

---

**Lloyds Luxuries Limited**

---

**Audited Financials  
2020 - 2021**



# Todarwal & Todarwal LLP

## Chartered Accountants

### INDEPENDENT AUDITOR'S REPORT

To The Members Of Lloyds Luxuries Limited

#### Report on the Audit of the Standalone Financial Statements

#### Qualified Opinion

We have audited the accompanying Standalone Financial Statements of **Lloyds Luxuries Limited** ("the Company"), which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements")

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters prescribed in the Basis for Qualified Opinion Para, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards (AS) prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and its cash flows for the year ended on that date.

#### Basis for Qualified Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing (SA) specified under section 143(10) of the Act. 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 (ICAI) together with the independence requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

*We invite attention to Note 13 regarding the manner of accounting for Branding, Marketing and Initial Setup Costs incurred for the Financial Year 2020-21 aggregating to Rs.2,72,06,654/- (Previous Year 2019-20 Rs. 3,84,37,314/-) which have been accounted under the head Non-Current Assets in the Balance Sheet. This manner of accounting is not as per AS-26 on Intangible Assets. Had the correct accounting been followed the profits would have been lower by Rs.2,72,06,654/-, that would result into loss during the year amounting to Rs. 2,59,04,431/- (Previous Year 2019-20 Rs.3,39,22,143/-).*

#### Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the Financial Statements and our auditors' 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.



# Todarwal & Todarwal LLP

## Chartered Accountants

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **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 Standards and other accounting principles generally accepted in India. 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are 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 Standalone Financial Statements.

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

- Identify and assess the risks of material misstatement of the 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 financial controls 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.



# Todarwal & Todarwal LLP

## Chartered Accountants

- 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 Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **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 B', a statement on the matters specified in paragraphs 3 and 4 of the Order.

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;



# Todarwal & Todarwal LLP

## Chartered Accountants

- c) The Company has no branch office and hence the Company is not required to conduct audit under section 143 (8) of the Act;
- d) 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;
- e) Except for the effects of the matter on AS-26 "Intangible Assets", described in the Basis for Qualified Opinion, in our opinion, the aforesaid Financial Statements comply with the Accounting Standards (AS) prescribed under Section 133 of the Act, read with the Companies (Accounts) Rules, 2014;
- f) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
- g) 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 in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's Internal Financial Controls over Financial Reporting; and
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has no pending litigations that needs to be disclosed in Financial Statements.
  - ii. Based on the information and explanations provided to us, the Company does not have any long-term contracts, including derivatives, for which provisions for material foreseeable losses need to be provide.
  - iii. The Company is not required to transfer any amount to the Investor Education and Protection Fund.

For **Todarwal & Todarwal LLP**

Chartered Accountants

ICAI Reg. No.: W100231


**Sunil Todarwal**

Partner

M. No.: 032512

UDIN: 21032512 AAAADH3950

Date: 01<sup>st</sup> November 2021

Place: Mumbai

**Annexure - A to Independent Auditor's Report**

**Report on the Internal Financial Controls 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 Lloyds Luxuries Limited ("the Company") as of 31<sup>st</sup> March 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 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 over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, 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. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

**Meaning of Internal Financial Controls over Financial Reporting**

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the



# Todarwal & Todarwal LLP

## Chartered Accountants

Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the Financial Statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

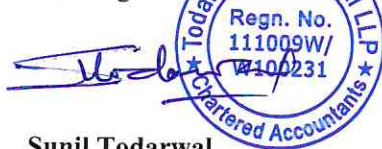
### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 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 **Todarwal & Todarwal LLP**

Chartered Accountants

ICAI Reg. No. W/100231



**Sunil Todarwal**

Partner

M. No.: 032512

UDIN: 21032512AAAADH3950

Date: 01<sup>st</sup> November 2021

Place: Mumbai

**Annexure - B to Independent Auditor's Report**

The 'Annexure B' referred to in Independent Auditor's Report to the Members of the Company on the Financial Statements for the year ended 31<sup>st</sup> March 2021, we report that:

- (i) (a) According to the information and explanation given to us and based on the records produced before us, we are of the opinion that the Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets, except that cost of each individual asset is not captured in the register.
- (b) According to the information and explanation given to us, fixed assets were physically verified by the management during the year, according to a design to cover all the locations which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. However, the Company was unable to conduct the year end physical verification exercise of fixed assets due to the Covid-19 pandemic lockdown.
- (c) According to the information and explanation given to us and based on the records produced before us, the Company does not own any immovable property.
- (ii) Inventories have been physically verified by the Management at regular intervals. In our opinion, the frequency of such verification is reasonable. We are informed that discrepancies noticed on such verification were not material as compared to the book records. The discrepancies noticed on such verification have been properly dealt within the books of accounts.
- (iii) According to the information and explanation given to us, the Company has not granted during the year any unsecured loans. Hence this clause is not applicable to the Company.
- (iv) According to the information and explanation given to us, the Company has not given any loans, investments, guarantees and other securities. Hence the provisions of Section 185 and 186 are not applicable.
- (v) According to the information and explanation given to us, the Company has not accepted any deposits within the meaning of Section 73 to 76 of the Act and the rules framed there under.
- (vi) The maintenance of Cost Records have been prescribed under section 148(1) of the Companies Act, 2013 but the provisions of the same is not applicable to 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, generally amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Professional Tax, Goods and Services Tax, Cess and other material statutory dues have generally been regularly deposited during the year by the Company, with the appropriate authorities. Also, no undisputed statutory dues payable for the year were in arrears as at 31<sup>st</sup> March, 2021 for a period of more than six months.
- (b) According to the information and explanation given to us and the record produced before us, no undisputed amounts are payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Professional Tax, Goods and Services Tax, Cess and other material statutory dues.
- (viii) According to the information and explanation given to us and based on the records produced before us, the Company has not defaulted in repayment of dues to financial institutions and banks.





# Todarwal & Todarwal LLP

## Chartered Accountants

- (ix) According to the information and explanation given to us and the record produced before us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) but it has taken term loan during the year and has been utilized for the purpose, it was raised.
- (x) During the course of our examination of the books of account carried in accordance with the generally accepted auditing standards in India, we have neither come across any instance of fraud on or by the Company by its officers or employees, either noticed or reported during the year, nor have we been informed of such case by the Management.
- (xi) According to the information and explanation given to us and the record produced before us, managerial remuneration has been paid during the year as per the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company as specified in the Nidhi Rules, 2014. Hence the provision of this clause is not applicable to the Company.
- (xiii) According to the information and explanation given to us and the record produced before us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements, as required by the applicable Accounting Standards.
- (xiv) According to the information and explanation given to us and the record produced before us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Hence the provision of this clause is not applicable to the Company.
- (xv) As per the information and explanation given to us and the record produced before us, the Company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **Todarwal & Todarwal LLP**  
Chartered Accountants  
ICAI Reg. No.: W100231


**Sunil Todarwal**  
Partner  
M. No.: 032512  
UDIN: 21032512 AAAA DM 3950  
Date: 01<sup>st</sup> November 2021  
Place: Mumbai



