



INDEPENDENT AUDITOR'S REPORT

To The Members of
GLOBAL STONES PRIVATE LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of GLOBAL STONES PRIVATE LIMITED ('the Company') which comprise the Balance Sheet as at March 31, 2021, Statement of Profit and Loss Statement, the Cash Flows Statement 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 standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its Profit and its cash flow for the year ended on that date:

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial statements:

- a) Note 38 to the financial statements which describes the management assessment of the impact of COVID-19 on the business operations and their assessment that no adjustments are required in the financial statements as it does not impact the current financial year. However, in view of highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve.
- b) Note 39 to the financial statements which describes certain errors observed by the management due to incorrect data and integration errors in the ERP system implemented during the year by the company and taking corrective action by way of reconciling certain accounts balances with alternative methods including physical stock taking, re-valuation etc and passing corrective entries in the financial records.

Our opinion is not modified in respect of these matters.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board Report, but does not include the financial statements and our auditor's report thereon. The management has represented that other information shall be made available to us after the date of this auditor's report.

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

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

Responsibilities of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these standalone financial statements to 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



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

Auditor's Responsibility for the Audit of Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 Standalone 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 Act, 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 standalone financial statements, including the disclosures, and whether the standalone 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

Report on Other Legal and Regulatory Requirements

- 1 As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013(hereinafter referred to the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 2 As required by section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books ;
 - (c) The Balance Sheet, Statement of Profit and Loss and 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 Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014.
 - (e) On the basis of written representations received from the directors as on March 31, 2021, and 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 sub-section (2) of section 164 of the Companies Act, 2013.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act we report that being a private limited company, the provision of aforesaid section is not applicable.



- (h) With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, In our opinion and to the best of our information and according to the explanations given to us;
- (i) The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer Note "Contingent Liabilities & Commitments" to the financial statements;
- (ii) The Company did not have any long-term contracts including derivative contracts hence, the question of any material foreseeable losses does not arise;
- (iii) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

JAIPUR
4 October 2021



For B. KHOSLA & CO.
Chartered Accountants
ICAI FRN No: 000205C


SANDEEP MUNDRA
Partner
M.No. 075482
UDIN: 21075482AAAAJB2355



GLOBAL STONES PRIVATE LIMITED
ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)

- i a. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b. All the assets have been physically verified by the management during the year. There is a regular programme of verification 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 given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- ii On the basis of information and explanation given to us, the management has physically verified the stock of Raw material and Finished good at the year end. The management has explained that the discrepancies noticed on verification of Raw material and Finished Goods between the physical stocks and book records were not material and have been properly dealt with in the books of accounts.
- iii The Company has granted loans to three body corporates covered in the register maintained under Section 189 of the Companies Act, 2013 ('the Act'). The maximum balance during the year is Rs. 299.81 lakhs and the year end balance of these three body corporates is Rs. 202.87 lakhs.
- a. In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the bodies corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company
b. In the case of the loan granted to the bodies corporate listed in the register maintained under section 189 of the Act, the repayment of principal and payment of interest has been stipulated and repayments are in terms of the agreement entered.
c. In the case of the loan granted to the bodies corporate listed in the register maintained under section 189 of the Act, there are no overdue amounts.
- iv In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- v The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013
- vi The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- vii 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, Good and Service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues, if applicable, have been regularly deposited during the year by the Company with the appropriate authorities.
According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, Goods and Service Tax, VAT, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues were in arrears as at 31 March 2021 for a period of more than six months from the date they became payable.
b. According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax or sales tax or Service Tax or duty of Customs or duty of Excise or value added tax which have not been deposited on account of any disputes except the following dues that have not been deposited by the Company on account of disputes:

Name of the statute	Nature of dues	Amount (in Rs)	Period to which the amount relates	Forum where dispute is pending
Income tax Act, 1961	Income Tax	1,67,380	2010-11	Assessing officer, Kolkata
Income tax Act, 1961	Income Tax	19,04,701	2013-14	Assessing officer, Kolkata
Income tax Act, 1961	Income Tax	18,440	2013-14	CPC, Bengluru
Income tax Act, 1961	Income Tax	23,352	2015-16	CPC, Bengluru
Income tax Act, 1961	Income Tax	9,74,264	2018-19	CPC, Bengluru

- viii According to the information and explanations given to us, the company has not defaulted in repayment of loans or borrowing to a financial institution, bank or government. The Company has not issued any debentures..
- ix The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- x According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi Being Private Company the provisions of section 197 read with schedule V to the Companies Act, 2013 is not applicable to the company Accordingly, paragraph 3(xi) of the Order is not applicable.





GLOBAL STONES PRIVATE LIMITED
ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)

- xii In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii 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 sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

Jaipur
Date: 4-Oct-21



B. KHOSLA & CO.
Chartered Accountants
ICAI FRN No. 000205C
Sandeep Mundra
SANDEEP MUNDRA
Partner
M.No. 075482
UDIN: 21075482AAAAJB2355



GLOBAL STONES PRIVATE LIMITED

Annexure - B to the Auditors' Report

Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to financial statements of GLOBAL STONES PRIVATE LIMITED (Company) as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

B. KHOSLA & CO.
Chartered Accountants

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 with reference to financial statements 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 ('ICAI'). 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A company's internal financial control with reference to 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 with reference to 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to 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, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31,2021, based on the internal control with reference to financial statements 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.

Other Matter

Broadly, the Company is having most of the system in place as required for the compliance of Internal Financial Control on Financial Reporting. However, those systems or controls are having scope of further improvement. Also, the Company has not documented adequately the internal financial controls based on the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. The management has covered the gaps observed in internal financial control during the course of the audit and has assured that the documentation process will be completed soon and will not result in any material weakness in internal financial controls. Based on our audit procedures, we are of the opinion that the Company has rectified all material observations of our audit on internal financial controls over financial reporting to ensure that they do not significantly affect financial reporting on Internal Financial Control as on Balance Sheet date.

JAIPUR
4 October 2021

 For B. KHOSLA & CO.
Chartered Accountants
ICAI FRN No: 000205C

SANDEEP MUNDRA
Partner
M.No. 075482
UDIN: 21075482AAAAJB2355

Balance Sheet as at March 31, 2021

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	1	64,498,700	64,498,700
(b) Reserves and Surplus	2	918,358,897	585,127,308
(c) Money received against share warrants			
Share application money pending allotment			-
(2) Non-current liabilities			
(a) Long-term borrowings	3	64,578,636	137,641,699
(b) Deferred tax liabilities (Net)	4	-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions	5	5,519,481	616,564
(3) Current liabilities			
(a) Short-term borrowings	6	297,832,705	374,244,483
(b) Trade payables	7		
(i) Total outstanding dues of Micro & Small enterprises		7,381,957	7,892,775
(ii) Total outstanding dues of creditors other than Micro & Small enterprises		145,039,565	67,059,412
(c) Other current liabilities	8	44,694,994	42,319,021
(d) Short-term provisions	9	29,559,845	6,644,736
TOTAL		1,577,464,779	1,286,044,698
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant & Equipment			
(i) Tangible assets	10	528,105,399	597,368,767
(ii) Intangible assets		1,073,320	1,076,318
(iii) Capital work-in-progress		12,928,592	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	11	739,000	-
(c) Deferred tax assets (net)	4	27,620,366	22,375,395
(d) Long-term loans and advances	12	111,671,142	54,954,013
(e) Other non-current assets		-	-
(2) Current assets			
(a) Current investments		-	-
(b) Inventories	13	346,492,029	236,174,100
(c) Trade receivables	14	402,797,136	283,455,032
(d) Cash and Bank Balances	15	56,939,320	13,350,702
(e) Short-term loans and advances	16	48,361,318	36,230,895
(f) Other current assets	17	40,737,157	41,059,476
GLOBAL STONES BRANCH ACCOUNT		-	-
TOTAL		1,577,464,779	1,286,044,698

Significant Accounting Policies

Notes to the Financial Statements

By Order of the Board

Annexure "A"
1 to 41

As per Our Report of even date

For B. KHOSLA & CO.

