

MILESTONE FURNITURE LIMITED
CIN - L36912MH2014PLC254131

BALANCE SHEET AS ON MARCH 31, 2021

Particulars	As at March 31, 2021	As at March 31, 2020
<u>EQUITY AND LIABILITIES</u>		
1] Shareholder's Funds		
a] Share Capital	92,970,000	92,970,000
b] Reserves and Surplus	184,740,493	197,282,166
	277,710,493	290,252,166
	-	-
2] Non-Current Liabilities		
a] Long Term borrowings	1,546,620	1,546,620
b] Deferred Tax Liabilities (Net)	-	-
	1,546,620	1,546,620
3] Current Liabilities		
a] Trade Payables	1,680,839	2,621,060
b] Other current liabilities	24,998	102,140
c] Short term borrowing	-	-
c] Short term provisions	-	49,602
	1,705,837	2,772,802
Total	280,962,950	294,571,588
<u>ASSETS :</u>		
1] Non - Current Assets		
a] Fixed Assets		
(i) Tangible assets	40,337,128	43,543,229
(ii) Intangible assets	-	-
(iii) Capital Goods and Material - WIP	16,503,210	16,503,210
b] Long term loans and advances	50,035,500	50,035,500
c] Deferred tax assets	230,800	230,800
	107,106,638	110,312,739
2] Current Assets		
a] Inventories	37,514,952	45,340,352
b] Trade Receivables	44,824,391	46,845,954
c] Cash & Cash Equivalents	280,530	146,540
d] Short-term loans and advances	78,892,091	79,581,655
e] Other Current Assets	12,344,348	12,344,348
	173,856,312	184,258,849
Total	280,962,950	294,571,588
	0	(0)

Notes forming part of financial statements
As per our report of even date attached

For: NGST & Associates
Chartered Accountants
FRN: 135159W

For and behalf of Board of Directors
Milestone Furnitures Ltd.

sd/-
Bhupendra S Gandhi
Partner

Membership no.: 122296
UDIN - 21122296AAAADJ6403

sd/-
(DIGAMBAR SUDAM
SONGHARE)
Managing Director

DIN: '06809398

sd/-
(GANESH KUMAR
SADANAND PATLIKADAN)
Whole-Time Director and
CEO

DIN: '06809407

Place: Mumbai
Date: 30/06/2021

sd/-
(TRIVENI RAJESH JADE)
CFO
PAN: ATQPJ9400Q

MILESTONE FURNITURE LIMITED
CIN - L36912MH2014PLC254131

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED MARCH 31, 2021

(Amt in Rs.)

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
REVENUE		
a) Income from Operation	2,233,599	8,031,974
b) Other income	-	-
Total Revenue	2,233,599	8,031,974
EXPENSES		
a) Cost of Material Consumed	10,665,426	3,215,773
b) Employees Benefit Cost	329,999	762,969
c) Financial Costs	26,304	5,928
d) Depreciation and amortization expenses	3,206,101	2,156,254
e) Other Expenses	547,442	1,692,641
Total Expenses	14,775,271	7,833,565
Profit before extraordinary items and tax	(12,541,673)	198,409
Extraordinary Items	-	-
Profit before tax	(12,541,673)	198,409
Tax expense:		
(i) Current tax	-	49,602
(ii) Deferred tax	-	17,514
Profit for the period	(12,541,673)	131,293
Earning per equity share:		
- Basic	(1.35)	0.01
- Diluted	(1.35)	0.01

Notes forming part of financial statements
As per our report of even date attached

For: NGST & Associates
Chartered Accountants
FRN: 135159W

For and behalf of Board of Directors
Milestone Furnitures Ltd.

sd/-
Bhupendra S Gandhi
Partner

Membership no.: 122296
UDIN - 21122296AAAADJ6403

Place: Mumbai
Date: 30/06/2021

sd/-
(DIGAMBAR SUDAM
SONGHARE)
Managing Director

DIN: '06809398

sd/-
(GANESH KUMAR
SADANAND PATLIKADAN)
Whole-Time Director and
CEO
DIN: '06809407