**LLOYDS LUXURIES LTD.**  
**CIN NO:- U74999MH2013PLC249449**  
**BALANCE SHEET AS AT MARCH 31, 2021**

Particulars	Note No.	As at 31st March 2021	As at 31st March 2020
		INR	INR
<b>I EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share Capital	1	25,00,00,000	25,00,00,000
(b) Reserves and Surplus	2	(9,50,70,672)	(9,64,35,158)
<b>2 Non-Current Liabilities</b>			
(a) Long-term borrowings	3	11,09,09,591	9,78,02,884
(b) Long-term Provisions	4	22,03,498	30,07,434
(c) Other long term Liabilities	5	21,98,72,793	18,34,67,114
<b>3 Current Liabilities</b>			
(a) Trade payables	6	-	-
(i) total outstanding dues of micro enterprises and small enterprises; and (ii) total outstanding dues of creditors other than micro enterprises and small enterprises		2,68,28,069	3,01,87,638
(b) Other current liabilities	7	1,70,44,579	5,17,52,734
(c) Short-term Provisions	8	54,01,555	88,22,407
<b>TOTAL</b>		<b>53,71,89,412</b>	<b>52,86,05,053</b>
<b>II ASSETS</b>			
<b>1 Non-Current Assets</b>			
(a) Property, Plant & Equipment	9		
(i) Tangible assets		15,20,86,197	16,68,28,821
(ii) Intangible assets		1,42,46,047	1,32,44,901
(iii) Capital work-in-progress		2,34,77,585	44,50,540
(b) Non Current Investments	10	2,49,556	2,49,556
(c) Deferred tax assets (Net)	11	65,08,727	62,43,322
(d) Long-term loans and advances	12	2,54,28,856	2,52,92,360
(e) Other non-current assets	13	26,55,51,057	24,05,10,027
<b>2 Current assets</b>			
(a) Inventories	14	2,36,50,037	2,64,75,316
(b) Trade receivables	15	87,57,628	77,75,838
(c) Cash and Bank Balances	16	8,72,847	19,61,766
(d) Short-term loans and advances	17	5,23,326	17,49,183
(e) Other current assets	18	1,58,37,547	3,38,23,422
<b>TOTAL</b>		<b>53,71,89,412</b>	<b>52,86,05,053</b>
Notes forming part of the financial statements	25		

As per Our Report of Even Date

For **Todarwal and Todarwal LLP**

Chartered Accountants

ICAI Firm Reg. No. W100231

Regn. No. 111009W/

W100231

Sunil Todarwal

Partner

Membership no. 032512

Shreekrishna Mukesh Gupta

Director

Din no.:- 06726742

For and on behalf of the Board

**LLOYDS LUXURIES LIMITED**

Rajashekhhar M. Alegavi

Director

Din no.:- 03584302

Sushant J Mishra

Chief Financial Officer

PAN: AKYPM8597Q

*Prannay Dokkania*

Prannay Dokkania

Manager / COO

PAN:AJMPD9143N

UDIN : 21032512-AAAA043450

Place : Mumbai

Date :- 01st November 2021

Lloyds Luxuries Ltd.

8th Annual Report 2020 - 21.

Page 1 of 18




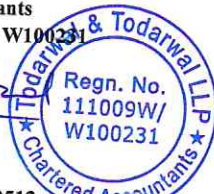
**LLOYDS LUXURIES LTD.**  
CIN NO:- U74999MH2013PLC249449

**LLOYD STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON MARCH 31, 2021**  
LUXURIES

Particulars	Note No.	For the year ended	For the year ended
		31st March 2021	31st March 2020
		INR	INR
<b>I INCOME</b>			
Revenue From Operations	19	18,15,72,417	27,12,45,293
Other Income	20	59,57,793	88,35,540
<b>Total Revenue</b>		<b>18,75,30,211</b>	<b>28,00,80,833</b>
<b>II EXPENSES</b>			
(a) Operating Expenses	21	9,40,56,531	14,08,32,005
(b) Employee Benefits Expense	22	4,03,90,970	8,90,61,688
(c) Finance Costs	23	1,46,32,715	1,14,67,144
(d) Depreciation and Amortization Expense	9	2,29,03,127	2,40,60,802
(e) Other Expenses	24	1,42,44,645	1,01,44,023
<b>Total Expenses</b>		<b>18,62,27,987</b>	<b>27,55,65,663</b>
<b>III Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>13,02,224</b>	<b>45,15,170</b>
<b>IV Exceptional items</b>		-	-
<b>V Profit before extraordinary items and tax (V - VI)</b>		<b>13,02,224</b>	<b>45,15,170</b>
<b>VI Extraordinary items</b>		-	-
<b>VII Profit before tax (VII- VIII)</b>		<b>13,02,224</b>	<b>45,15,170</b>
<b>VIII Tax Expense:</b>			
(1) Current Tax Expense		2,03,147	9,03,384
(2) Deferred Tax		(2,65,405)	(7,93,433)
<b>IX Profit (Loss) for the period from continuing operations (VII-VIII)</b>		<b>13,64,482</b>	<b>44,05,219</b>
<b>X Profit/(loss) from discontinuing operations</b>		-	-
<b>XI Tax expense of discontinuing operations</b>		-	-
<b>XII Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>		-	-
<b>XIII Profit (Loss) for the period (XI + XIV)</b>		<b>13,64,482</b>	<b>44,05,219</b>
<b>Earnings Per Equity Share (Of Rs. 1/- Each):</b>			
Basic / Diluted		0.07	0.22
Notes forming part of the financial statements	25		


For Todarwal and Todarwal  
Chartered Accountants  
ICAI Firm Reg. no. W100231

  
Sunil Todarwal  
Partner  
Membership no. 032512  
UDIN : 21032512-AAAADH3450  
Date :- 01st November 2021  
Place : Mumbai



For and on behalf of the Board  
LLOYDS LUXURIES LIMITED

  
Shree Krishna Mukesh Gupta  
Director  
Din no.:- 06726742

  
Rajashekhar M. Alegavi  
Director  
Din no.:- 03584302

  
Sushant J Mishra  
Chief Financial Officer  
PAN: AKYPM8597Q

  
Prannay Dokkania  
Manager / COO  
PAN:AJMPD9143N

**LLOYDS LUXURIES LTD.**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2021**

Particulars	For the year ended 31st March 2021		For the year ended 31st March 2020	
	INR		INR	
<b>A CASH FLOW FROM OPERATING ACTIVITIES :</b>				
Net Profit Before Extraordinary Items and Taxation		13,02,224		45,15,171
<b>Adjustment for :</b>				
Depreciation on Fixed Assets	2,29,03,127		2,40,60,802	
Interest, Commitment & Finance Charges (Net)	1,46,32,715		1,14,67,144	
Interest/Dividend Received & Other Income	(12,274)		(10,950)	
		3,75,23,568		3,55,16,996
<b>Operating Profit Before Changes in Working Capital</b>		<b>3,88,25,792</b>		<b>4,00,32,167</b>
<b>Adjustments for changes in operating Assets/ Liabilities</b>				
(Increase) / Decrease in Operating Receivables	(69,47,585)		(6,10,30,006)	
(Increase) / Decrease in Inventories	28,25,279		(96,05,106)	
Increase / (Decrease) in Operating Payables	(58,86,834)	(1,00,09,140)	5,18,43,282	(1,87,91,830)
<b>Cash Generated from operations</b>		<b>2,88,16,658</b>		<b>2,12,40,337</b>
Income Tax		2,03,147		9,03,384
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b>2,86,13,511</b>		<b>2,03,36,953</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>				
Purchase of Fixed Assets Net	(2,81,88,694)		(3,10,87,431)	
Investment in LLP	-		-	
Interest/Dividend Received & Other Income	12,274		10,950	
<b>NET CASH FROM INVESTING ACTIVITIES</b>		<b>(2,81,76,420)</b>		<b>(3,10,76,481)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES :</b>				
Issued of Share Capital	-		-	
Share Application Money Received/ (Refunded)	-		-	
Proceeds / (Repayment) of borrowings	1,31,06,707		2,27,24,486	
Interest, Commitment & Finance Charges Paid (Net)	(1,46,32,715)		(1,14,67,144)	
<b>NET CASH USED IN FINANCING ACTIVITIES</b>		<b>(15,26,008)</b>		<b>1,12,57,342</b>
<b>Net Increase In Cash &amp; Cash Equivalents</b>		<b>(10,88,917)</b>		<b>5,17,814</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>		<b>19,61,764</b>		<b>14,43,953</b>
<b>Cash and Cash Equivalents at the end of the year</b>		<b>8,72,847</b>		<b>19,61,764</b>

