27,226
Software Expenses	3,42,829
Telephone & Fax Charges	3,791
Travelling Expenses	16,818
Legal & Professional fees	85,299
Rent Rates & Taxes	32,92,472
Repairs & Maintenance - Building	3,50,195
Repairs & Maintenance - Others	1,12,000
Repairs & Maintenance - Moulds	71,580
Repairs & Maintenance - P & M	4,65,182
Vehicle Expenses	1,14,984
Pre incorporation exp	2,28,131
TOTAL	€0,74,806
<u>Selling & Distribution Expenses</u>	
Advertisements	93,750
Carriage Outward	70,575
Freight Charges (Institution)	62,130
Royalty	2,57,341
TOTAL	4,83,796
	1,10,79,786



CELLO HOUSEHOLD PRODUCTS PRIVATE LIMITED

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2021

Note 23: Segment Reporting

As per the definitions of 'business segment' and 'geographical segment', contained in Accounting Standard-17 "Segment Reporting", the Management is of the opinion that the Company is engaged in the business of manufacturing and dealing in houseware, thermoware, cleaning products and its allied in India and the activities incidental thereto, there is neither more than one reportable business segment nor more than one reportable geographical segment, and, therefore, segment information as per Accounting Standard-17 is not required to be disclosed.

Note 24: Earnings per Equity Share

Particulars	For the Period From 12.02.21 to 31.03.21
a. Profit after tax available for Equity shareholder (before exceptional items)	2,46,51,206
b. Profit after tax available for Equity shareholder (after exceptional items)	2,46,51,206
c. Weighted average number of share for basic and diluted EPS	10,00,000
d. Face value per Equity Share	10
e. Basic & Diluted earning per share (before exceptional items)	61.63
f. Basic & Diluted earning per share (after exceptional items)	61.63

NOTE 25 : EXPENDITURE IN FOREIGN CURRENCY (on Cash basis):

I) CIF Value of Import

Particulars	For the Period From 12.02.21 to 31.03.21
a) Capital Goods	-
c) Travelling	-
Total	-

Note 26 : Contingent Liabilities and Commitments

Particulars	AS AT MARCH 31, 2021
(i) Contingent Liabilities (Refer foot note)	
a) Claims against the company not acknowledged as debt	-
b) Guarantees	-
(ii) Commitments	
a) Estimated amount of contracts remaining to be executed on capital account (Net of Advances)	-
Total	-

Foot Note: The Company does not expect any outflow of economic resources in respect of the above and therefore no provision is made in respect thereof.



Note 27: Related Party Disclosure

a) Related Parties and their relationships

Enterprises over which these persons are able to exercise significant influence during the year.
(as certified by the Management)

Name of the Related Party	RELATIONSHIP
CELLO HOME PRODUCTS (CHP) CELLO INTERNATIONAL PVT LTD (CI) CELLO PENS & STATIONERY PVT. LTD. (CPS) CELLO CAPITAL PVT.LTD. (CCPL) CELLO INFRASTRUCTURE LTD. (CIL) WIM PLAST LIMITED (WIM) CELLO HOUSEWARE (CHW) CELLO PLAST (CP) CELLO PLASTIC INDUSTRIAL WORKS (CPIW) CELLO WORLD (CW) CELLO MARKETING (CM) CELLO HEIGHTS (CH) CELLO BAKRE REALTY (CBR) COSMOS LAND MARK (CLM) CELLO WORLD PVT. LTD. (CWPL) CELLO INDUSTRIES PVT. LTD. (CIPL) CELLO SONAL CONSTRUCTION (CS) VARDHAMAN REALTORS (VR) CELLO INDUSTRIES (CIND) UNOMAX PENS & STATIONERY PVT. LTD. (UPS) RATHOD PLASTIC (RP) PENNINSULA PROPERTIES (PP) CELLO FINANCE CORPORATION (CFC) MILLENNIUM HOUSEWARE (MI) WIMCO PEN COMPANY (WPC) CELLO PLASTOTECH (CPT) R & T HOUSEWARE PVT. LTD. (RTH) HEALTH AND BEAUTY CARE PVT. LTD. (HBC) SUNKIST MOULDERS PVT. LTD. (SM) CELLO HOUSEHOLD APPLIANCES PVT LTD (CHAP) CELLO ENTRADE (CE)	<p style="text-align: center;">Enterprises over which these persons are able to exercise significant influence during the year</p>
PRADEEP GHISULAL RATHOD PANKAJ GHISULAL RATHOD GAURAV PRADEEP RATHOD	<p style="text-align: center;">Director</p>
SANGEETA PRADEEP RATHOD BABITA PANKAJ RATHOD RUCHI GAURAV RATHOD	<p style="text-align: center;">Relative of Director</p>