sd/-
(TRIVENI RAJESH JADE)
CFO
PAN: ATQPJ9400Q

MILESTONE FURNITURE LTD

Notes Forming Part of Financial Statements for the year ended 31st March, 2021

Particulars	As at 31-Mar-21	As at 31-Mar-20
Note 1 - Share Capital		
Authorised		
1,00,00,000 (P.Y. 1,00,00,000) Equity shares of Rs. 10/- each	100,000,000	100,000,000
Total	100,000,000	100,000,000
Issued, Subscribed and Paid Up		
92,97,000 (P.Y. 92,97,000) Equity shares of Rs. 10/- each	92,970,000	92,970,000
Total	92,970,000	92,970,000
Reconciliation of the Number of Shares		
At the beginning of the year	9,297,000	9,297,000
Issued during the period - Fresh Allotment	-	
At the end of the year	9,297,000	9,297,000
Terms/rights attached to Equity shares		
The Company has only one class of Equity shares having a par value of Rs 10 per share.		
All these shares have the same rights and preferences with respect to payment of dividend, repayment of capital and voting.		
In the event of liquidation of the Company the holders of the equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts (if any). The distribution will be in proportion to the number of equity shares held by the shareholders.		
Details of shareholding more than 5% shares in the Company		
	31 March 2021	31 March 2020
	No. of Shares held	No. of Shares held
Digambar Sudam Songhare	2,999,975	2,999,975
Ganesh Kumar Sadanand Patlikadan	2,999,975	2,999,975
Note 2 - Reserves and Surplus		
Securities Premium		
Opening balance	178,520,954	178,520,954
Add: Addition during the year	-	-
Less: IPO expenses Set off	-	-
	178,520,954	178,520,954
Balance in Surplus		
Opening Balance	18,761,212	18,629,919
Add: Profit for the year	(12,541,673)	131,293
Closing Balance	6,219,539	18,761,212
Total	184,740,493	197,282,166
Note 3 - Long Term Borrowings		
Unsecured Loan from NBFC's & others	1,546,620	1,546,620
	1,546,620	1,546,620
Note 4 - Trade Payables		
Due to MSME	-	-
Due to other creditors	1,680,839	2,621,060
	1,680,839	2,621,060
Note 5 - Other Current Liabilities		
Advance from customers	-	-
Other current liabilities	24,998	102,140
	24,998	102,140

MILESTONE FURNITURE LTD
Notes Forming Part of Financial Statements for the year ended 31st March, 2021

Particulars	As at 31-Mar-21	As at 31-Mar-20
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Note 7 - Long Term Loans and Advances

Security deposits	50,035,500	50,035,500
	50,035,500	50,035,500

Note 8 - Inventories

(Valued at cost or market value, whichever is lower)

Closing stock	37,514,952	45,340,352
	37,514,952	45,340,352

Note 9 - Trade Receivables

(Unsecured, Considered Good)

Outstanding for a period exceeding six months	43,958,990	43,797,703
Others	865,401	3,048,251
	44,824,391	46,845,954

Note 10 - Cash and Cash Equivalents

Cash in hand	278,180	121,400
Balance with Bank:		
- In Current accounts	2,350	25,140
	280,530	146,540

Note 11 - Short term loans and advances

Other Advance	78,810,938	79,555,587
Balance with revenue authorities	81,153	-
Prepaid Insurance	-	26,068
	78,892,091	79,581,655

Note 11 - Other current assets

Other current assets	12,344,348	12,344,348
	12,344,348	12,344,348

For: NGST & Associates
Chartered Accountants
FRN: 135159W

For and behalf of Board of Directors
Milestone Furnitures Ltd.

sd/-
Bhupendra S Gandhi
Partner

sd/- (DIGAMBAR SUDAM SONGHARE) Managing Director DIN: '06809398	sd/- (GANESH KUMAR SADANAND PATLIKADAN) Whole-Time Director and CEO DIN: '06809407
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Membership no.: 122296
UDIN - 21122296AAAADJ6403

Place: Mumbai
Date: 30/06/2021

sd/-
(TRIVENI RAJESH JADE)
CFO
PAN: ATQPJ9400Q

MILESTONE FURNITURE PVT LTD
Notes Forming Part of Financial Statements for the year ended 31st March, 2021

Amount in INR

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Note 12 - Revenue from Operations		
Sale of Goods		
Furniture, other Curtain & Fabric materials	2,233,599	8,031,974
Labour Charegs recd	-	-
	2,233,599	8,031,974
Note 13 - Other Income		
Discount received	-	-
	-	-
Note 14 - Cost of Material Consumed		
Opening stock	45,340,352	46,094,753
Add: Purchases	2,840,026	2,461,372
	48,180,378	48,556,125
Less: Closing stock	37,514,952	45,340,352
	10,665,426	3,215,773
Note 15 - Employees Benefit Expenses		
Salaries, wages and bonus	311,349	762,969
Director's remuneration	-	-
Staff welfare expenses	18,650	-
	329,999	762,969
Note 16 - Financial Costs		
Interest on loan	-	-
Bank charges	26,304	5,928
	26,304	5,928
Note 17 - Other Expenses		
Power and fuel	-	248,053
Legal & Professional charges	-	152,500
Travelling & Conveyance	100,471	-
Rent, rates and taxes	-	684,425
Repairs and maintainence	50,178	42,086
Sales promotion and advertisement expenses	-	-
Commission	238,000	104,000
Insurance	25,000	-
Auditors remuneration:		
- Statutory audit fees		125,000
Labour charges	29,350	52,140
Office & Admn. Exp.	104,443	284,437
	547,442	1,692,641