**Notes :**

- The Operating Trade & Other Receivables consist of Trade Receivables, Short-term and Long-term Loans and Advances and Other Current & Non current Assets.
- The Operating Trade & Other Payables consist of Short Term Borrowing, Trade Payables, Short-term Provisions and Other Current Liabilities.

As per Our Report of Even Date  
For Toadarwal and Toadarwal  
Chartered Accountants  
ICAI Firm Reg. No. W100231



Sunil Toadarwal  
Partner  
Membership no.032512

Sureekrishna Mukesh Gupta  
Director  
Din no.:- 06726742

For and on behalf of the Board  
LLOYDS LUXURIES LIMITED

Rajashekhhar M. Alegavi  
Director  
Din no.:- 03584302

Sushant J Mishra  
Chief Financial Officer  
PAN: AKYPM8597Q

Prannay Dokkania  
Manager / COO  
PAN:AJMPD9143N

UDIN : 21032512AAAAADH3950  
Date :- 01st November 2021  
Place : Mumbai

# LLOYDS LUXURIES LTD

## Notes forming part of financial statements

Note: 1

<u>Share Capital</u>	As at 31st March 2021		As at 31 March 2020	
	Number	INR	Number	INR
<b>Authorised</b>				
Equity Shares of `Rs. 10/- each		-		-
Equity Shares of `Rs. 1/- each	2,00,00,000	2,00,00,000	2,00,00,000	2,00,00,000
Preference Share of Rs. 10/- each	2,30,00,000	23,00,00,000	2,30,00,000	23,00,00,000
<b>Issued, subscribed &amp; paid up</b>				
Equity Shares of `Rs. 10/- each		-		-
Equity Shares of `Rs. 1/- each	2,00,00,000	2,00,00,000	2,00,00,000	2,00,00,000
Non Convertible, non cumulative and Redeemable Preference Shares of Rs.10/- each	2,30,00,000	23,00,00,000	2,30,00,000	23,00,00,000
<b>Total</b>	<b>4,30,00,000</b>	<b>25,00,00,000</b>	<b>4,30,00,000</b>	<b>25,00,00,000</b>

Refer note (i) to (ii) below

(i) The company has two class of share.

(ii) Reconciliation of the number of Equity shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31st March 2021		As at 31 March 2020	
	Number	INR	Number	INR
Shares outstanding at the beginning of the year				
Sub-division of shares during the year	2,00,00,000	2,00,00,000	2,00,00,000	2,00,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	2,00,00,000	2,00,00,000	2,00,00,000	2,00,00,000

The company has sub-divided 20,00,000 Equity shares of Rs. 10/- each into 2,00,00,000 Equity shares Re.1/- each

(iii) Details of Equity shares held by each shareholder holding more than 5% shares:

<u>Name of Shareholder</u>	As at 31st March 2021	As at 31 March 2020
	No. of Shares held	No. of Shares held
Istayak Ansari	10,00,000	10,00,000
Plutus Trade & Commodities LLP	1,89,99,950	1,89,99,950
<b>TOTAL</b>	<b>1,99,99,950</b>	<b>1,99,99,950</b>

(iv) Reconciliation of the number of Preference shares of Rs. 10/- each and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31st March 2021		As at 31 March 2020	
	Number	INR	Number	INR
Shares outstanding at the beginning of the year	2,30,00,000	23,00,00,000	2,30,00,000	23,00,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	2,30,00,000	23,00,00,000	2,30,00,000	23,00,00,000

(v) Details of Preference shares held by each shareholder holding more than 5% shares:

<u>Name of Shareholder</u>	As at 31st March 2021	As at 31 March 2020
	No. of Shares held	No. of Shares held
Lloyds Metals & Minerals Trading LLP	2,30,00,000	2,30,00,000

Note:2

<u>Reserves &amp; Surplus</u>	As at 31st March 2021	As at 31 March 2020
	INR	INR
<b>(A) Surplus / Deficit in statement of Profit or Loss</b>		
Opening balance	(9,64,35,158)	(10,08,40,378)
(+) Net Profit/(Net Loss) For the current year	10,99,077	44,05,220
(-) Transfer to Reserves	-	-
Closing Balance	(9,53,36,081)	(9,64,35,158)
<b>Total</b>	<b>(9,53,36,077)</b>	<b>(9,64,35,158)</b>



LLOYDS LUXURIES LTD

Notes forming part of financial statements

Note: 3

<u>Long term borrowings</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
Term loan (A) From Banks Secured	11,09,09,591	9,78,02,884
	11,09,09,591	9,78,02,884
<b>Total</b>	<b>11,09,09,591</b>	<b>9,78,02,884</b>

Note:- Secured Loan Term Loan @ 12% from Citizencredit Copoeprative bank Ltd Rs. 7,20,78,398/- will be paid in 66 equal installments.

Note: 4

<u>Long term provisions</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
(a) Provision for Employee benefits: Provision for gratuity	22,03,498	30,07,434
<b>Total</b>	<b>22,03,498</b>	<b>30,07,434</b>

Note: 5

<u>Other long term Liabilities</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
(a) Loans & Advances	21,98,72,793	18,34,67,114
<b>Total</b>	<b>21,98,72,793</b>	<b>18,34,67,114</b>

Note: 6

<u>Trade payables</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
Trade Payables	2,68,28,069	3,01,87,650
<b>Total</b>	<b>2,68,28,069</b>	<b>3,01,87,650</b>

Note: 7

<u>Other current liabilities</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
(a) Duties & Taxes	56,13,911	3,00,60,567
(b) Advance from Customer	1,14,30,668	2,16,92,167
<b>Total</b>	<b>1,70,44,579</b>	<b>5,17,52,734</b>

Note: Suppliers / service providers covered under Micro, Small Medium Enterprises Development Act, 2006 have not furnished the information regarding filing of necessary memorandum with the appropriate authority. In view of this information required to be disclosed u/s. 23 of the said Act is not given.