Chartered Accountants

FRN: 000205C

For Global Stones Pvt. Ltd.

SWETA SHAH

Director

DIN:06883764

Sweta Shah
Director

SANDEEP MUNDRA

Partner

M. No. 075482

MAYANK SHAH

Managing Director

DIN:01850199

Jaipur

04-Oct-21

For Global Stones Pvt. Ltd.

MAYANK SHAH
Director

Statement of Profit and Loss for the year ended March 31, 2021

Particulars	Note No.	Year ended March 31, 2021	Year ended March 31, 2020
I. Revenue from operations	18	1,743,399,837	1,626,619,287
II. Other income	19	42,471,424	31,177,020
III. Total Revenue (I + II)		<u>1,785,871,261</u>	<u>1,657,796,307</u>
IV. Expenses:			
Cost of materials consumed	20	960,370,432	857,700,302
Purchases of Stock-in-Trade	21	-	1,810,098
Increase/(Decrease) in Stock	22	(74,454,778)	(3,681,199)
Employee benefits expense	23	127,447,772	102,811,993
Finance costs	24	33,604,904	52,015,009
Depreciation and amortization expense	10	129,655,736	168,557,826
Other expenses	25	271,833,978	268,466,380
Total expenses		<u>1,448,458,044</u>	<u>1,447,680,409</u>
V. Profit (Loss) before exceptional and extraordinary items and tax (III-IV)		337,413,218	210,115,898
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax (V - VI)		337,413,218	210,115,898
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		<u>337,413,218</u>	<u>210,115,898</u>
X Tax expense:			
(1) Current tax		60,385,000	36,894,950
(2) Deferred tax		(5,244,971)	(12,509,234)
(3) Earlier year tax		118,600	3,298
(4) Mat Credit Entitlement		(51,077,000)	(41,815,079)
XI Profit (Loss) for the period from continuing operations (IX-X)		<u>333,231,589</u>	<u>227,541,963</u>
XII Profit (Loss) for the year		<u>333,231,589</u>	<u>227,541,963</u>
XIII Earnings per equity share:			
Basic & Diluted	26	51.66	35.28

Significant Accounting Policies
Notes to the financial statements
By Order of the Board

Annexure "A"
.1 to 41

For Global Stones Pvt. Ltd.

SWETA SHAH
Director
DIN:06883764

Sweta Shah
Director

For Global Stones Pvt. Ltd.

MAYANK SHAH
Managing Director
DIN:01850199

M. Shah
Director

Jaipur
04-Oct-21

As per Books of Accounts
For B. KHOSLA & CO.
Chartered Accountants
FRN: 000205C



Sandeep Mundra
SANDEEP MUNDRA
Partner
M. No. 075482

Cash Flow Statement for the year ended March 31, 2021

Particulars	2020-21 Amount (Rs.)	2019-20 Amount (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit for the year before tax & extra-ordinary item	337,413,218	210,115,898
Adjustments on account of:		
Depreciation	129,655,736	168,557,826
Gratuity & Leave Encashment Provision	7,131,613	379,720
Interest on Income tax	4,780,000	1,050,249
Interest Paid	20,036,397	50,964,760
Interest Income	(1,983,571)	(1,104,075)
Unrealised Exchange Differences	(13,224,382)	16,621,665
Loss/(profit) on sale of Fixed assets	(285,391)	561,282
Loss/(profit) on sale of Mutual fund	(906,324)	-
Impairment of fixed assets	-	238,571
Loss due to fire	-	1,696,392
Bad debts & provision for Bad debts	8,273,407	-
Operating Profit before working capital change	490,890,703	449,082,288
Adjustment for working capital change		
Trade Receivables	(117,370,902)	183,621,180
Inventories	(110,317,929)	29,112,874
Current Assets & Loans and Advances	(15,220,644)	(11,922,171)
Trade Payables	77,736,750	(76,836,212)
Other Current Liabilities & Provisions	(10,155,264)	(22,817,981)
Cash Generated from Operation	315,562,714	550,239,978
Direct Taxes Paid	44,597,186	31,303,761
NET CASH INFLOW FROM OPERATING ACTIVITIES	270,965,528	518,936,217
B. CASH FLOW FROM INVESTING ACTIVITIES		
Fixed Assets/ CWIP Purchased	(60,568,875)	(114,159,650)
CWIP capitalised	(12,928,592)	2,174,250
Sale of fixed assets	466,200	3,623,547
Profit on sale of Mutual fund	906,324	-
Long term Advances	(5,640,129)	7,247,453
Interest Income	1,983,571	1,104,075
NET CASH INFLOW FROM INVESTING ACTIVITIES	(75,781,501)	(100,010,325)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(20,036,397)	(50,964,760)
Proceeds from Short term Borrowings	(75,740,874)	(58,429,834)
Proceeds from Long term Borrowings	(55,818,137)	(342,630,554)
Equity & Premium Received	-	-
Movement in Fixed Deposits	(3,129,014)	7,931,372
NET CASH INFLOW FROM FINANCING ACTIVITIES	(154,724,422)	(444,093,776)
Net increase in cash and cash equivalents	40,459,604	(25,167,884)
Cash and cash equivalents at beginning of period	5,766,538	30,934,422
Cash and cash equivalents at end of period	46,226,143	5,766,538
	0.00	-

Note: The Cash Flow Statement has been prepared under the "Indirect Method" as set out in "Accounting Standard-3 Cash Flow Statement"

By Order of the Board

For Global Stones Pvt. Ltd.

MAYANK SHAH
Managing Director
DIN:06883764

[Signature]
Director

Jaipur
4-Oct-21

For Global Stones Pvt. Ltd.

SWETA SHAH
Director
DIN:01850199

[Signature]
Director

As per Our Report of even date

For B. KHOSLA & CO.

Chartered Accountants

FRN: 000205C



[Signature]
SANDEEP MUNDRA

Partner

M. No. 75482

SIGNIFICANT ACCOUNTING POLICIES

1 Basis of Accounting

- (a) The financial statements have been prepared in compliance with the applicable Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other pronouncement of Institute of Chartered Accountant of India, with relevant provisions of Companies Act, 2013 and generally accepted accounting principles applicable in India (GAAP). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires changes in the accounting policy hitherto in use.
- (b) The financial statements have been prepared under historical cost convention on an accrual basis except in case of significant uncertainties .
- (c) All the assets and liabilities have been classified as current or non-current as per Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of product and time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle to be 12 months for the purpose of current – non-current classification of assets & liabilities.