For: NGST & Associates
Chartered Accountants
FRN: 135159W

sd/-
Bhupendra S Gandhi

Partner
Membership no.: 122296
UDIN - 21122296AAAADJ6403

Place: Mumbai
Date: 30/06/2021

For and behalf of Board of Directors
Milestone Furnitures Ltd.

sd/- (DIGAMBAR SUDAM SONGHARE)	sd/- (GANESH KUMAR SADANAND)
Managing Director	Whole-Time Director and CEO
DIN: '06809398	DIN: '06809407

sd/-
(TRIVENI RAJESH JADE)
CFO
PAN: ATQPJ9400Q

MILESTONE FURNITURE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

		Current Year 31.03.2021	Previous Year 31.03.2020
A.	Cash flow from operating activities :		
	Net profit before tax	(12,541,673)	198,409
	Adjustment For :		
	Depreciation	3,206,101	2,156,254
	Interest	26,304	5,928
	Differed	-	(17,514)
	Operating profit before working capital changes	(9,309,268)	2,343,077
	Adjustment For :		
	Trade & other receivables	2,711,127	7,921,732
	Other Business Advance		
	Inventories	7,825,400	754,401
	Trade and other payables	(1,066,965)	(10,163,696)
	Cash used in operations	160,294	855,514
	Income tax paid	-	(67,116)
	Net cash used in operating activities - I	160,294	788,398
B.	Cash flow from investing activities :		
	Purchase of Fixed Assets	-	-
	Sale of Fixed Assets	-	-
	Purchase of Investments	-	-
	Net cash used in investing activities - II	-	-
C	Cash flow from financing activities		
	Proceeds from issue of equity shares	-	-
	(Repayment)/ proceed of/ from Proceeds from short term borrowings	-	(2,201,401)
	(Repayment)/ proceed of/ from long term borrowings	-	-
	Interest paid	(26,304)	(5,928)
	Net cash generated from financing activities - III	(26,304)	(2,207,329)
	Net increase in cash and cash equivalents	133,990	(1,418,931)
	Opening balance of cash & cash equivalents	146,540	1,565,471
	Closing balance of cash & cash equivalents	280,530	146,540

Notes:

- 1 Cash & cash equivalents represents cash and bank balances.
- 2 The Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard-3 on Cash Flow Statements issued by The Institute of Chartered Accountants of India.
- 3 Proceeds from long term and short term borrowings are shown net of repayments.
- 4 Previous year's figures have been regrouped where necessary to conform to the year's classification.
- 5 Figures in brackets represents cash outflow.

For: NGST & Associates
Chartered Accountants
FRN: 135159W

For and behalf of Board of Directors
Milestone Furnitures Ltd.

sd/-
Bhupendra S Gandhi

Partner
Membership no.: 122296
UDIN - 21122296AAAADJ6403

Place: Mumbai
Date: 30/06/2021

sd/-
(DIGAMBAR SUDAM
SONGHARE)
Managing Director
DIN: '06809398

sd/-
(GANESH KUMAR
SADANAND PATLIKADAN)
Whole-Time Director and
CEO
DIN: '06809407

sd/-
(TRIVENI RAJESH JADE)
CFO
PAN: ATQPJ9400Q

Milestone Furniture Limited

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

NOTE 18: COMPANY INFORMATION

Milestone Furniture Limited ("the company") is engaged in manufacturing of home and office furniture and also engaged in home and office designing.