Note: 8

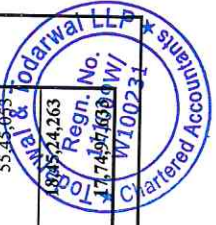
<u>Short term Provisions</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
Provision for expenses	2,72,668	2,00,761
Provision for Salary and Incentives	49,25,740	86,21,646
Provision for Tax	2,03,147	-
<b>Total</b>	<b>54,01,555</b>	<b>88,22,407</b>



**LLOYDS LUXURIES LTD**

Notes forming part of the financial statements  
Note 9 : Property, Plant & Equipment

Sr. No.	PARTICULARS	USEFUL LIFE NO. OF YEARS	Gross Block				Accumulated depreciation and impairment				Net Block		
			AS ON 01.04.2020	ADDITIONS FOR THE PERIOD	SALE/ADJUSTMENT FOR THE PERIOD	AS AT 31.03.2021	AS ON 01.04.2020	FOR THE PERIOD	ADJUSTMENT FOR SALE/TRANSFER	AS AT 31.03.2021	AS AT 31.03.2021	AS AT 31.03.2020	
			INR	INR	INR	INR	INR	INR	INR	INR	INR	INR	
<b>TANGIBLE ASSETS :-</b>													
A	Leasehold Property Previous year 2019 - 20	Lease Term	6,79,47,959 6,68,54,217	28,60,299 10,93,742		7,08,08,258 6,79,47,959	3,10,95,605 2,59,74,344	52,58,853 51,21,261				3,44,53,801 3,68,52,354	3,68,52,354 4,08,79,873
B	Plant & Machinery :-												
(i)	Service Equipments Previous year 2019 - 20	100%	1,01,43,089 70,74,706	2,56,910 32,93,731	2,25,348	1,03,99,998 1,01,43,089	1,01,43,088 70,74,705	2,56,911 32,93,731	2,25,348			- 1.00	0.81 1.25
(ii)	Service Machinery Previous year 2019 - 20	15	2,76,62,967 2,98,37,564	- 52,797	22,27,394	2,76,62,967 2,76,62,967	46,01,375 33,84,944	13,24,139 13,53,158	1,36,727			2,17,37,452 2,30,61,591	2,30,61,591 2,64,52,620
C	Office equipments Previous year 2019 - 20	5	1,05,11,333 95,43,682	12,171 17,33,767	7,66,116	1,05,23,504 1,05,11,333	37,02,243 30,27,930	8,64,907 7,68,111	93,798			59,56,354 68,09,090	68,09,090 65,15,752
D	Computers Previous year 2019 - 20	3	17,37,019 15,82,824	1,42,333 1,54,195		18,79,352 17,37,019	13,00,557 11,65,163	1,59,343 1,35,394	- -			4,19,452 4,36,462	4,36,462 4,17,661
E	Furniture & Fixtures Previous year 2019 - 20	7	12,53,33,935 10,03,50,333	10,44,097 2,65,84,234	16,00,633	12,63,78,032 12,53,33,935	2,89,32,526 1,90,58,652	1,11,61,533 1,01,88,538	3,14,644			8,62,83,973 9,64,01,409	9,64,01,409 8,12,91,701
F	Electrical Fittings Previous year 2019 - 20	10	53,43,246 56,30,726	5,05,905 3,79,685	6,67,165	58,49,150 53,43,246	20,75,331 16,37,946	5,38,653 5,19,225	81,840			32,35,165 32,67,914	32,67,914 39,92,780
<b>INTANGIBLE ASSETS :-</b>													
G	Software Previous year 2019 - 20	3	48,25,930 32,78,071	54,000 16,73,859	1,26,000	48,79,930 48,25,930	18,90,758 13,37,791	8,01,228 5,72,417	19,450			21,87,944 29,35,172	29,35,172 19,40,280
H	License Rights Previous year 2019 - 20	10	2,21,48,816 2,01,92,031	42,85,934 19,56,785		2,64,34,750 2,21,48,816	1,18,39,087 97,30,120	25,37,561 21,08,967	- -			1,20,58,103 1,03,09,729	1,03,09,729 1,04,61,911
<b>TOTAL</b>			27,56,54,292 24,43,44,156	91,61,649 3,69,22,793	56,12,656	28,48,15,941 27,56,54,292	9,55,80,570 7,23,91,575	2,29,03,127 2,40,60,802	8,71,807			16,63,32,244 18,00,73,723	18,00,73,722 17,19,52,581
J	Capital work-in-progress Previous year 2020 - 21		44,50,540 55,45,053	2,69,60,214 3,36,172	79,33,169 14,30,684	2,34,77,585 44,50,540	- -	- -	- -			2,34,77,585 44,50,540	44,50,540 55,45,053
<b>TOTAL</b>			28,01,04,833 24,98,89,208	3,61,21,863 3,72,58,965	79,33,169 70,43,341	30,82,93,526 28,01,04,833	9,55,80,570 7,23,91,575	2,29,03,127 2,40,60,802	8,71,807			11,84,83,697 9,55,80,570	18,98,09,829 18,45,24,263
<b>Previous Period Total</b>													



*[Handwritten Signature]*

Note: 10

<u>INVESTMENTS</u>		As at 31st March 2021	As at 31 March 2020
		INR	INR
Lloyds Palms Spa LLP		49,556	49,556
Fixed Deposit		2,00,000	2,00,000
<b>Total</b>		<b>2,49,556</b>	<b>2,49,556</b>

Note 11

The components of significant timing differences that resulted in deferred tax assets and liabilities are as follows:

<u>Deferred tax assets</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
Difference in WDV of Fixed Assets & Gratuity	65,08,727	62,43,322
Other Timing Differences	-	-
<b>Total</b>	<b>65,08,727</b>	<b>62,43,322</b>

Note: 12

<u>Long term loans and advances</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
(a) Security Deposits: (Unsecured, considered good)		
Deposit with landlords	2,44,47,985	2,52,92,360
Deposit with others	-	-
	2,44,47,985	2,52,92,360
(b) Loan & Advances		
Capital advances	9,80,871	-
<b>Total</b>	<b>2,54,28,856</b>	<b>2,52,92,360</b>

Note: 13

<u>Other non current asset</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
(a) Balances with government authorities	15,20,336	36,85,960
(b) Branding and Marketing Expenses	14,76,35,820	12,08,97,241
(c) Preoperative Expenses	11,63,94,901	11,59,26,826
<b>Total</b>	<b>26,55,51,057</b>	<b>24,05,10,027</b>

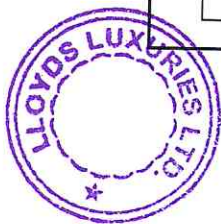
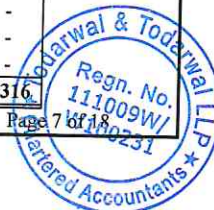
Note: 14

<u>Inventories</u> as valued & certified by the management (At lower of cost and net realisable value)	As at 31st March 2021	As at 31st March 2020
	INR	INR
<b>Stock in hand :-</b>		
Traded Goods	2,36,50,037	2,64,75,316
Spares and Materials	-	-
Service Equipments - Warners	-	-
Stock in transit	-	-
<b>Total</b>	<b>2,36,50,037</b>	<b>2,64,75,316</b>

Lloyds Luxuries Ltd.

8th Annual Report 2020 - 21.