CELLO HOUSEHOLD PRODUCTS PVT .LTD.

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2021

Transactions with Related Parties (as per 'a' above)

		(Amount in Rs.)
Particulars	Name of the Related Party	In respect of 'a' above
Income		
Sale of Goods	Cello Plastotech	2,92,154
	Cello Industries	8,60,102
	Cello World Pvt. Ltd.	13,58,44,065
	Cello International Pvt. Ltd.	18,86,228
	Cello Plast	23,93,347
	Unomax Pens & Stationery Pvt. Ltd.	10,18,954
Moulding Charges Received	Cello Plastotech	1,31,064
Expenses		
Purchase	Cello Plastotech	34,91,667
	Unomax Pens & Stationery Pvt. Ltd.	23,38,154
	Wim Plast Ltd.	21,73,796
Purchase of Fixed Assets	Cello Houseware	6,02,980
Rent Rates and Taxes	Cello Home Products	37,71,576
	Vardhaman Realtors	88,500
Royalty	Cello Plastic Industrial Works	3,03,662
Reimbursement of expenses	Cello Industries	3,36,788
Labour Charges	Cello Plastotech	1,67,272
	Unomax Pens & Stationery Pvt. Ltd.	53,521
Issue of Right Shares	Cello World Pvt. Ltd.	90,00,000
Loan Received	Pradeep G. Rathod	11,000
	Pankaj G. Rathod	50,000
Loan Repaid	Pradeep G. Rathod	54,691
	Pankaj G. Rathod	80,591
	Gaurav P. Rathod	11,258
	Sangeeta P. Rathod	23,852
	Babita P. Rathod	6,765
	Ruchi G. Rathod	36,925
	Cello World Pvt. Ltd.	20,389
Assets		
Balance Receivable at the year end from Related Parties	Cello Industries	4,87,320
	Cello International Pvt. Ltd.	18,86,228
	Cello Plast	23,93,130
	Cello World Pvt Ltd	10,92,91,417
	Unomax Pens & Stationery Pvt. Ltd.	1,31,191
Liabilities		
Balance Payable at the year end to Related Parties	Cello Home Products	35,31,857
	Cello Houseware	6,02,980
	Cello Plastic Industrial Works	2,84,286
	Cello Plastotech	32,35,236
	Vardhaman Realtors	82,875
	Wim Plast Ltd.	7,32,072

Note 28 :

Company has been converted from a Partnership Firm to a Private Limited Company with effective from February 12, 2021, under the respective provisions of the Companies Act 2013, Consequently, all the assets and liabilities of the firm, as on February 28, 2021 have been transferred from partnership firm to this Company, hence previous year figures have not been provided.

**FOR JESWANI & RATHORE
CHARTERED ACCOUNTANTS
(FRN. 104202W)**



**KHUBILAL G. RATHORE
PARTNER
M.No. 012807
MUMBAI
DATE : 08.11.2021**

FOR CELLO HOUSEHOLD PRODUCTS PRIVATE LIMITED



**PRADEEP G RATHOD
DIRECTOR
DIN-00027527**



**PANKAJ G RATHOD
DIRECTOR
DIN-00027572**