2 Uses of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Management believes the assumption used in the estimates is prudent and reasonable. Difference between the actual results and estimates are recognized in the period in which the results are known /materialized.

3 Property, Plant and Equipment

Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes capital cost, freight, duties, taxes and other incidental expense incurred during the construction / installation stage attributable to bringing the asset to working condition for its intended use.

4 Depreciation

- (a) Depreciation on Property, Plant and Equipment, other than assets acquired on lease, is being provided over the useful life of an asset on written down value method and in the manner specified in Schedule II of the Companies Act, 2013. Depreciation on Plant & Machinery is provided considering the useful life of the Plant and Machinery as per the technical advice.
- (b) Leased Assets are amortized equally over the period of lease.
- (c) Software is amortised over the period of its useful life.

5 Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/ external factors. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Profit & Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

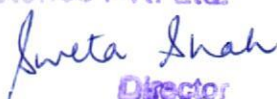
6 Inventories

- a) Inventories are valued at lower of cost and estimated net realisable value. Cost is determined on "First-in-First-Out", "Specific Identification" or "Weighted Averages" basis as applicable. Cost of Inventories comprises of cost of purchases, cost of conversion and other direct costs incurred in bringing the inventories to their present location and condition. Cost of Finished goods are determined on absorption costing method. Semi Finished Goods are Finished Goods pending Quality Inspection.
- b) Identification of a specific item and determination of estimated net realisable value involves technical judgment of the management, which has been relied upon by the Auditors.

For Global Stones Pvt. Ltd.


Director

For Global Stones Pvt. Ltd.


Director



7 Foreign Currency Transactions

a) **Initial Recognition**

Transaction denominated in foreign currency are normally recorded at the exchange rate prevailing at the time of the transaction.

b) **Conversion**

Monetary items denominated in foreign currency at the year-end are translated at closing rates.

c) **Exchange Differences**

Exchange differences arising on settlement of monetary items or on re-statement of monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

8 Borrowing Costs

Borrowing Costs attributable to the acquisition or construction of qualifying assets are capitalized as a part of the cost of such assets. All other borrowing costs are charged to revenue.

9 Revenue Recognition

a) **Sale of Goods**

Revenue from sales of goods are recognised when the risk and rewards of ownership of the product is passed on to the customer, which is generally on dispatch of goods and/or on the date of clearance by Customs and is stated net of returns, trade discounts, claims etc.

b) **Other income:**

Other income is mainly accounted on accrual basis, except in case of significant uncertainties.

10 INVESTMENT

Non-Current Investments are stated at cost. Provision for diminution in the value of long-term investments is made if such decline is other than temporary in nature.

11 Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

12 Employees benefits

i) Post employment employee benefit plans

Contributions to defined contribution retirement benefit schemes are recognised as expense when employees have rendered services entitling them to such benefits.

For defined benefit schemes, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in full in the statement of profit and loss for the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested or amortised on a straight-line basis over the average period until the benefits become vested.

The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, and as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to the present value of available refunds and reductions in future contributions to the scheme.

ii) **Other employment benefits**

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognised during the period when the employee renders the service. These benefits include compensated absences such as paid annual leave.

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as an actuarially determined liability at the present value of the defined benefit obligation at the balance sheet date.

For Global Stones Pvt. Ltd.


Director

For Global Stones Pvt. Ltd.


Director



13 Earning per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

14 Taxes on Income

Current tax is accounted for after taking into account deductions that are expected to be available to the company. Deferred tax is accounted for by computing the tax effect of timing differences, which arise in a year and reverse in subsequent periods. Deferred tax assets are not recognized unless there is 'virtual certainty' that sufficient future taxable income will be available against which such deferred tax assets will be realized.

Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax after the tax holiday period. Accordingly, MAT is recognised as an asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with it will fructify.

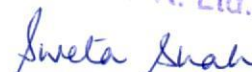
15 Provisions, Contingent Liabilities and Contingent Assets

The company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent Assets are neither recognized nor disclosed in the financial statements.

For Global Stones Pvt. Ltd.


Director

For Global Stones Pvt. Ltd.


Sweta Shah
Director



Notes Accompanying to the financial Statement for the year ended March 31, 2021
(in accordance with revised Schedule III to the Companies Act, 2013- to the extent applicable)

As at 31st March, 2021

As at 31st March, 2020

1 SHARE CAPITAL

a The details of Authorised, Issued, Subscribed and fully paid up and subscribed but not fully paid up are as under :-

Share Capital	As at 31st March, 2021		As at 31st March, 2020	
	Number	Amt	Number	Amt
Authorised				
Equity Shares of Rs. 10/- each	6,750,000	67,500,000.00	6,750,000	67,500,000.00
Issued, Subscribed and Paid up				
Equity Shares of Rs. 10/- each fully paid	6,449,870	64,498,700.00	6,449,870	64,498,700.00
		64,498,700.00		64,498,700.00

b The Reconciliation of the number of Shares outstanding at the beginning and at the end of the reporting year is as under:-

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	Number	Amount	Number	Amount
Outstanding at the beginning of the year	6,449,870	64,498,700.00	6,449,870	64,498,700.00
Shares Issued	-	-	-	-
Shares Buyback	-	-	-	-
Shares outstanding at the year end	6,449,870	64,498,700.00	6,449,870	64,498,700.00

c The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share with same rights, preferences. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

d The Equity Shares issued by the company have equal right as to voting and dividend.

e The details of shareholders holding more than 5% equity shares as at reporting date are as under :-

Name of Equity Shareholder	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Mayank Shah	4,752,470	73.68%	4,752,470	73.68%
Sweta Shah	676,000	10.48%	676,000	10.48%
Mayank Shah (HUF)	550,950	8.54%	550,950	8.54%

2 RESERVES AND SURPLUS(a) **Security Premium**

Opening balance	172,300,500.00	172,300,500.00
Additions	-	-
Less: Appropriations	-	-
	172,300,500.00	172,300,500.00

(b) **Profit & Loss Account**

Opening balance	412,826,808.28	185,284,845.14
Add: Net profit transferred from Statement of Profit & Loss	333,231,588.61	227,541,963.14
Amount Available for Appropriations	746,058,396.88	412,826,808.28
Less: Appropriations	-	-
	746,058,396.88	412,826,808.28
Total Profit & loss	746,058,396.88	412,826,808.28
Total Reserve & Surplus	918,358,896.88	585,127,308.28

NON-CURRENT LIABILITIES**3 LONG-TERM BORROWINGS**A) **Secured Borrowing**

	As at 31/03/21		As at 31/03/20	
	Current Portion	Non-Current Portion	Current Portion	Non-Current Portion
(i) Term Loan from Bank (Refer Note a and c below)	-	63,813,253.89	19,950,371.00	102,493,585.00
(ii) Vehicle Loans From Banks & Financial Institutions (Refer Note b and c below)	2,564,223.00	765,382.00	3,038,152.63	2,840,726.00
Total (A)	2,564,223.00	64,578,635.89	22,988,523.63	105,334,311.00

a. Term Loan from bank is exclusively secured by Equitable mortgage of factory Land and Building at Bagru Industrial Area and at Mahindra SEZ and hypothecation of existing and future movable fixed assets of the Company.