Page 7 of 18



Note: 15

<u>Trade receivables</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
Trade receivables Unsecured, considered good	87,57,628	77,75,838
<b>Total</b>	<b>87,57,628</b>	<b>77,75,838</b>

Note: 16

<u>Cash and Bank Balances</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
(1) Cash & Cash Equivalents Cash on hand	3,66,084	3,00,810
<b>Balances with banks</b> On Current accounts Cheques in Hand	5,06,763 -	16,60,956 -
<b>Total</b>	<b>8,72,847</b>	<b>19,61,766</b>

Note:- Fixed deposit given as Bank Guarantee towards deposit for Haryana Sales tax Rs. 2,00,000/-.

Note: 17

<u>Short term loans and advances</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
(a) Loans & Advances (i) Related parties (refer footnote i)	2,03,876	-
	2,03,876	-
(a) Other Loans & advances - Unsecured, considered good To Employees To Others	2,37,885 81,565	17,49,183 -
	3,19,450	17,49,183
<b>Total</b>	<b>5,23,326</b>	<b>17,49,183</b>

(i) Details of Loans & Advances to related parties:-

	Amount
Lloyds Health & Beauty Pvt. Ltd.	2,03,876
<b>Total</b>	<b>2,03,876</b>

Note: 18

<u>Other current asset</u>	As at 31st March 2021	As at 31st March 2020
	INR	INR
(a) Advances recoverable in cash or kind	2,36,033	2,36,033
(b) Prepaid Expenses	3,83,811	2,32,100
(c) Interest accrued but not due	-	-
(d) Goods and Service tax Receivables	66,50,960	3,33,55,289
(e) Advance Paid to Creditor	85,66,742	-
<b>Total</b>	<b>1,58,37,546</b>	<b>3,38,23,422</b>



LLOYDS LUXURIES LTD

Notes forming part of financial statements

Note: 19

<u>Revenue from operations</u>	For the year ended 31st March 2021	For the year ended 31st March 2020
	INR	INR
<b>Sale of Products:</b>		
Sales - Products	6,84,47,068	4,36,39,860
- Services	10,25,60,924	18,35,82,565
<b>Net Sales</b>	<b>17,10,07,992</b>	<b>22,72,22,425</b>
Franchisee Fees	15,00,000	3,34,73,879
Royalty	90,64,425	1,05,48,989
<b>Net Franchisee Sales</b>	<b>1,05,64,425</b>	<b>4,40,22,868</b>
<b>Total</b>	<b>18,15,72,417</b>	<b>27,12,45,293</b>

Note: 20

<u>Other Income</u>	For the year ended 31st March 2021	For the year ended 31st March 2020
	INR	INR
(i) Rent	17,02,373	37,95,763
(ii) Sundry Balances written back	1,87,066	7,75,423
(iii) Interest income	12,274	10,950
(iv) Misc Income	4,52,123	95,453
(v) Foreign Exchange Gain	-	76,568
(vi) Dividend Income	-	160
(vii) Profit on sale of Assets	31,60,198	40,81,224
(viii) Gratuity Gain	4,43,759	
<b>Total</b>	<b>59,57,793</b>	<b>88,35,540</b>

Note: 21

<u>Operating Expenses</u>	For the year ended 31st March 2021	For the year ended 31st March 2020
	INR	INR
(i) Cost of Material Sold	3,21,78,980	3,35,85,307
(ii) Royalty	47,53,596	1,22,37,089
(iii) Customer service	20,79,699	45,12,897
(iv) Electricity	35,19,915	69,46,988
(v) Housekeeping & Laundry		
- House Keeping	39,89,980	65,39,310
- Laundry	1,36,225	16,56,499
(vi) Rent	4,47,22,808	6,92,62,971
(vii) Store Management	24,09,278	34,37,391
(viii) Water Charges	2,66,050	
(ix) Revenue Share	-	26,51,732
(x) Packing Charges	-	1,820
<b>Total</b>	<b>9,40,56,531</b>	<b>14,08,32,005</b>

Note: 22

<u>Employee Benefit Expense</u>	For the year ended 31st March 2021	For the year ended 31st March 2020
	INR	INR
(i) Salary, Wages & Bonus etc.	3,67,75,587	7,94,83,928
(ii) Contribution to Provident & Other Funds	27,53,286	64,96,815
(iii) Staff Welfare Expense	8,62,097	30,80,945
<b>Total</b>	<b>4,03,90,970</b>	<b>8,90,61,688</b>



Note: 23

<b>Finance Cost</b>	<b>For the year ended 31st March 2021</b>	<b>For the year ended 31st March 2020</b>
	<b>INR</b>	<b>INR</b>
Interest Expense on Borrowings	1,46,32,715	1,14,67,144
<b>Total</b>	<b>1,46,32,715</b>	<b>1,14,67,144</b>

Note: 24

<b>General Expenses</b>	<b>For the year ended 31st March 2021</b>	<b>For the year ended 31st March 2020</b>
	<b>INR</b>	<b>INR</b>
(i) Printing & Stationery	1,60,973	1,42,043
(ii) Travelling & Conveyance Expense	20,56,839	6,69,882
(iii) Postage & Communications	11,84,995	14,03,693
(v) Legal & Professional Fees	17,70,715	8,41,894
(vi) Repairs and maintenance	7,98,091	9,07,456
(vii) Recruitment expenses	1,65,524	-
(viii) Payment Auditors (Refer Note (i) below)	1,70,000	-
(ix) Donations	-	-
(x) Insurance	2,31,409	8,74,363
(xi) General Expenses	5,72,463	2,65,038
(xii) Rates & Taxes	20,08,072	9,57,925
(xiv) Loading and unloading expenses TRANS	4,10,237	-
(xv) Sales Promotion ADV	5,442	3,34,257
(xvi) Membership & Subscription	1,43,190	1,45,178
(xvii) Loss on share in Lloyds Palms spa LLP	-	-
(xviii) Sales Commission	3,82,247	-
(xix) Ineligible ITC / Swatch Bharat Cess Tax Expense	5,66,303	5,957
(xx) sundry Balancew/off	-	-
(xxi) Bank charges & Commissions	24,00,962	35,28,419
(xxii) Brokerage & Commission	-	10,500
(xxiii) Export Service & Shipping Charges	-	57,144
(xxiii) Foreign Exchange Loss	5,59,910	275
(xxiv) Other Expenses	6,57,274	-
<b>Total</b>	<b>1,42,44,645</b>	<b>1,01,44,023</b>

Note: (i)

<b>Particular</b>	<b>For the year ended 31st March 2021</b>	<b>For the year ended 31st March 2020</b>
	<b>INR</b>	<b>INR</b>
<b>(i) Payments to the auditors comprises (net of service tax input credit, where applicable):</b>		
As auditors - statutory audit	1,00,000	1,00,000
For Tax Audits	50,000	50,000
Audit Expenses	20,000	-
<b>Total</b>	<b>1,70,000</b>	<b>1,50,000</b>