NOTE 19: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Method of Accounting

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under the Companies (Accounts) Rules, 2014 under section 133 of the Companies Act, 2013 and other relevant provisions of the Companies Act, 2013.

b) Use of Estimates

The presentation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that effect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known / materialized.

c) Income Recognition

- i. Sales are recognized, net of returns and trade discounts, on dispatch of goods to customers.
- ii. In appropriate circumstances, revenue (Income) is recognized when no significant uncertainty as to measurability or collectibles exists and in case of export benefits / incentives are accounted on accrual basis.
- iii. Interest income is recognized on time proportionate method.

d) Tangible assets and depreciation

- i. Fixed Assets are stated at cost net of taxes and includes amount added on revaluation less accumulated depreciation and impairment loss, if any. All cost is inclusive of freight, duties, (net of tax credits as applicable) levies and any directly attributable cost till commencement of commercial production.
- ii. Depreciation on fixed assets is provided on a pro-rata basis on the Written Down Value method over the useful life of the assets as prescribed in schedule II of the Companies Act, 2013.

e) Valuation of inventory

Inventories are valued at lower of cost or net realizable value, after providing for obsolescence and damages

f) Borrowing costs

Borrowing costs that are attributable to the acquisition or construction of fixed assets are capitalized as part of the cost of such assets for the period until the asset is ready for its intended use. Other borrowing costs are recognized as an expense in the period in which they are incurred. A qualifying asset is one that takes substantial period of time to get ready for intended use.

Milestone Furniture Limited

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

g) Taxes

- i. Current Tax has been provided as per the provisions of Income Tax Act, 1961.
- ii. Tax expense comprise of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.
- iii. Deferred Tax resulting from "timing differences" between book and tax profits is accounted for using the tax rates and laws that has been enacted or substantively enacted by the balance sheet date, to the extent that the timing differences are expected to crystallize as deferred tax charge / benefit in the statement of Profit and Loss and as deferred tax asset or liabilities in the Balance Sheet. The deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the assets will be realized in future.

h) Provisions, contingent liabilities and contingent assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Assets are neither recognized nor disclosed in the financial statements. Contingent Liabilities are disclosed separately.

i) Impairment of Assets (AS-28)

At each balance sheet date, the Management reviews the carrying amounts of assets and goodwill included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the assets and goodwill is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the assets and from disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risk specific to the assets.

Reversal of impairment loss is recognized immediately as income in the statement of profit and loss.

j) Earning Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) by weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for events of preferential issue allotment of equity shares. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

k) Cash Flow Statement

The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard 3 on Cash Flow Statement and presents the cash flows by operating, investing and financing activities of the company. Cash and cash equivalents presented in the Cash Flow Statement consist of cash on hand and demand deposits with banks.

Milestone Furniture Limited

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

NOTE 20: NOTES TO ACCOUNTS

Note 20.1:

There are no contingent liabilities.

Note 20.2:

Segment Reporting

The company operates in only one segment and therefore segment reporting is not applicable.

Note 20.3:

Related parties' disclosure as per Accounting Standard 18:

[A] Key Management Personal (KMP).

Digambar Songhare	Managing Director
P. Ganesh Kumar	Director

[B] Information on related party transactions as required by accounting Standard-18 for the year ended 31st March 2021:

Nature of transactions	Relationship	Amount in Rs.	
		2020-21	2019-20
Remuneration			
Digambar Sudam Songhare	Key management personnel	-	-
P.S. Ganeshkumar	Key management personnel	-	-
Santaram Badai	Key management personnel	-	-
Rent Paid			
Digambar Sudam Songhare	Key management personnel	-	-
P.S. Ganeshkumar	Key management personnel	-	-
Lease Deposit			
Digambar Sudam Songhare	Key management personnel	2,00,00,000	2,00,00,000
P.S. Ganeshkumar	Key management personnel	1,75,00,000	1,75,00,000

Note: - Related party relationship is as identified by the Company and relied upon by the Auditors.

Note 20.4:

In the opinion of the management, there is no impairment of assets in accordance with Accounting Standard (AS-28) as on Balance Sheet date.

Milestone Furniture Limited

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

Note 20.5:

In the opinion of the Board and to the best of their knowledge the value of realization of current assets, loans & advances in the ordinary course of business, would not be less than the amount at which they are stated in the Balance Sheet.

Note 20.6:

Previous year figures have been regrouped and reclassified to conform with current year's presentation and classification.

As per Annexed Report of Even Date

**For: NGST & Associates,
Chartered Accountants
FRN: 135159W**

sd/-
**Bhupendra S Gandhi
(Partner)
Membership no.: 122296
UDIN - 21122296AAAADJ6403**

**Place: Mumbai
Date: 30/06/2021**

**For and behalf of Board of Directors Milestone
Furniture Ltd.**

sd/-
**(DIGAMBAR SUDAM
SONGHARE)
Managing Director
DIN: 06809398**

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**(TRIVENI RAJESH JADE)
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