-Further secured by

Equitable mortgage of office Building at 1 Sardar Shankar Road, Kolkata belonging to the Company
Lien against term deposits with banks amounting to Rs. 107.13 lacs
Equitable mortgage of land & Building at Palan, Mahastala belonging to Relative of Promoters of the Company.
Personal Guarantees of directors and guarantee of relatives to the extent of collateral security offered.

Repayment:

Repayment in 20 quarterly installment of Rs. 0.65 crores beginning from December 2018 (For term Loan I) and 15 quarterly installment of Rs. 1.75 crores beginning from April 2020 (For Term Loan II)

For Global Stones Pvt. Ltd.



Director

For Global Stones Pvt. Ltd.



Sweta Shah

Director


Notes Accompanying to the financial Statement for the year ended March 31, 2021
(in accordance with revised Schedule III to the Companies Act, 2013- to the extent applicable)

As at 31st March, 2021

As at 31st March, 2020

Interest Rate:		
MCLR +3.60 p.a. i.e. 12.05% with monthly rest		
b.	Vehicle Loans is secured by hypothecation of respective Motor vehicle. Repayable in 40 Installments of Rs. 230625/- & Interest payable @9.35%	
c.	Current maturities are shown under "Other Current Liabilities"	
B) Unsecured Borrowings		
From Bodies Corporate		
	-	32,307,388.00
	Total (B)	32,307,388.00
The inter-corporate loans are in the nature of long term borrowings and are repayable at the option of the company as and when the surplus fund are available with the company. Interest on inter-corporate loans was paid @9%.		
	Total (A+B)	137,641,699.00
4 DEFERRED TAX/(ASSETS) LIABILITIES (NET)		
In compliance of Accounting Standard 22 issued by ICAI the company has recognised the Deferred Tax Asset of Rs. 27620366/-. The breakup of same is as follows :-		
Deferred Tax Assets		
	25,740,105.00	22,203,867.00
	1,880,261.00	171,528.00
Deferred Tax Liability		
	-	-
	(27,620,366.00)	(22,375,395.00)
Differential effect in deferred tax of Rs. 5244971/- has been credited to Statement of Profit & Loss.		
5 LONG TERM PROVISIONS		
	3,780,064.12	616,563.55
	1,739,417.00	-
	5,519,481.12	616,563.55
CURRENT LIABILITIES		
6 SHORT TERM BORROWINGS		
Secured Borrowings		
From Banks		
a)	14,149,218.16	3,477,374.85
b)	111,158,522.17	225,792,259.07
c)	172,524,964.22	144,974,848.69
	297,832,704.55	374,244,482.61
a.	Working capital loans from bank is secured by Stock-in-Trade, Receivables and other current assets of the Company.	
	-Further secured by	
	Equitable mortgage of Factory land and Building Situated at Bagru Industrial Area and Mahindra SEZ.	
	Equitable mortgage of office Building at 1 Sardar shankar Road, Kolkata belonging to the Company	
	Lien against term deposits with banks amounting to Rs. 107.13 lacs	
	Equitable mortgage of land & Building at Palan, Mahestala belonging to Relative of Promoters of the Company.	
	Personal Guarantees of directors and guarantee of relatives to the extent of collateral security offered.	
	Repayment:	
	On Demand	
	Interest Rate:	
	Cash Credit- MCLR + 1.45% p.a. i.e. 8.25% with monthly rest and on Exports limits -MCLR+0.45% p.a. i.e. 7.25% with monthly rest. Interest rate on Pre-Shipment and Post shipment availed in Foreign currency are linked with LIBOR plus spread as stipulated by bank.	
7 TRADE PAYABLES		
a)	7,381,957.00	7,892,775.14
b)	145,039,565.36	67,059,411.73
	152,421,522.36	74,952,186.87
MSME are identified wherever information has been received from the suppliers of their being registered under Micro Small and Medium Enterprises Development Act, 2006. For details regarding Interest and principal amount due to MSME exceeding 45 days as per Section 15 of the MSME Act, 2006-Refer Note No. 29.		
8 OTHER CURRENT LIABILITIES		
	189,258.00	1,393,875.06
	12,189,223.00	22,988,523.63
	358,270.00	570,457.00
	8,045,447.48	8,227,576.12
	15,451,005.01	5,203,594.12
	7,722,790.04	3,934,995.55
	739,000.00	-
	44,694,993.52	42,319,021.48

For Global Stones Pvt. Ltd.



Director

For Global Stones Pvt. Ltd.



Sweta Shah

Director



Notes Accompanying to the financial Statement for the year ended March 31, 2021
(in accordance with revised Schedule III to the Companies Act, 2013- to the extent applicable)

	As at 31st March, 2021	As at 31st March, 2020
9 SHORT TERM PROVISION		
Provision for Gratuity (Refer Note 30(b))	2,050,057.00	-
Provision for Leave Encashment (Refer Note 30(b))	178,638.00	-
Income tax Provision (Net of Advance Tax)	27,331,149.97	6,644,736.00
	<u>29,559,844.97</u>	<u>6,644,736.00</u>
NON CURRENT ASSETS		
10 PROPERTY, PLANT AND EQUIPMENT		
Tangible assets	528,105,399.00	597,368,767.05
Intangible assets	1,073,319.55	1,076,318.12
Capital Work in Progress	12,928,591.80	-
(As per annexure attached)	<u>542,107,310.35</u>	<u>598,445,085.17</u>
11 NON-CURRENT INVESTMENTS		
Investment in Subsidiary (Long Term)(Unquoted)		
Investment in Shares of Global Surfaces Inc (99.90 % Holding)	739,000.00	-
9990 Shares of USD 1 each	<u>739,000.00</u>	-
12 LONG TERM LOANS AND ADVANCES		
Security Deposits	9,474,922.37	9,086,533.92
Advance for Capital Goods	8,524,239.00	4,052,400.00
Advance to Staff & Labours	779,902.00	-
Mat Credit Entitlement (Refer Note: 36)	92,892,079.00	41,815,079.00
	<u>111,671,142.37</u>	<u>54,954,012.92</u>
CURRENT ASSETS		
13 INVENTORIES		
(As per Inventory taken, valued and certified by the management) (at lower of cost and net realisable value)		
Raw Material	80,158,000.50	56,605,534.00
Work-in-Progress	8,322,735.66	-
Finished Goods/ Semi - Finished Goods	205,903,005.28	158,579,542.00
Goods In Transit	18,808,580.00	-
Consumables	33,299,707.67	20,989,024.00
	<u>346,492,029.11</u>	<u>236,174,100.00</u>
14 TRADE RECEIVABLES		
unsecured considered good		
- Outstanding for a period exceeding six months from due date	19,725,856.42	20,192,800.00
- Outstanding for a period less than six months from due date (Refer Note No. 31)	383,071,279.99	402,797,135.82
	<u>402,797,135.82</u>	<u>263,262,232.27</u>
unsecured considered doubtful		
- Outstanding for a period exceeding six months from due date	1,636,956.00	-
Less: Provided for	<u>(1,636,956.00)</u>	-
	<u>402,797,135.82</u>	<u>283,455,032.27</u>
15 CASH AND BANK BALANCES		
Balances with Banks		
(a) In Current Account	45,958,654.68	5,620,926.81
(b) In Fixed Deposit (Pledged)	10,713,177.77	7,584,163.59
Cash on Hand	267,487.82	145,611.57
	<u>56,939,320.27</u>	<u>13,350,701.97</u>
Cash and Cash equivalent in accordance to AS- 3	<u>46,226,142.50</u>	<u>5,766,538.38</u>
16 SHORT TERM LOANS AND ADVANCES		
(Unsecured considered good)		
Loans To Body Corporates (Refer Note No. 31)	20,286,882.00	13,673,918.00
Advances To Parties (Refer Note No. 31)	26,637,791.02	19,348,015.25
Advance to Staff & Labours	1,436,645.00	3,208,961.61
	<u>48,361,318.02</u>	<u>36,230,894.86</u>
Note: Disclosure U/s 186- The loans have been given for general business purpose and has been utilized by the borrowers for the same.		
17 OTHER CURRENT ASSETS		
Balances with Revenue Department	32,475,319.13	25,103,638.85
Claims Recoverable	-	1,630,806.00
Duty Drawback Receivable	414,992.00	1,138,339.00
Prepaid Expenses	6,684,679.22	13,142,291.75
Rent Receivable (Refer Note No. 31)	1,162,167.00	44,400.00
	<u>40,737,157.35</u>	<u>41,059,475.60</u>