<b>COMPUTATION OF TOTAL INCOME</b>			
	<b>Particulars</b>	<b>Amount</b>	<b>Amount</b>
<b>1</b>	<b>BUSINESS INCOME</b>		13,02,224
	Net Profit as per Profit & Loss A/c.		
Add :	<u>Disallowance</u>		
	Depreciation as per Companies Act	2,29,03,127	
	Gratuity u/s 43 B	-	
	Amount inadmissible under the proviso to section 36(1)(iii).	-	
	Donations	-	
			2,29,03,127
			2,42,05,351
Less :	<u>Allowance /Income Considered Separately</u>		
	Depreciation as per Income Tax Act	2,18,72,429	
	Pre -operative Expenses claimed at 1/5th but c/f in bs	2,34,96,339	4,53,68,768
	<b>Income chargeable under the head ' Business &amp; Profession'</b>		<b>(2,11,63,417)</b>
			(2,11,63,417)
	Gross Total Income		(2,11,63,417)
	Rounded Off To		<b>(2,11,63,417)</b>
	Tax Payable @ 25% (A)		-
	<b>MINIMUM ALTERNATIVE TAX</b>		
	<b>CALCULATION OF BOOK PROFITS U/S.115JB</b>		
	Profit After Tax	13,02,224	
	Interest on TDS	-	
			13,02,224
	Tax Payable @ 15% (B)		<b>1,95,334</b>
<b>COMPUTATION OF TAX</b>			
	Tax Payable Greater of (A) or (B)		1,95,334
	Add Surcharge @ 7%		-
			1,95,334
	Add Education Cess @ 4%		7,813.34
	Total Tax Payable		2,03,147
	Add: Interest u/s 234 B		
	Interest u/s 234 C		-
			2,03,147
Less :	Advance Tax		
	TDS	15,20,336	
	TCS		
	Balance Tax Payable		15,20,336
	Self Assessment Tax Paid		(13,17,189)
	Tax Payable / (Refundable)		<b>(13,17,189)</b>



<b>COMPUTATION OF DEFERRED TAX</b>			
<b>PARTICULARS</b>	<b>RATE</b>	<b>AMT</b>	<b>AMT</b>
Depreciation as per Companies Act		2,29,03,127	
Depreciation as per Income Tax Act		2,18,72,429	
Difference - Liability / (Asset )			(10,30,698)
Provision of Gratuity as per Companies Act		-	
Provision of Gratuity as per Income Tax Act		-	
Difference - Liability / (Asset )			-
Net Deffered Liabilty / (Asset)			(10,30,698)
<b>Deffered Tax Laibility / (Asset)</b>	<b>25.75%</b>		<b>(2,65,405)</b>



*[Handwritten signature]*

## Lloyds Luxuries Limited

### Note 25: Notes forming part of the financial statements

#### I. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:

##### a. **Basis & Method of Accounting:**

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with generally accepted accounting principles (“GAAP”) and in compliance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 and Companies (Accounting Standards) Amendment Rules, 2016

The preparation of financial statements in conformity with GAAP requires that the management of the Company makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. Examples of such estimates include the useful lives of tangible and intangible assets, provision for doubtful debts/advances, future obligations in respect of retirement benefit plans, etc. Difference, if any, between the actual results and estimates is recognized in the period in which the results are known.

##### b. **Use of Estimates:**

Management has made certain estimates and assumptions in conformity with the GAAP, which are reflected in the preparation of these financial statements. The Difference between the actual results and estimates are recognized in the period in which the results are known.

##### c. **Property, Plant & Equipment (PPE):**

- i. PPE are stated at cost less accumulated depreciation. Cost comprises of cost of acquisition and expenditure directly attributable for commissioning of the asset.
- ii. PPE are to be carried at the residual value which is two percent of cost, at the end of their useful life.
- iii. Capital work in progress comprises of expenditure, direct or indirect, incurred on Outlets which are yet to be brought into working condition.

]



- iv. Leasehold premises comprises of fixtures that are immovable in nature.
- v. Furniture and fixtures comprises of assets which are movable in nature.

**d. Intangible Assets:**

- i. License Rights includes the right to operate the stores for a period of 10 years from the year 2014-15.
- ii. Software comprises of the initial set up cost for the installation of the MMS software required to record product and service sales affected at the respective outlets.

**e. Depreciation:**

- i. Depreciation on fixed assets is provided on the straight-line method as per the useful life decided by the management from the current year, which is as follows:

Sr. No	Nature of Asset	Useful life
1.	Leasehold Property	Initial Lease Term
2.	Service Machinery	20 years
3.	Office Equipment's	10 years
4.	Computers	5 years
5.	Electrical Fittings	10 years
6.	Furniture & fixtures	10 years

- ii. Leasehold improvements are amortized over the period of initial term lease.
- iii. Individual assets having life of less than one year are entirely depreciated in the year of acquisition.
- iv. Depreciation on addition/deletion to fixed assets during the year is provided on pro-rata basis from the date of such addition / deletion as the case may be.
- v. The fixtures which form part of leasehold premises are depreciated over the lease period as per the lease contract entered into by the company.
- vi. The assets having value of Rs. 5,000 or less are fully depreciated in the year of purchase.



- vii. Residual Value for fixed assets has been calculated at 2% of purchase value.
- viii. Service Equipments are fully depreciated in the year of purchase.

**f. Amortization of Intangible Assets:**

- i. The license amount is amortized over the license term i.e. 10 years.
- ii. The company amortizes the amount of software of a period of 5 years.

**g. Revenue Recognition:**

- i. Income from services rendered is recognized once the services are provided to the customer.
- ii. Membership sales are recognized on as and when they occur i.e. when the same is purchased by the customer and for the services which can be availed within a period of one year from the date of purchase.
- iii. Revenue on sale of gift card is recognized when gift card is sold/issued to customer instead of when redeemed.
- iv. Sale of product are recognized as below:

Sr.No	Type of Sale	Method of recognition
1	Outlet sale	At the time of POS *
2.	Channel sale	At the time of POS *
3	E- Commerce	At the time when the product is ready for dispatch.

- Point of Sale (POS):- the point at which the customer makes the payment to the merchant in exchange for product.
- v. Sales for product sent on consignment are recognized when actual sales takes place.
- vi. Franchisee fees received from the franchisee is recognized as income based on the contractual agreement.
- h. Inventory:**
- i. Inventories, including those held by consignment agents, are valued at lower of cost and net realizable value.





- ii. Cost of inventories is determined on first-in-first out (FIFO) method of inventory valuation.
- iii. Cost of inventories comprises costs of purchase and other costs incurred in bringing them to their respective operating location.
- iv. The saleable products are classified under stock-in-trade and as traded goods.
- v. Consumption products and packing material are classified under spares and material.

**i. Employee Benefits**

**i. Short term Employee Benefits:**

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries and other incentives are recognized at the undiscounted amount in the Profit and Loss Account in the period in which the employee renders the related service.

**ii. Long term Employee benefits:**

The provision for gratuity is recognized on full liability basis and calculated as per the Payment of Gratuity Act, 1972 i.e. in the case of monthly rated employees, fifteen days salary is divided by the monthly rate of salary last drawn by the employee on twenty six day basis. Gratuity is payable to employees only if they serve the company for a minimum period of five years.

Provident Fund benefit to employees is provided for on accrual basis and charged to Profit and Loss Account.

**j. Foreign Exchange Transactions:**

Transactions in foreign currency are recorded at exchange rates prevailing on the dates of respective transactions. The difference in translation and realized gains and losses on foreign exchange transactions are recognized in the Profit and Loss Account. Company has recognized a net Foreign Exchange loss of **Rs. 5,59,909.69/-** which has been calculated as per principles laid down in AS-11.

The transactions that are due at the end of financial year are revalued at closing rate and the difference of realized gains and losses on foreign exchange transactions are recognized in the Profit and Loss Account.