For Global Stones Pvt. Ltd.


 Director

For Global Stones Pvt. Ltd.


 Director


Notes Accompanying to the financial Statement for the year ended March 31, 2021
(in accordance with revised Schedule III to the Companies Act, 2013- to the extent applicable)

	As at 31st March, 2021	As at 31st March, 2020
18 REVENUE FROM OPERATIONS		
Direct Exports (Refer Note No. 31)	1,734,069,317.61	1,613,998,039.23
Domestic Sale (Refer Note No. 31)	7,412,052.21	5,957,364.00
Third Party Exports	1,918,467.68	6,663,884.00
	<u>1,743,399,837.50</u>	<u>1,626,619,287.23</u>
19 OTHER INCOME		
Duty Drawback	4,790,393.00	5,241,729.00
Exchange Fluctuation	27,913,482.42	14,256,767.08
Interest income (Refer Note No. 31)	1,983,571.17	1,104,074.90
Job Work Income	700,807.00	1,054,511.00
Profit on sale of Assets	285,391.18	11,163.00
Miscellaneous Income	4,555,955.18	5,485,308.86
Rent Received (Refer Note No. 31)	1,335,500.00	3,130,815.00
Profit on sale of Mutual Fund	906,323.91	892,651.23
	<u>42,471,423.86</u>	<u>31,177,020.07</u>
20 COST OF MATERIAL CONSUMED		
Cost of material consumed		
Raw Material		
Opening Stock	56,605,533.99	86,819,899.98
Add: Purchases (net of return)	791,174,085.49	658,358,152.68
Add: Freight	25,912,564.00	25,352,613.00
	<u>873,692,183.48</u>	<u>770,530,665.66</u>
Less: Closing stock	80,158,000.50	56,605,534.00
	<u>793,534,182.98</u>	<u>713,925,131.66</u>
Consumables & Stores Consumed	166,836,248.71	143,775,170.59
	<u>960,370,431.70</u>	<u>857,700,302.25</u>
Details of Material Consumed* (under broad heads)		
Granite/ Marble slabs	196,850,762.75	212,732,818.97
Consumables	166,836,248.71	143,775,170.59
Quartz, Grits, Resin etc	596,683,420.23	501,192,312.69
	<u>960,370,431.70</u>	<u>857,700,302.25</u>
21 PURCHASE OF STOCK IN TRADE		
Purchases	-	1,810,098.36
	<u>-</u>	<u>1,810,098.36</u>
22 DECREASE/(INCREASE) IN STOCK		
Finished/ Semi-Finished Goods and WIP		
Opening Stock		
Finished Goods/ Semi - Finished Goods	158,579,542.51	46,812,827.00
Work-in-Process	-	108,085,516.00
Less: Closing Stock	-	-
Finished Goods/ Semi - Finished Goods	224,711,585.28	158,579,542.00
Work-in-Process	8,322,735.66	-
	<u>233,034,320.95</u>	<u>158,579,542.00</u>
	<u>(74,454,778.44)</u>	<u>(3,681,199.00)</u>
23 EMPLOYEE BENEFIT EXPENSE		
Salaries, Wages, Bonus etc. (Refer Note No. 31)	85,990,113.26	79,985,060.00
Contribution to Provident & Other Funds	5,346,298.00	5,425,276.00
Director's Remuneration (Including Bonus, Commission)(Refer Note no. 31)	28,536,973.00	13,800,000.00
Keyman insurance premium	279,206.26	269,149.00
Gratuity (Refer Note no. 30(b))	5,213,557.57	780,186.92
Staff Welfare Exp.	2,081,623.71	2,552,321.39
	<u>127,447,771.80</u>	<u>102,811,993.31</u>
24 FINANCIAL COSTS		
Interest on Term Loan	5,532,895.09	12,656,983.20
Interest on Unsecured Borrowings	1,401,666.00	8,593,313.00
Interest on Short term Borrowings	12,520,502.64	21,868,692.40
Interest on Car Loan	422,368.79	644,267.54
Bank Charges & Processing Fees	8,788,507.03	7,053,840.54
Interest on Income Tax	4,780,000.00	1,050,249.00
Other Interest Charges	158,964.61	147,662.92
	<u>33,604,904.15</u>	<u>52,015,008.60</u>

For Global Stones Pvt. Ltd.


Director

For Global Stones Pvt. Ltd.


Sweta Shah
Director


Notes Accompanying to the financial Statement for the year ended March 31, 2021
(in accordance with revised Schedule III to the Companies Act, 2013- to the extent applicable)