**k. Impairment of Fixed Assets**

Wherever events or changes in circumstances indicate that the carrying value of fixed assets may be impaired, such assets are subject to a test of recoverability, based on discounted cash flows expected from use or disposal thereof. If the assets are impaired, loss is recognized.



**l. Taxes on income**

- i) Tax expense comprises both current and deferred tax at the applicable enacted/substantively enacted rates. Current tax represents the amount of income tax payable in respect of the taxable income for the reporting period as per Income tax Act, 1961.
- ii) Deferred tax represents the effect of timing differences between taxable income and accounting income for the reporting period that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Such assets are reviewed as at each Balance Sheet date to reassess realization.

**m. Provisions and Contingent Liability/ Contingent Asset:**

Provisions are recognized when the company has a legal and constructive present obligation as a result of a past event, for which it is probable that outflow of resources will be required and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities are disclosed when there is a possible obligation that may result in an outflow of resources. Contingent assets are neither recognized nor disclosed.

**n. Branding, Pre-operative and marketing expenditure:**

Branding, marketing and pre-operative cost incurred by the company have been allocated as capital and revenue expenditure on the basis of management assessment of such expenditure. Amount of such branding, pre-operative and marketing costs incurred and carried forward would be amortized from F.Y. 2021-22.

**o. Borrowing Cost capitalized – AS 16:**

Interest cost is on term loan taken from Citizencredit Co-operative Bank Ltd, by the company

**p. Accounting Standard – 17 Segment reporting:**

The Company is engaged in the sale & services of men's groom care products which, in the context of Accounting Standard 17 on Segment Reporting constitutes a single reportable business segment.



q. **Accounting Standard 18 Related party transaction-**  
**Name of related party & description of relationship:**

Sr.no	Name of related parties	Nature of Relationship
<b>a.</b>	<b>Key Management personnel</b>	
I	Shree Krishna Mukesh Gupta	Whole time Director
II	Istayak Ahmed Ansari	Director
III	Shyam Dandriyal	Director
IV	Sushant Janardan Mishra	Chief Financial Officer
V	Priyanka Agarwal	Company Secretary
VI	Sanyogita Ramanan	Manager
VII	Prannay Dokkania	Manager / COO
<b>b.</b>	<b>Enterprises in which key management personnel/director having significant influence.</b>	
I	Lloyds Health & Beauty Pvt. Ltd	
II	Jasper brands Private Limited	
III	Trofi Chain Factory Pvt Ltd	
IV	Artaxerxes Fitness And Lifestyle Pvt. Ltd.	
V	LUXELIFE VENTURES LLP	

**Summary of transaction with aforesaid parties:**

Sr. No	Particulars	Period Ended March 21	Period Ended March 20
<b>A</b>	<b>Key Managerial personnel</b>		
	Remuneration/ Professional fees:		
I	Shree Krishna Mukesh Gupta	Nil	Nil
II	Istayak Ansari	15,07,623	51,04,562
III	Sushant Mishra	9,12,800	12,50,676
IV	Priyanka Agarwal	1,38,217	1,70,170
V	Sanyogita Ramanan	10,79,638	29,53,330
	<b>Loans &amp; Advances given during year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	23,100	Nil
	<b>Purchases during the year</b>		
I	Jasper Brands Pvt. Ltd.	13,47,493	32,40,923
II	Trofi Chain Factory Pvt Ltd	2,41,133	Nil
	<b>Advances receivable at the end of the year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	2,03,876	1,80,776
II	Sharing of Premises with Trofi Chain Factory Pvt. Ltd. (Formerly known as The Pizza Chain Factory Pvt Ltd.)		
a)	Rent Income	17,02,373	37,83,050.88
b)	Sale of Assets	1,12,35,517	28,948
III	Jasper Brands Private Ltd	Nil	Nil



**r. Accounting Standard 19- Accounting for Operating Lease:**

The Company has various operating leases for premises; the leases are renewable on fixed periodic basis and are cancellable in nature after lock in period.

- Total amount of future minimum lease payments under non- cancellable operating lease is:

Less than 1 year	Rs. 1,69,99,500/-
1 to 5 years	Rs. 1,86,79,500/-
More than 5 years	NIL

**s. Accounting Standard – 20 Earning per Share**

Particulars	For 2020-21	For 2019-20
Profit attributable to Equity Shareholders (in Rs.)	13,64,482	44,05,220
No. of Equity Shares outstanding during the Period (Basic)	200,00,000	200,00,000
No of Weighted Average Equity Shares outstanding during the Period (Diluted)	200,00,000	200,00,000
Nominal Value of Equity Shares (in Rs.)	1	1
Basic Earnings per Share (in Rs.)	0.07	0.22
Diluted Earnings per Share (in Rs.)		

**t. Remuneration details of directors:**

Sr. No.	Particulars	For 2020-21	For 2019-20
1	Remuneration	Nil	17,36,500
2	Professional fees	Nil	18,00,000
3	Revenue Share	15,07,623	33,04,562
	<b>Total</b>	<b>15,07,623</b>	<b>68,41,062</b>



**u. Foreign Currency Expenditure**


Value of import on CIF basis.


Particulars	2020-21	2019-20
Purchase	Rs 2,20,74,288	Rs.3,09,96,875.82
Royalty	Rs.47,53,596	Rs.1,22,37,088.96
Training	Nil	Nil
Legalization of Documents	Nil	Nil

v. Balance in respect of Sundry Debtors, Sundry Creditors and Advances in some cases are subject to confirmation and adjustments, if any.


w. Previous Year figures have been regrouped / rearranged wherever necessary, to make them comparable with current year figures.  
As per our report of even date attached

For and on behalf of Board of Directors of  
Lloyds Luxuries Ltd

  
Shreekrishna Gupta  
Director  
Din no.:- 06726742

  
Rajashekhar M Alegavi  
Director  
Din no.:- 03584302

  
Sushant J Mishra  
Chief Financial Officer  
PAN:AKYPM8597Q

  
Prannay Dokkania  
COO  
PAN:AJMPD9143N

Place : - Mumbai

Date :-



q. Accounting Standard 18 Related party transaction-  
Name of related party & description of relationship:

Sr.no	Name of related parties	Nature of Relationship
<b>a.</b>	<b>Key Management personnel</b>	
I	Shree Krishna Mukesh Gupta	Whole time Director
II	Istayak Ahmed Ansari	Director
III	Shyam Dandriyal	Director
IV	Sushant Janardan Mishra	Chief Financial Officer
V	Priyanka Agarwal	Company Secretary
VI	Sanyogita Ramanan	Manager
VII	Prannay Dokkania	Manager / COO
<b>b.</b>	<b>Enterprises in which key management personnel/director having significant influence.</b>	
I	Lloyds Health & Beauty Pvt. Ltd	
II	Jasper brands Private Limited	
III	Trofi Chain Factory Pvt Ltd	
IV	Artaxerxes Fitness And Lifestyle Pvt. Ltd.	
V	LUXELIFE VENTURES LLP	

Summary of transaction with aforesaid parties:

Sr. No	Particulars	Period Ended March 21	Period Ended March 20
<b>A</b>	<b>Key Managerial personnel</b>		
	Remuneration/ Professional fees:		
I	Shree Krishna Mukesh Gupta	Nil	Nil
II	Istayak Ansari	15,07,623	51,04,562
III	Sushant Mishra	9,12,800	12,50,676
IV	Priyanka Agarwal	1,38,217	1,70,170
V	Sanyogita Ramanan	10,79,638	29,53,330
	<b>Loans &amp; Advances given during year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	23,100	Nil
	<b>Purchases during the year</b>		
I	Jasper Brands Pvt. Ltd.	13,47,493	32,40,923
II	Trofi Chain Factory Pvt Ltd	2,41,133	Nil
	<b>Advances receivable at the end of the year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	2,03,876	1,80,776
II	Sharing of Premises with Trofi Chain Factory Pvt. Ltd. (Formerly known as The Pizza Chain Factory Pvt Ltd.)		
a)	Rent Income	17,02,373	37,83,050.88
b)	Sale of Assets	2,13,250	28,948
III	Jasper Brands Private Ltd	Nil	Nil

- q. Accounting Standard 18 Related party transaction-  
Name of related party & description of relationship:

Sr.no	Name of related parties	Nature of Relationship
<b>a.</b>	<b>Key Management personnel</b>	
I	Shree Krishna Mukesh Gupta	Whole time Director
II	Istayak Ahmed Ansari	Director
III	Shyam Dandriyal	Director
IV	Sushant Janardan Mishra	Chief Financial Officer
V	Priyanka Agarwal	Company Secretary
VI	Sanyogita Ramanan	Manager
VII	Prannay Dokkania	Manager / COO
<b>b.</b>	<b>Enterprises in which key management personnel/director having significant influence.</b>	
I	Lloyds Health & Beauty Pvt. Ltd	
II	Jasper brands Private Limited	
III	Trofi Chain Factory Pvt Ltd	
IV	Artaxerxes Fitness And Lifestyle Pvt. Ltd.	
V	LUXELIFE VENTURES LLP	

**Summary of transaction with aforesaid parties:**

Sr. No	Particulars	Period Ended March 21	Period Ended March 20
<b>A</b>	<b>Key Managerial personnel</b>		
	Remuneration/ Professional fees:		
I	Shree Krishna Mukesh Gupta	Nil	Nil
II	Istayak Ansari	15,07,623	51,04,562
III	Sushant Mishra	9,12,800	12,50,676
IV	Priyanka Agarwal	1,38,217	1,70,170
V	Sanyogita Ramanan	10,79,638	29,53,330
	<b>Loans &amp; Advances given during year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	23,100	Nil
	<b>Purchases during the year</b>		
I	Jasper Brands Pvt. Ltd.	13,47,493	32,40,923
II	Trofi Chain Factory Pvt Ltd	2,41,133	Nil
	<b>Advances receivable at the end of the year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	2,03,876	1,80,776
II	Sharing of Premises with Trofi Chain Factory Pvt. Ltd. (Formerly known as The Pizza Chain Factory Pvt Ltd.)		
a)	Rent Income	17,02,373	37,83,050.88
b)	Sale of Assets	2,13,250	28,948
III	Jasper Brands Private Ltd	Nil	Nil

q. Accounting Standard 18 Related party transaction-  
Name of related party & description of relationship:

Sr.no	Name of related parties	Nature of Relationship
<b>a.</b>	<b>Key Management personnel</b>	
I	Shree Krishna Mukesh Gupta	Whole time Director
II	Istayak Ahmed Ansari	Director
III	Shyam Dandriyal	Director
IV	Sushant Janardan Mishra	Chief Financial Officer
V	Priyanka Agarwal	Company Secretary
VI	Sanyogita Ramanan	Manager
VII	Prannay Dokkania	Manager / COO
<b>b.</b>	<b>Enterprises in which key management personnel/director having significant influence.</b>	
I	Lloyds Health & Beauty Pvt. Ltd	
II	Jasper brands Private Limited	
III	Trofi Chain Factory Pvt Ltd	
IV	Artaxerxes Fitness And Lifestyle Pvt. Ltd.	
V	LUXELIFE VENTURES LLP	

Summary of transaction with aforesaid parties:

Sr. No	Particulars	Period Ended March 21	Period Ended March 20
<b>A</b>	<b>Key Managerial personnel</b>		
	Remuneration/ Professional fees:		
I	Shree Krishna Mukesh Gupta	Nil	Nil
II	Istayak Ansari	15,07,623	51,04,562
III	Sushant Mishra	9,12,800	12,50,676
IV	Priyanka Agarwal	1,38,217	1,70,170
V	Sanyogita Ramanan	10,79,638	29,53,330
	<b>Loans &amp; Advances given during year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	23,100	Nil
	<b>Purchases during the year</b>		
I	Jasper Brands Pvt. Ltd.	13,47,493	32,40,923
II	Trofi Chain Factory Pvt Ltd	2,41,133	Nil
	<b>Advances receivable at the end of the year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	2,03,876	1,80,776
II	Sharing of Premises with Trofi Chain Factory Pvt. Ltd. (Formerly known as The Pizza Chain Factory Pvt Ltd.)		
a)	Rent Income	17,02,373	37,83,050.88
b)	Sale of Assets	<b>213250</b>	28,948
III	Jasper Brands Private Ltd	Nil	Nil





q. Accounting Standard 18 Related party transaction-  
Name of related party & description of relationship:

Sr.no	Name of related parties	Nature of Relationship
<b>a.</b>	<b>Key Management personnel</b>	
I	Shree Krishna Mukesh Gupta	Whole time Director
II	Istayak Ahmed Ansari	Director
III	Shyam Dandriyal	Director
IV	Sushant Janardan Mishra	Chief Financial Officer
V	Priyanka Agarwal	Company Secretary
VI	Sanyogita Ramanan	Manager
VII	Prannay Dokkania	Manager / COO
<b>b.</b>	<b>Enterprises in which key management personnel/director having significant influence.</b>	
I	Lloyds Health & Beauty Pvt. Ltd	
II	Jasper brands Private Limited	
III	Trofi Chain Factory Pvt Ltd	
IV	Artaxerxes Fitness And Lifestyle Pvt. Ltd.	
V	LUXELIFE VENTURES LLP	

Summary of transaction with aforesaid parties:

Sr. No	Particulars	Period Ended March 21	Period Ended March 20
<b>A</b>	<b>Key Managerial personnel</b>		
	Remuneration/ Professional fees:		
I	Shree Krishna Mukesh Gupta	Nil	Nil
II	Istayak Ansari	15,07,623	51,04,562
III	Sushant Mishra	9,12,800	12,50,676
IV	Priyanka Agarwal	1,38,217	1,70,170
V	Sanyogita Ramanan	10,79,638	29,53,330
	<b>Loans &amp; Advances given during year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	23,100	Nil
	<b>Purchases during the year</b>		
I	Jasper Brands Pvt. Ltd.	13,47,493	32,40,923
II	Trofi Chain Factory Pvt Ltd	2,41,133	Nil
	<b>Advances receivable at the end of the year</b>		
I	Lloyds Health & Beauty Pvt. Ltd	2,03,876	1,80,776
II	Sharing of Premises with Trofi Chain Factory Pvt. Ltd. (Formerly known as The Pizza Chain Factory Pvt Ltd.)		
a)	Rent Income	17,02,373	37,83,050.88
b)	Sale of Assets	1,12,35,517	28,948
III	Jasper Brands Private Ltd	Nil	Nil