	As at 31st March, 2021	As at 31st March, 2020
25 OTHER EXPENSES		
Manufacturing Expenses		
Commission On Purchases	500,000.00	1,465,581.00
Electricity Exp	48,897,048.97	50,222,558.40
Factory Overheads	810,661.00	2,394,575.00
Other Direct Expenses	28,215,582.88	27,218,995.48
Repair & Maintainance-Machinery	3,494,903.93	9,958,358.24
	81,918,196.78	91,260,068.12
Administration Expenses		
Auditors Remuneration:		
Statutory Audit	560,000.00	260,000.00
Tax Audit	20,000.00	20,000.00
Other Matters	20,000.00	20,000.00
Bad Debts	600,000.00	300,000.00
Donation & CSR Expenses (Refer Note No. 38)	8,280,859.90	3,939,393.08
Electricity charges	2,633,508.00	2,638,800.00
Insurance	348,838.40	234,948.00
Legal & Professional Fee	2,854,077.40	2,461,661.00
Loss By Fire	8,218,082.00	2,972,726.00
Impairment loss	-	1,696,392.00
Loss on Sale of Fixed Asset	-	238,571.00
Membership Charges	-	572,445.00
Miscellaneous Expenses	372,747.00	281,025.98
Postage , Stamps & Courier	7,718,606.48	5,105,718.60
Printing and Stationery	691,482.22	1,083,510.20
Rent, Rates and Taxes	1,215,737.67	710,991.80
Repair & Maintenance	2,799,490.44	497,280.50
Security Charges	10,349,460.62	8,216,253.14
Telephone Expenses	2,768,200.57	2,355,356.00
Travelling and Conveyance	740,853.07	994,455.32
Exchange Fluctuation Loss	1,856,930.78	6,655,226.06
	51,448,874.56	40,954,753.68
Selling & Distribution Expenses		
Business Promotion Expenses (Includes Forign Travelling Expenses)	11,550,741.40	18,266,985.57
Transportation Charges	68,620,726.73	63,613,834.34
Participation expenses of trade fairs	5,924,505.75	9,742,206.55
Other Selling & Distribution Expenses	52,370,932.95	44,628,531.42
	138,466,906.83	136,251,557.88
	271,833,978.17	268,466,379.68
26 EARNING PER SHARE		
Earning per share as per Accounting Standard 20 is calculated as under :	2020-21	2019-20
Profit/ (Loss) for the year (after Tax)	333,231,588.61	227,541,963.14
Weighted Average Number of Shares	6,449,870.00	6,449,870.00
Nominal Value of Shares	10.00	10.00
Basic and Diluted EPS	51.66	35.28
27 CONTINGENT LIABILITIES & COMMITMENTS		
(a) Contingent Liabilities		
(i) Income tax demand for which company has preferred appeal (including accrued interest)	3,088,137	2,658,835
(ii) A Search under Section 132 of the Income Tax Act, 1961 was conducted on December 29, 2020 on the Company, promoters and their group entities which resulted in seizure and impounding of certain documents and cash amounting to Rs. 14.5 lakhs belonging to Company. Statements u/s 132(4) was recorded from the Managing Director wherein he stated about certain accommodation entries and other incriminating transactions found in certain seized documents. However, notices under section 153A of Income Tax Act, 1961 are still awaited and further proceedings in this regard are still pending.		
(b) Claims against Company not acknowledge as Debt		
Litigation pending in Court	452,293.00	452,293.00
(c) Commitments		
Capital Commitments		
28 Particulars		
(a) Earnings in Foreign Currency		
Export of goods calculated on F.O.B. basis	1,734,069,318	1,613,998,039
(b) Value of Import on CIF basis		
Capital Goods	38,196,002.00	29,539,922
Raw material & Consumables	75,544,897.00	39,287,004
	113,740,899.00	68,826,926

For Global Stones Pvt. Ltd.

Director

For Global Stones Pvt. Ltd.

Sweta Shah
Director



Notes Accompanying to the financial Statement for the year ended March 31, 2021
(in accordance with revised Schedule III to the Companies Act, 2013- to the extent applicable)

As at 31st March, 2021

As at 31st March, 2020

(c) Value and % of Material Consumption

Raw Materials and Components:

	%		%	
Imported	8.15%	78,224,919	4.61%	39,576,098
Indigenous	91.85%	882,145,513	95.39%	818,124,204
	100.00%	960,370,432	100.00%	857,700,302

(d) Expenditure in Foreign Currency

- Sales Promotion	1,649,355.01	4,402,708.79
- Travelling	2,779,505.00	527,556.00
- Membership Exp	-	-
	4,428,860.01	4,930,264.79

29 Information in respect of micro and small enterprises as at 31 March 2021 as required by Schedule III to the Companies Act, 2013 and Micro, Small and Medium Enterprises Development Act,

Particulars	As at 31st March, 2021	As at 31st March, 2020
a) Amount remaining unpaid to any supplier:		
Principal amount	7,381,957.00	7,892,775.14
Interest due thereon	122,897.61	-
b) Amount of interest paid in terms of Section 16 of the MSMED Act along with the amount paid to the suppliers beyond the appointed day.	-	-
c) Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.	-	-
d) Amount of interest accrued and remaining unpaid	122,897.61	-
e) Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises, for the purpose of disallowances as a deductible expenditure under Section 23 of MSMED Act	-	-

The payment to the vendors are made as and when they are due, as per terms and conditions of respective contracts.

30 ACCOUNTING STANDARD DISCLOSURES

Employee Benefits

Disclosure in Pursuance to Accounting Standard (AS-15) "Employee Benefits" are as under:-

The Company has classified the various benefits provided to employees as under:-

(a) Defined Contribution Plan

Under this plan the company contributes to the Provident Fund and Employee State Insurance Fund.

The company has recognized the following amounts in Profit and loss account.

Particulars	March 31, 2021	March 31, 2020
Employer's Contribution to PF	3,903,294	3,424,143.00
Employer's Contribution to ESI	1,443,004	2,001,133.00

(b) Defined Benefit Plan

Gratuity (funded) and Leave Encashment (unfunded)

- I The Company has defined benefit plan comprising of Gratuity fund. During the year the company has also adopted defined benefit plan for leave encashment encompassing all accumulated leaves as at reporting date can be encashed by the employee's. The Company contributes to the gratuity fund managed by the Life Insurance Corporation of India. Leave encashment is unfunded.
- II The Company up to last year was calculating Gratuity liability for the eligible employee's who have completed 5 years of service as per Payment of Gratuity Act, 1972. No provision was made for leave encashment as there was no policy up to last year for encashment of leaves. The differential between obligation calculated on the actual basis by the company up to last year and opening obligation as per actuarial valuation has been charged to profit and loss account during the current year.

III Assumptions	Leave Encashment	Gratuity	Leave Encashment	Gratuity
Discount rate	6.35%	6.35%	NA	NA
Salary Growth Rate	6.00%	6.00%	NA	NA
Withdrawal Rate	6.00% p.a. at all ages	6.00% p.a. at all ages	NA	NA
IV Changes in obligation	Leave Encashment	Gratuity	Leave Encashment	Gratuity
Actuarial (Actual) value of gratuity at the beginning of the year	1,918,055	6,774,063		2,388,437
Current Service Cost	-	1,665,200		788,917
Benefit Paid	-	(708,125)		-
Interest Cost	-	448,122		-
Actuarial (gain)/loss on obligations	-	(372,317)		-
Actuarial (Actual) Value of gratuity at the end of the year	1,918,055	7,806,943		3,177,354
V Reconciliation of Plan Assets	Leave Encashment	Gratuity	Leave Encashment	Gratuity
Opening Value of Planned Assets	-	2,560,790		2,151,593.00
Contribution paid	-	-		427,158.00
Interest Income	-	218,236		148,182.00
Return on Plan Assets excluding interest	-	(94,080)		-
Benefits paid	-	(708,125)		(166,143.00)
Closing Value of plan assets	-	1,976,821		2,560,790.00

For Global Stones Pvt. Ltd.



Director

For Global Stones Pvt. Ltd.



Director



Notes Accompanying to the financial Statement for the year ended March 31, 2021
(in accordance with revised Schedule III to the Companies Act, 2013- to the extent applicable)

As at 31st March, 2021

As at 31st March, 2020

	As at 31st March, 2021	As at 31st March, 2020
VI Reconciliation of Present Value of Defined Benefit Obligation and the Fair Value of Assets		
Present value of unfunded obligation as at end of the year	1,918,055	7,806,943
Fair value of plan assets as at end of the year	-	1,976,821
Unfunded obligation recognised in the Balance Sheet	1,918,055	5,830,122
Shown as		
Non-Current Provision (refer note no.5)	1,739,417	3,780,065
Current Provision (refer note no.9)	178,638	2,050,057
VII Expenses recognized in Statement of Profit and Loss		
Current Service Cost	1,918,055	1,665,200
Interest Cost	-	448,122
Less: return on planned Assets	-	(124,156)
Actuarial (gain)/loss on obligations	-	(372,317)
Expenses to be recognized	1,918,055	1,616,849
Add: Earlier shortfall in provision (Refer Note II above)	-	3,596,709
Expenses debited to Employee Cost (Net)	1,918,055	5,213,558

31 RELATED PARTY DISCLOSURE

List of Related Parties

A) Key Managerial Personnel (KMP)

Name	Relationship
Mayank Shah	KMP
Sweta Shah	CEO & Relative of Director
Aseem Sehgal	Non Executive Director
Ashish Kumar Kachawa	Non Executive Director

B) Relatives of KMP and Entities where key management personnel or relatives of key management personnel have significant influence (Associates)

Name	Relationship	Entity	Relationship
Jagdamba Mines & Minerals	Associate	Granite Mart Limited	Associate
Shah Projects Pvt. Ltd.	Associate	Vridhi Commercial Company Limited	Associate
Vaishanavi Natural Minerals LLP	Associate	Divine Surfaces Private Limited	Associate
Gyarsi Lal Shah (Huf)	Associate	United Sales Agencies (CAL) Private Limited	Associate
Mayank Shah (Huf)	Associate	Auto Sales Agencies Private Limited	Associate
Rajiv Shah & Sons (Huf)	Associate	AVA Stones Private Limited	Associate
Vatsankit Shah Trust	Associate	Glittek Infrastructure Private Limited	Associate
Global Mining Company	Associate	Rubiks Agencies and Resports Private Limited	Associate
Global Casting Pvt. Ltd.	Associate	Divine Stones LLP	Associate
Republic Engineering Company	Associate	NSA Casting LLP	Associate
Super Towers Private Limited	Associate	N S Associates	Associate
Panchmurti Suppliers Limited	Associate	Mayank Commercial Private Limited	Associate
Sukriti Nirman LLP	Associate	Gladwin Engineers Private Limited	Associate
Shah Infrastructures	Associate	Glittek Granites Limited	Associate
Laminated Products (India)	Associate	Smooth Commedeal LLP	Associate
Image Retail LLP	Associate	R.S. Associates	Associate
Rajiv Shah	Relative of KMP	Global Surface Inc	Subsidiary
Nisha Shah	Relative of KMP	Mridvika Shah	Relative of KMP
Gyarsi Lal Shah	Relative of KMP	Vatsankit Shah	Relative of KMP
Vimal Kumar Agarwal	Relative of KMP	Karuna Devi agarwal	Relative of KMP
Mudit Agarwal	Relative of KMP		

B) Details of Transaction Entered during the year

	As at 31st March, 2021		As at 31st March, 2020	
	KMP	Associates/ Subsidiary/Relative	KMP	Associates/ Subsidiary/Relative
Directors' Remuneration (including bonus,commission)				
Mayank Shah	18,844,336	-	11,000,000.00	-
Rajiv Shah	-	-	2,800,000.00	-
Professional Fees				
Aseem Sehgal	290,000			
Ashish Kumar Kachawa	1,280,000			
KMP Salaries and Sitting Fees				
Sweta Shah -Salary,Bonus and Commission	10,702,637		3,600,000.00	
Purchase				
Global Mining Company		-		3,050,766.00
Rent Paid				
Jagdamba Mines and Minerals		-		30,000.00
Rent Received				
Global Casting Pvt. Ltd.		1,080,000.00		1,080,000.00
Global Mining Company		150,000.00		150,000.00
Laminated Product india		12,000.00		-

For Global Stones Pvt. Ltd.

Director

For Global Stones Pvt. Ltd.

Sweta Shah
Director

Notes Accompanying to the financial Statement for the year ended March 31, 2021
(in accordance with revised Schedule III to the Companies Act, 2013- to the extent applicable)

	As at 31st March, 2021		As at 31st March, 2020	
Shah Projects Private Limited		12,000.00		-
Super Tower Private Limited		12,000.00		-
Shah Infrastructures		12,000.00		-
Republic Engineering Company		12,000.00		-
Gyarsi Lal Shah		3,500.00		-
Gyarsi Lal Shah- HUF		6,000.00		-
R S Associates		6,000.00		-
NSA Castings LLP		12,000.00		-
NS Associates		6,000.00		-
Gladwin Engineers Private Limited		12,000.00		-
Interest Income				
Shah Projects Private Limited		406,079.00		-
AVA Stones Private Limited		396,986.00		-
Divine Surface Private Limited		410,301.00		-
Salaries, Wages, Bonus etc- Staff Training & Education Expense				
Mridvika Shah		4,990,300.00		-
Direct Exports				
Global Surfaces Inc		76,789,458.00		-
Domestic Sale				
Sweta Shah		1,934,185.59		-
Balances as at the year end				
Advance to Parties				
Global Mining Company		132,232.00		258,085.00
Laminated Products (India)		363,171.00		-
Investment in Subsidiary				
Global Surfaces Inc		739,000.00		-
Other payables				
Global Surfaces Inc.- Share capital Money payable		739,000.00		-
Employee Benefits payable - Outstanding Salary				
Rajeev Shah		922,511.00		-
Loans Given				
		Shah Projects Private Limited		Shah Projects Private Limited
Opening Balance	-	13,673,918.00	-	-
Payment during the year	-	4,003,540.00	-	13,600,000.00
Interest Received	-	406,079.00	-	82,131.00
Repaid during the year	-	14,043,395.00	-	8,213.00
Closing Balance	-	4,040,142.00	-	13,673,918.00
Loans Given				
		Divine Surfaces Private Limited		Divine Surfaces Private Limited
		AVA Stones Private Limited		AVA Stones Private Limited
Opening Balance	3,600,000.00		-	
Payment during the year	12,000,000.00	3,500,000.00	3,600,000.00	
Interest Received	410,301.00	396,986.00	-	
Repaid during the year	3,630,773.00	29,774.00	-	
Closing Balance	12,379,528.00	3,867,212.00	3,600,000.00	
Rent Receivables				
Sweta Shah	2,282,339.00	832,655.00		
Global Surface Inc		4,732,576.00		

- 32 In the opinion of the management, the internal and external sources does not give any indication of impairment of assets of the company as at the Balance Sheet date and the estimated recoverable amount of cash generating units is more than their carrying value. Being a matter of technical nature, auditors have relied upon the judgment of the management.
- 33 In the opinion of Board of Directors, Current Assets, Loans and Advances have been on realization at least equal to the amount at which they are stated in Balance Sheet. Adequate provisions have been made for all known liabilities.
- 34 There is no other reportable segment except "Block Manufacturing" segment hence no disclosure is required to be made in accordance with AS-17 "Segment Reporting" issued by Institute of Chartered Accountants of India.
- 35 The Company has taken due care to comply with the GST Act, 2017 provisions but the company is in the process of reconciliation of GST input claimed in the returns vis a vis the books of account vis a vis GSTR 2B. Any error/ mistakes or omissions found during the reconciliation shall be accounted for as and when reconciliation is completed. However, the management as a matter of prudence has made a provision to the extent of input appearing excess in the books of account vis a vis the electronic credit ledger appearing on the GST portal.
- 36 The Company at the beginning of the year had MAT Credit entitlement of Rs. 4,18,15079/-. During the year the company was eligible for, MAT credit entitlement of Rs. 5,107,7,000/- . The management is of the view that after the sunset period of SEZ deduction under section 10AA, the company will be required to pay tax at normal rate and therefore there is reasonable certainty that the MAT Credit entitlement shall be recovered in future. Therefore, the management decided to account for the balance MAT Credit entitlement of Rs. 9,28,92,079/- in the books of accounts and has shown the same under Long term Assets.

For Global Stones Pvt. Ltd.

[Signature]
Director

For Global Stones Pvt. Ltd.

[Signature]
Sweta Shah
Director



Notes Accompanying to the financial Statement for the year ended March 31, 2021
(in accordance with revised Schedule III to the Companies Act, 2013- to the extent applicable)

As at 31st March, 2021

As at 31st March, 2020

37 CORPORATE SOCIAL RESPONSIBILITY EXPENDITURE

- a. Gross amount required to be spent by the company during the year is Rs. 25,88,387/- (calculated as per 2% of the average net profits of the company made during the three immediately preceding financial years)
- b. Total amount spent during the Year 2020-21 is Rs. 26,33,508/- which is in excess of amount required.
- c. Amount spent during the year on:

Particulars	In Cash	Yet to be paid in cash	Total
Donations through Trusts/direct social expenditure	2,633,508.00		2,633,508.00
On purposes other than Construction/acquisition of any asset*	2,633,508.00		2,633,508.00
* figures in brackets indicates previous year's figure	2,638,800.00		2,638,800.00

- 38 The Company is primarily in the business of manufacturing and export of natural stones that includes Granite, Marble & quartzites and Engineered Quartz and other stone slabs and counter tops. The management based on their internal assessment of its business do not anticipate any material impact on financials due to COVID 19 pandemic and therefore no adjustment is required in the financial statements. However, the pandemic situation is evolving and the management shall take further assessment of its business as and when required.
- 39 The Company during the year had implemented ERP system for first time and due to certain incorrect data, integration errors in system implementation the management during the year reconciled these accounts with alternative methods including physical stock taking, re-valuation etc. Accordingly, corrective entries were passed in the ERP system to ensure that correct position is reflected in the financial records. The Management as at the yearend has represented that all reconciliation entries have been passed to ensure that all the integration and system implementation errors are eliminated/rectified and books of accounts as at year end shows correct financial values.
- 40 The Company has system of obtaining periodic confirmations of balances from banks and other parties. With regard to receivables, the Company trade receivables are generally on COD or on average 90 days credit period. Based on the receipts of subsequent payments from Trade receivables, the balances outstanding as at the year end can be said to be confirmed. Similarly, the trade payables can be said to be confirmed on the basis of subsequent payments made to the suppliers and to other payables. However, adjustments if any will be accounted for on confirmation/reconciliation of the same, which in the opinion of the management will not have a material impact.
- 41 Figures for the previous year in Balance Sheet have been regrouped and rearranged wherever considered necessary

By Order of the Board

For Global Stones Pvt. Ltd.

SWETA SHAH
Director
DIN:06883764

Sweta Shah
Director

For Global Stones Pvt.Ltd.

MAYANK SHAH
Managing Director
DIN:01850199

M. Shah
Director

For B. KHOSLA & CO.
Chartered Accountants
FRN: 000205C



Sandeep Mundra
SANDEEP MUNDRA
Partner
M. No. 075482

GLOBAL STONES PRIVATE LIMITED

Note 10: Annexure
STATEMENT OF PROPERTY, PLANT AND EQUIPMENT

Name of Assets	Gross Block				Depreciation				Net Block	
	Total as on 31-3-2020	Additions during the year	Deduction during the year	Total as on 31-3-2021	Upto 31-3-2020	Provided during the year	Adj. For deduction	Total upto 31-3-2021	As on 31-3-2021	As on 31-3-2020
TANGIBLE ASSETS										
Leasehold Land #	92,249,021	-	-	92,249,021	2,697,607	887,174	-	3,584,781	88,664,241	89,551,415
Building	208,573,122	2,500,218	-	211,073,340	34,343,489	9,613,210	-	43,956,699	167,116,641	174,229,632
Plant & Machinery	595,385,620	57,017,594	(740,044)	651,663,160	292,546,048	106,970,211	(554,416)	398,961,844	252,701,315	302,839,529
Furniture & Fixtures	9,346,188	-	-	9,346,188	4,589,755	1,228,346	-	5,818,101	3,528,087	4,756,433
Electrical Installation	30,296,003	125,001	-	30,421,004	18,406,162	5,801,721	-	24,207,883	6,213,121	11,889,841
Computer	1,827,399	206,417	(105,504)	1,928,312	1,425,808	243,974	(108,432)	1,561,350	366,962	401,592
Vehicles	32,227,478	-	-	32,227,478	19,899,837	3,813,905	-	23,713,742	8,513,736	12,327,641
Office equipment	4,118,367	624,655	-	4,743,022	2,745,725	999,198	(3,196)	3,741,726	1,001,296	1,372,643
	974,023,198	60,473,875	(845,548)	1,033,651,525	376,654,430	129,557,738	(666,043)	505,546,126	528,105,399	597,368,726
INTANGIBLE ASSETS										
Software	1,408,738	95,000	(135,000)	1,368,738	332,420	97,999	(135,000)	295,418	1,073,320	1,076,318
	975,431,936	60,568,875	(980,548)	1,035,020,263	376,986,850	129,655,736	(801,043)	505,841,544	529,178,719	598,445,044
Capital WIP	-	12,928,592	-	12,928,592	-	-	-	-	12,928,592	-
TOTAL	975,431,936	73,497,467	(980,548)	1,047,948,855	376,986,850	129,655,736	(801,043)	505,841,544	542,107,310	598,445,044
Figures for the prev. year	294,746,411	397,577,314	11,830,167	680,493,558	106,584,070	34,027,329	4,281,458	136,329,941	544,163,616	176,078,209

Note: The company in FY 2019-20 had re-assessed the useful life of certain Plant and Machinery and based on the technical advice had considered useful life of Plant and Machinery which is different from the rate specified in Schedule II of the Companies Act, 2013. Had the Company adopted the useful life as specified in the Schedule II of the Companies Act, 2013, the depreciation on the Plant and Machinery would have been lower by Rs. 4,06,14,864/-

Note: Refer Note 3 and 6 for information on Property, Plant & Equipment offered as security against borrowings taken by the company and Refer Note 32 for its carrying amount.



For Global Stones Pvt. Ltd.

For Global Stones Pvt. Ltd.

[Signature]
Director

[Signature]
Director

Director